# SAGICOR FINANCIAL COMPANY LTD.

Condensed Consolidated Financial Statements (Unaudited)

Three months ended March 31, 2025

## SAGICOR FINANCIAL COMPANY LTD.

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## ACRONYMS

Certain acronyms have been used throughout the financial statements and notes thereto to substitute phrases. The more frequent acronyms and associated phrases are set out below.

| Acronym | Phrase |
|---|---|
| AC | Amortised Cost |
| CORRA | Canadian Overnight Repo Rate |
| CSM | Contractual Service Margin |
| ECL | Expected Credit Losses |
| FCF | Fulfilment Cash Flows |
| FVTOCI | Fair Value Through Other Comprehensive Income |
| FVTPL | Fair Value Through Profit and Loss |
| GMM | General Measurement Model |
| IAS | International Accounting Standards |
| IASB | International Accounting Standards Board |
| IFRS | IFRS Accounting Standards |
| LGD | Loss Given Default |
| LIC | Liability for Incurred Claims |
| LRC | Liability for Remaining Coverage |
| OCI | Other Comprehensive Income |
| PAA | Premium Allocation Approach |
| PD | Probability of Default |
| POCI | Purchase or Originated Credit-Impaired |
| SICR | Significant Increase in Credit Risk |
| SOFR | Secured Overnight Financing Rate |
| VFA | Variable Fee Approach |

| (Unaudited) | Note | As of March 31, 2025 | As of December 31, 2024 |
|---|---|---|---|
| Amounts in US $000 | | | |
| **ASSETS** | | | |
| Cash | | 322,398 | 442,494 |
| Restricted cash | | 103,560 | 100,188 |
| Financial investments | 4 | 17,667,675 | 17,159,289 |
| Financial investments repledged | 4 | 722,619 | 696,750 |
| Reinsurance contract assets | 5 | 2,902,606 | 2,890,248 |
| Insurance contract assets | 5 | 6,778 | 4,886 |
| Miscellaneous assets and receivables | | 305,056 | 282,012 |
| Income tax assets | | 318,066 | 316,265 |
| Associates and joint ventures | | 68,640 | 68,707 |
| Intangible assets | | 85,966 | 88,070 |
| Investment property | | 74,038 | 76,970 |
| Property, plant and equipment | | 207,783 | 194,837 |
| Segregated funds assets | 8 | 424,910 | 447,222 |
| **Total assets** | | **23,210,095** | **22,767,938** |
| **LIABILITIES** | | | |
| Accounts payable and accrued liabilities | | 315,310 | 309,431 |
| Income tax liabilities | | 12,262 | 13,987 |
| Investment contract liabilities | 5 | 467,547 | 466,548 |
| Reinsurance contract liabilities | 5 | 14,002 | 14,701 |
| Insurance contract liabilities | 5 | 16,472,029 | 16,075,723 |
| Deposit and security liabilities | 6 | 3,110,002 | 3,057,250 |
| Lease liabilities | | 48,989 | 34,939 |
| Notes and loans payable | 7 | 953,713 | 953,939 |
| Other liabilities / retirement benefit liabilities | | 67,834 | 71,744 |
| Insurance contract liabilities on account of segregated fund policyholders | 8 | 424,910 | 447,222 |
| **Total liabilities** | | **21,886,598** | **21,445,484** |
| **EQUITY** | | | |
| Share capital | | 1,357 | 1,354 |
| Share premium | | 702,110 | 700,413 |
| Reserves | | (159,446) | (160,515) |
| Retained earnings | | 414,187 | 418,440 |
| Total shareholders' equity | | 958,208 | 959,692 |
| Non-controlling interests | | 365,289 | 362,762 |
| **Total equity** | | **1,323,497** | **1,322,454** |
| **Total liabilities and equity** | | **23,210,095** | **22,767,938** |

These consolidated financial statements have been approved for issue by the Board of Directors on May 13, 2025.



Director



Director

The accompanying notes form an integral part of these financial statements.

| (Unaudited) | Note | Three months to March 31, 2025 | Three months to March 31, 2024 |
|---|---|---|---|
| Amounts in US $000 | | | |
| Insurance revenue | 9 | 359,585 | 355,219 |
| Insurance service expenses | 9 | (259,945) | (288,638) |
| Net expense from reinsurance contracts held | 9 | (41,464) | (36,838) |
| **INSURANCE SERVICE RESULT** | 9 | **58,176** | **29,743** |
| Loss on derecognition of amortised cost investments | 10 | - | (43) |
| Gain on derecognition of assets carried at FVTOCI | 10 | 3,152 | 787 |
| Interest income earned from financial assets measured at amortised cost and FVTOCI | 10 | 63,954 | 62,566 |
| Credit impairment (loss) / recovery | 10 | (2,358) | 74 |
| Net gain on FVTPL investments | 10 | 183,726 | 185,001 |
| Other investment income | 10 | 1,624 | 922 |
| **NET INVESTMENT INCOME** | 10 | **250,098** | **249,307** |
| Finance expenses from insurance contracts issued | 10 | (224,020) | (69,983) |
| Finance income / (expenses) from reinsurance contracts held | 10 | 53,367 | (57,966) |
| **NET INSURANCE FINANCE EXPENSES** | 10 | **(170,653)** | **(127,949)** |
| **NET INVESTMENT RESULT BEFORE SEGREGATED FUNDS** | | **79,445** | **121,358** |
| Net investment income for segregated funds | 8 | 1,124 | 25,268 |
| Finance expenses from insurance contracts issued for segregated funds | 8 | (1,124) | (25,268) |
| **NET INVESTMENT RESULT FOR SEGREGATED FUNDS** | 8 | **-** | **-** |
| **TOTAL INVESTMENT RESULT** | 10 | **79,445** | **121,358** |
| **NET INSURANCE AND INVESTMENT RESULT** | | **137,621** | **151,101** |
| Fees and other income | | 38,075 | 34,797 |
| Share of income of associates and joint ventures | | 204 | 1,186 |
| Other operating expenses | 11 | (93,284) | (83,717) |
| Other interest and finance costs | | (50,457) | (57,230) |
| **INCOME BEFORE TAXES** | | **32,159** | **46,137** |
| Income taxes | | (12,260) | (16,532) |
| **NET INCOME FOR THE PERIOD** | | **19,899** | **29,605** |

The accompanying notes form an integral part of these financial statements.

| (Unaudited) | Note | Three months to March 31, 2025 | Three months to March 31, 2024 |
|---|---|---|---|
| Amounts in US $000 | | | |
| **NET INCOME FOR THE PERIOD** | | **19,899** | **29,605** |
| **Net income is attributable to:** | | | |
| Common shareholders | | 6,698 | 26,248 |
| Non-controlling interests | | 13,201 | 3,357 |
| | | 19,899 | 29,605 |
| **Earnings per common share:** | 16 | | |
| Basic earnings per common share | | 4.9 cents | 18.6 cents |
| Fully diluted earnings per common share | | 4.8 cents | 18.2 cents |

The accompanying notes form an integral part of these financial statements.

| (Unaudited) | Three months to March 31, 2025 | Three months to March 31, 2024 |
|---|---|---|
| Amounts in US $000 | | |
| **NET INCOME FOR THE PERIOD** | **19,899** | **29,605** |
| **OTHER COMPREHENSIVE INCOME / (LOSS):** | | |
| **Items net of tax that may be reclassified subsequently to income:** | | |
| Financial assets measured at FVTOCI: | | |
| Gain / (loss) on revaluation | 6,878 | (8,435) |
| Gain transferred to income | (725) | (516) |
| Retranslation of foreign currency operations | (6,565) | (20,114) |
| | **(412)** | **(29,065)** |
| **Items net of tax that will not be reclassified subsequently to income:** | | |
| Gain arising on revaluation of owner-occupied property | 175 | 16 |
| (Loss) / gain on defined benefit plans | (756) | 328 |
| Other items | - | 3 |
| | **(581)** | **347** |
| **Other comprehensive loss** | **(993)** | **(28,718)** |
| **TOTAL COMPREHENSIVE INCOME FOR THE PERIOD** | **18,906** | **887** |
| **Total comprehensive income is attributable to:** | | |
| Common shareholders | 6,611 | 1,549 |
| Non-controlling interests | 12,295 | (662) |
| | **18,906** | **887** |

The accompanying notes form an integral part of these financial statements.

SAGICOR FINANCIAL COMPANY LTD.

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

| (Unaudited) | Share Capital | Share Premium | Reserves | Retained Earnings | Total Shareholders' Equity | Non-controlling Interests | Total Equity |
|---|---|---|---|---|---|---|---|
| Amounts in US $000 | | | | | | | |
| **Three months to March 31, 2025** | | | | | | | |
| **Balance, January 1, 2025** | **1,354** | **700,413** | **(160,515)** | **418,440** | **959,692** | **362,762** | **1,322,454** |
| Total comprehensive income | - | - | 669 | 5,942 | 6,611 | 12,295 | 18,906 |
| Transactions with holders of equity instruments: | | | | | | | |
| Allotment of common shares | 3 | 1,723 | - | - | 1,726 | - | 1,726 |
| Repurchase of shares (note 17) | - | (55) | - | 9 | (46) | - | (46) |
| Movement in treasury shares | - | 29 | - | - | 29 | - | 29 |
| Changes in reserve | - | - | (351) | (158) | (509) | 18 | (491) |
| Dividends declared | - | - | - | (9,167) | (9,167) | (9,783) | (18,950) |
| Transfers and other movements | - | - | 751 | (879) | (128) | (3) | (131) |
| **Balance, March 31, 2025** | **1,357** | **702,110** | **(159,446)** | **414,187** | **958,208** | **365,289** | **1,323,497** |

The accompanying notes form an integral part of these financial statements.

SAGICOR FINANCIAL COMPANY LTD.

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

| (Unaudited) | Share Capital | Share Premium | Reserves | Retained Earnings | Total Shareholders' Equity | Non-controlling Interests | Total Equity |
|---|---|---|---|---|---|---|---|
| Amounts in US $000 | | | | | | | |
| **Three months to March 31, 2024** | | | | | | | |
| **Balance, January 1, 2024** | **1,409** | **725,029** | **(73,417)** | **317,913** | **970,934** | **358,087** | **1,329,021** |
| Total comprehensive income | - | - | (25,030) | 26,579 | 1,549 | (662) | 887 |
| Transactions with holders of equity instruments: | | | | | | | |
| Repurchase of shares (note 17) | (2) | (848) | - | 70 | (780) | - | (780) |
| Movement in treasury shares | - | 35 | - | - | 35 | - | 35 |
| Changes in reserve | - | - | 953 | - | 953 | (34) | 919 |
| Dividends declared | - | - | - | (8,450) | (8,450) | (12,288) | (20,738) |
| Transfers and other movements | - | - | 1,070 | (886) | 184 | (12) | 172 |
| **Balance, March 31, 2024** | **1,407** | **724,216** | **(96,424)** | **335,226** | **964,425** | **345,091** | **1,309,516** |

The accompanying notes form an integral part of these financial statements.

| (Unaudited) | Note | Three months to March 31, 2025 | Three months to March 31, 2024 |
|---|---|---|---|
| Amounts in US $000 | | | |
| **OPERATING ACTIVITIES** | | | |
| Income before taxes | | 32,159 | 46,137 |
| Adjustments for non-cash items, interest and dividends | 14 | 3,460 | 74,917 |
| Interest and dividends received | | 122,681 | 108,376 |
| Interest paid | | (41,675) | (48,663) |
| Income taxes paid | | (17,986) | (22,340) |
| Net change in investments | 14 | (345,821) | (176,664) |
| Net change in operating assets | 14 | 34,724 | 25,838 |
| Net change in operating liabilities | 14 | 197,602 | 8,762 |
| **Net cash flows - operating activities** | | **(14,856)** | **16,363** |
| **INVESTING ACTIVITIES** | | | |
| Property, plant and equipment, net | 14 | (1,901) | (2,535) |
| Associates and joint ventures | | (250) | (1,475) |
| Dividends received from associates and joint ventures | | 850 | 1,717 |
| Intangible assets, net | | (1,710) | (1,596) |
| **Net cash flows - investing activities** | | **(3,011)** | **(3,889)** |
| **FINANCING ACTIVITIES** | | | |
| Repurchase of common shares | | (46) | (780) |
| Movement in treasury shares | | 29 | 35 |
| Shares purchased from non-controlling interest | | - | (26) |
| Notes and loans payable, net | 14 | (7,801) | (12,414) |
| Lease liability, principal paid | 14 | (2,129) | (2,068) |
| Dividends paid to common shareholders | | - | (1) |
| **Net cash flows - financing activities** | | **(9,947)** | **(15,254)** |
| **Effect of exchange rate changes** | | (2,192) | (2,509) |
| **NET CHANGE IN CASH AND CASH EQUIVALENTS** | | (30,006) | (5,289) |
| Cash and cash equivalents, beginning of period | | 927,709 | 801,370 |
| **CASH AND CASH EQUIVALENTS, END OF PERIOD** | 14 | **897,703** | **796,081** |

The accompanying notes form an integral part of these financial statements.

## 1. GENERAL INFORMATION

These unaudited interim condensed consolidated financial statements ("condensed consolidated financial statements") of Sagicor Financial Company Ltd. and its subsidiaries (the "Group"), ("Sagicor") are presented in compliance with International Accounting Standard ("IAS") 34 - Interim Financial Reporting. The condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the audited 2024 annual consolidated financial statements and the accompanying notes included in pages 97 to 347 of the Annual Report for 2024. The condensed financial statements however do include certain disclosures required in the annual financial statements, but which are additional to the requirements of IAS 34.

The common shares of Sagicor are listed on the Toronto Stock Exchange and are traded under the symbol "SFC".

## 2. MATERIAL ACCOUNTING POLICIES

These condensed consolidated financial statements have been prepared using the same accounting policies and methods used in preparation of the audited 2024 annual consolidated financial statements. The principal accounting policies are described in note 2 of those annual consolidated financial statements. The following new pronouncement became effective January 1, 2025 and has been deemed to have no material effect on the Group: IAS 21 – Lack of exchangeability.

### 2.1 Exchange rates

The following exchange rates were applied for the conversion of amounts to US dollars.

| | Closing rates as of March 31, 2025 | Closing rates as of December 31, 2024 | Average rates for the three months to March 31, 2025 | Average rates for the three months to March 31, 2024 |
|---|---|---|---|---|
| Barbados dollar | 2.0000 | 2.0000 | 2.0000 | 2.0000 |
| Canadian dollar | 1.4376 | 1.4389 | 1.4437 | 1.3398 |
| Eastern Caribbean dollar | 2.7000 | 2.7000 | 2.7000 | 2.7000 |
| Jamaica dollar | 157.6706 | 155.6022 | 156.4374 | 155.2780 |
| Trinidad & Tobago dollar | 6.7350 | 6.7474 | 6.7460 | 6.7224 |

## 3. SEGMENTS

The Group conducts its business through four reportable operating segments, as follows:

(a) Sagicor Canada: Engages in individual life insurance, annuities, segregated funds, and accident and sickness insurance business throughout Canada.

(b) Sagicor Life USA: Engages in life insurance and annuity business in certain states of the USA and, through a segregated account, transfers insurance risks associated with certain life and annuity products, and financial instruments supporting those liabilities, to Sagicor Reinsurance Bermuda Ltd.

(c) Sagicor Jamaica: Engages in life, health, annuity, property and casualty insurance business, pension administration services, banking and financial services, and real estate investment services in Jamaica, The Cayman Islands, Panamá, Costa Rica and USA.

(d) Sagicor Life: Engages in life, health, annuity, property and casualty insurance business, and pension administration services in Barbados, Eastern Caribbean, Aruba, Bahamas, Belize, and Trinidad & Tobago and, through a segregated account, Sagicor Life transfers insurance risks associated with certain life and annuity products relating to Trinidad & Tobago business to Sagicor Reinsurance Bermuda Ltd.

Segmented financial information is set out in the sections 3.1 to 3.5.

## 3. SEGMENTS (continued)

### 3.1 Statement of income by reportable operating segment

| Amounts in US $000 | Sagicor Canada | Sagicor Life USA | Sagicor Jamaica | Sagicor Life | Head office and other | Adjust-ments | Total |
|---|---|---|---|---|---|---|---|
| **Three months to March 31, 2025** | | | | | | | |
| Insurance revenue | 159,075 | 26,127 | 91,439 | 82,944 | - | - | 359,585 |
| Insurance service expenses | (111,241) | (22,955) | (68,658) | (57,091) | - | - | (259,945) |
| Net expense from reinsurance contracts held | (25,361) | (799) | (6,239) | (9,065) | - | - | (41,464) |
| Inter-segment insurance service result | - | (36) | - | (35) | - | 71 | - |
| **Insurance service result** | **22,473** | **2,337** | **16,542** | **16,753** | **-** | **71** | **58,176** |
| Gain on derecognition of assets carried at FVTOCI | - | 888 | 2,258 | - | 6 | - | 3,152 |
| Interest income earned from financial assets measured at amortised cost and FVTOCI | - | 12,043 | 43,109 | 7,616 | 1,186 | - | 63,954 |
| Credit impairment recovery / (loss) | - | (87) | (2,219) | 370 | (422) | - | (2,358) |
| Net gain on FVTPL investments | 47,427 | 85,229 | 35,652 | 11,814 | 3,604 | - | 183,726 |
| Other investment income / (loss) | (26) | 1,574 | 54 | (150) | 172 | - | 1,624 |
| Inter-segment investment income / (expenses) | - | 71 | 835 | 6,138 | 3,060 | (10,104) | - |
| **Net investment income** | **47,401** | **99,718** | **79,689** | **25,788** | **7,606** | **(10,104)** | **250,098** |
| Finance expenses from insurance contracts issued | (90,181) | (90,204) | (20,840) | (22,795) | - | - | (224,020) |
| Finance income / (expenses) from reinsurance contracts held | 49,654 | 3,980 | (119) | (148) | - | - | 53,367 |
| Inter-segment net insurance finance income / (expenses) | - | 308 | - | (309) | - | 1 | - |
| **Net insurance finance expenses** | **(40,527)** | **(85,916)** | **(20,959)** | **(23,252)** | **-** | **1** | **(170,653)** |
| **Net investment result before segregated funds** | **6,874** | **13,802** | **58,730** | **2,536** | **7,606** | **(10,103)** | **79,445** |
| Net investment income for segregated funds | 1,124 | - | - | - | - | - | 1,124 |
| Finance expenses from insurance contracts issued for segregated funds | (1,124) | - | - | - | - | - | (1,124) |
| **Net investment result for segregated funds** | **-** | **-** | **-** | **-** | **-** | **-** | **-** |
| **Total investment result** | **6,874** | **13,802** | **58,730** | **2,536** | **7,606** | **(10,103)** | **79,445** |
| **Net insurance and investment result** | **29,347** | **16,139** | **75,272** | **19,289** | **7,606** | **(10,032)** | **137,621** |
| Fees and other income | 470 | 20 | 31,777 | 3,318 | 2,025 | 465 | 38,075 |
| Share of income / (loss) of associates and joint ventures | - | - | (554) | 758 | - | - | 204 |
| Other operating expenses | (3,739) | (8,365) | (57,418) | (9,126) | (12,570) | (2,066) | (93,284) |
| Other interest and finance costs | (13,171) | (4,307) | (14,289) | (4,348) | (14,588) | 246 | (50,457) |
| Inter-segment other income / (expenses) | - | (3,568) | (627) | (274) | (5,644) | 10,113 | - |
| **Segment income / (loss) before taxes** | **12,907** | **(81)** | **34,161** | **9,617** | **(23,171)** | **(1,274)** | **32,159** |

**3. SEGMENTS (continued)**

**3.1 Statement of income by reportable operating segment (continued)**

| Amounts in US $000 | Sagicor Canada | Sagicor Life USA | Sagicor Jamaica | Sagicor Life | Head office and other | Adjust-ments | Total |
|---|---|---|---|---|---|---|---|
| **Three months to March 31, 2025** | | | | | | | |
| **Segment income / (loss) before taxes** | **12,907** | **(81)** | **34,161** | **9,617** | **(23,171)** | **(1,274)** | **32,159** |
| Income taxes | (1,964) | 17 | (8,370) | (1,955) | 12 | - | (12,260) |
| **Segment net income / (loss) for the period** | **10,943** | **(64)** | **25,791** | **7,662** | **(23,159)** | **(1,274)** | **19,899** |
| **Net income / (loss) attributable to shareholders** | **10,943** | **(64)** | **12,463** | **7,652** | **(23,022)** | **(1,274)** | **6,698** |
| **Net income / (loss) attributable to non-controlling interests** | **-** | **-** | **13,328** | **10** | **(137)** | **-** | **13,201** |
| **Total comprehensive income / (loss) attributable to shareholders** | **10,920** | **976** | **11,335** | **8,050** | **(23,382)** | **(1,288)** | **6,611** |

**3. SEGMENTS (continued)**

**3.1 Statement of income by reportable operating segment (continued)**

| Amounts in US $000 | Sagicor Canada | Sagicor Life USA | Sagicor Jamaica | Sagicor Life | Head office and other | Adjust-ments | Total |
|---|---|---|---|---|---|---|---|
| **Three months to March 31, 2024** | | | | | | | |
| Insurance revenue | 171,640 | 24,374 | 80,585 | 78,620 | - | - | 355,219 |
| Insurance service expenses | (133,289) | (30,649) | (66,614) | (58,086) | - | - | (288,638) |
| Net expense from reinsurance contracts held | (18,473) | (1,173) | (7,373) | (9,819) | - | - | (36,838) |
| Inter-segment insurance service result | - | 38 | - | (252) | - | 214 | - |
| **Insurance service result** | **19,878** | **(7,410)** | **6,598** | **10,463** | **-** | **214** | **29,743** |
| Gain / (loss) on derecognition of amortised cost investments | - | (56) | 13 | - | - | - | (43) |
| Gain / (loss) on derecognition of assets carried at FVTOCI | - | (245) | 1,044 | - | (12) | - | 787 |
| Interest income earned from financial assets measured at amortised cost and FVTOCI | - | 13,600 | 41,063 | 6,792 | 1,111 | - | 62,566 |
| Credit impairment recovery / (loss) | - | (15) | (1,420) | 1,454 | 55 | - | 74 |
| Net gain on FVTPL investments | 70,616 | 87,991 | 4,358 | 21,012 | 1,024 | - | 185,001 |
| Other investment income / (loss) | (25) | 594 | (67) | 323 | 97 | - | 922 |
| Inter-segment investment income | - | - | 994 | 5,516 | 25,093 | (31,603) | - |
| **Net investment income / (expenses)** | **70,591** | **101,869** | **45,985** | **35,097** | **27,368** | **(31,603)** | **249,307** |
| Finance expenses from insurance contracts issued | (3,888) | (39,238) | (4,384) | (22,473) | - | - | (69,983) |
| Finance income / (expenses) from reinsurance contracts held | (60,940) | 3,431 | (83) | (374) | - | - | (57,966) |
| Inter-segment net insurance finance income / (expenses) | - | 251 | - | (251) | - | - | - |
| **Net insurance finance expenses** | **(64,828)** | **(35,556)** | **(4,467)** | **(23,098)** | **-** | **-** | **(127,949)** |
| **Net investment result before segregated funds** | **5,763** | **66,313** | **41,518** | **11,999** | **27,368** | **(31,603)** | **121,358** |
| Net investment income for segregated funds | 25,268 | - | - | - | - | - | 25,268 |
| Finance expenses from insurance contracts issued for segregated funds | (25,268) | - | - | - | - | - | (25,268) |
| **Net investment result for segregated funds** | - | - | - | - | - | - | - |
| **Total investment result** | **5,763** | **66,313** | **41,518** | **11,999** | **27,368** | **(31,603)** | **121,358** |
| **Net insurance and investment result** | **25,641** | **58,903** | **48,116** | **22,462** | **27,368** | **(31,389)** | **151,101** |
| Fees and other income | (1) | 26 | 31,328 | 1,918 | 1,212 | 314 | 34,797 |
| Share of income of associates and joint ventures | - | - | 433 | 753 | - | - | 1,186 |
| Other operating expenses | (4,254) | (7,866) | (53,351) | (8,672) | (11,276) | 1,702 | (83,717) |
| Other interest and finance costs | (14,190) | (4,149) | (14,651) | (3,934) | (20,306) | - | (57,230) |
| Inter-segment other income / (expenses) | - | (3,283) | (435) | (174) | (5,358) | 9,250 | - |
| **Segment income / (loss) before taxes** | **7,196** | **43,631** | **11,440** | **12,353** | **(8,360)** | **(20,123)** | **46,137** |

**3. SEGMENTS (continued)**

**3.1 Statement of income by reportable operating segment (continued)**

| Amounts in US $000 | Sagicor Canada | Sagicor Life USA | Sagicor Jamaica | Sagicor Life | Head office and other | Adjust-ments | Total |
|---|---|---|---|---|---|---|---|
| **Three months to March 31, 2024** | | | | | | | |
| **Segment income / (loss) before taxes** | **7,196** | **43,631** | **11,440** | **12,353** | **(8,360)** | **(20,123)** | **46,137** |
| Income taxes | (1,959) | (6,482) | (4,861) | (2,532) | (698) | - | (16,532) |
| **Segment net income / (loss) for the period** | **5,237** | **37,149** | **6,579** | **9,821** | **(9,058)** | **(20,123)** | **29,605** |
| **Net income / (loss) attributable to shareholders** | **5,237** | **37,149** | **3,176** | **9,815** | **(9,006)** | **(20,123)** | **26,248** |
| **Net income / (loss) attributable to non-controlling interests** | **-** | **-** | **3,403** | **6** | **(52)** | **-** | **3,357** |
| **Total comprehensive income / (loss) attributable to shareholders** | **(15,327)** | **38,325** | **(576)** | **8,282** | **(8,980)** | **(20,175)** | **1,549** |

**3. SEGMENTS (continued)**

**3.2 Statement of financial position by reportable operating segment**

| Amounts in US $000 | Sagicor Canada | Sagicor Life USA | Sagicor Jamaica | Sagicor Life | Head office and other | Adjust-ments | Total |
|---|---|---|---|---|---|---|---|
| **As of March 31, 2025** | | | | | | | |
| Financial investments | 7,368,683 | 5,891,534 | 3,281,813 | 1,753,485 | 94,779 | - | 18,390,294 |
| Reinsurance contract assets | 2,623,150 | 224,203 | 23,021 | 32,232 | - | - | 2,902,606 |
| Insurance contract assets | - | - | 5,631 | 1,147 | - | - | 6,778 |
| Other external assets | 672,334 | 92,211 | 600,790 | 353,682 | 191,400 | - | 1,910,417 |
| Inter-segment assets | - | 20,949 | 58,094 | 458,952 | 150,550 | (688,545) | - |
| **Total assets** | **10,664,167** | **6,228,897** | **3,969,349** | **2,599,498** | **436,729** | **(688,545)** | **23,210,095** |
| Insurance contract liabilities | 8,661,808 | 5,233,088 | 1,041,791 | 1,535,342 | - | - | 16,472,029 |
| Reinsurance contract liabilities | - | - | 3,993 | 10,009 | - | - | 14,002 |
| Investment contract liabilities | 6,268 | 56,011 | 142,189 | 263,079 | - | - | 467,547 |
| Other external liabilities | 1,171,132 | 421,573 | 2,050,758 | 170,454 | 1,119,103 | - | 4,933,020 |
| Inter-segment liabilities | - | 175,028 | 12,349 | 75,862 | 425,306 | (688,545) | - |
| **Total liabilities** | **9,839,208** | **5,885,700** | **3,251,080** | **2,054,746** | **1,544,409** | **(688,545)** | **21,886,598** |
| **Net assets** | **824,959** | **343,197** | **718,269** | **544,752** | **(1,107,680)** | **-** | **1,323,497** |
| Net assets attributable to non-controlling interests | - | - | 352,965 | 247 | 12,077 | - | 365,289 |

| Amounts in US $000 | Sagicor Canada | Sagicor Life USA | Sagicor Jamaica | Sagicor Life | Head office and other | Adjust-ments | Total |
|---|---|---|---|---|---|---|---|
| **As of December 31, 2024** | | | | | | | |
| Financial investments | 7,352,431 | 5,512,872 | 3,157,798 | 1,732,584 | 100,354 | - | 17,856,039 |
| Reinsurance contract assets | 2,597,796 | 238,840 | 22,833 | 30,779 | - | - | 2,890,248 |
| Insurance contract assets | - | - | 4,032 | 854 | - | - | 4,886 |
| Other external assets | 688,135 | 152,454 | 632,069 | 365,864 | 178,243 | - | 2,016,765 |
| Inter-segment assets | - | 21,415 | 58,711 | 448,095 | 148,315 | (676,536) | - |
| **Total assets** | **10,638,362** | **5,925,581** | **3,875,443** | **2,578,176** | **426,912** | **(676,536)** | **22,767,938** |
| Insurance contract liabilities | 8,609,027 | 4,919,120 | 1,030,524 | 1,517,052 | - | - | 16,075,723 |
| Reinsurance contract liabilities | - | - | 3,986 | 10,715 | - | - | 14,701 |
| Investment contract liabilities | 6,566 | 55,056 | 141,010 | 263,916 | - | - | 466,548 |
| Other external liabilities | 1,194,939 | 435,502 | 1,983,197 | 175,754 | 1,099,120 | - | 4,888,512 |
| Inter-segment liabilities | 7 | 173,912 | 3,069 | 77,278 | 422,270 | (676,536) | - |
| **Total liabilities** | **9,810,539** | **5,583,590** | **3,161,786** | **2,044,715** | **1,521,390** | **(676,536)** | **21,445,484** |
| **Net assets** | **827,823** | **341,991** | **713,657** | **533,461** | **(1,094,478)** | **-** | **1,322,454** |
| Net assets attributable to non-controlling interests | - | - | 350,310 | 237 | 12,215 | - | 362,762 |

**3. SEGMENTS (continued)**

**3.3 Products and services**

The Group's products and services comprising the insurance revenue, insurance service result, net investment income, and fees and other income are summarised as follows:

| Amounts in US $000 | Insurance revenue | | Insurance service result | |
|---|---|---|---|---|
| | Three months to March 31, 2025 | Three months to March 31, 2024 | Three months to March 31, 2025 | Three months to March 31, 2024 |
| Life, health and annuity insurance contracts issued to individuals | 242,186 | 250,041 | 43,364 | 23,857 |
| Life, health and annuity insurance and pension administration contracts issued to groups | 76,840 | 67,323 | 11,373 | 3,642 |
| Property and casualty insurance | 40,559 | 37,855 | 3,439 | 2,244 |
| | **359,585** | **355,219** | **58,176** | **29,743** |

| Amounts in US $000 | Net investment income | | Fees and other income | |
|---|---|---|---|---|
| | Three months to March 31, 2025 | Three months to March 31, 2024 | Three months to March 31, 2025 | Three months to March 31, 2024 |
| Life, health and annuity insurance contracts issued to individuals | 172,146 | 203,545 | 2,335 | 1,182 |
| Life, health and annuity insurance and pension administration contracts issued to groups | 24,167 | 2,842 | 415 | 797 |
| Property and casualty insurance | 1,635 | 1,701 | 97 | 61 |
| Banking, investment management and other financial services | 45,012 | 38,595 | 26,061 | 23,544 |
| Unallocated revenues | 7,138 | 2,624 | 9,167 | 9,213 |
| | **250,098** | **249,307** | **38,075** | **34,797** |

**3. SEGMENTS (continued)**

**3.4 Geographical areas**

The Group operates in certain geographical areas which are determined by the location of the subsidiary or branch initiating the business. The insurance revenue, insurance service result, net investment income, and fees and other income by geographical area are summarised below.

| | Insurance revenue | | Insurance service result | | Net investment income | | Fees and other income | |
|---|---|---|---|---|---|---|---|---|
| Amounts in US $000 | Three months to March 31, 2025 | Three months to March 31, 2024 | Three months to March 31, 2025 | Three months to March 31, 2024 | Three months to March 31, 2025 | Three months to March 31, 2024 | Three months to March 31, 2025 | Three months to March 31, 2024 |
| Canada | 159,075 | 171,640 | 22,476 | 19,878 | 47,401 | 70,590 | 470 | (1) |
| USA | 26,127 | 24,374 | 2,372 | (7,448) | 99,647 | 101,869 | 20 | 26 |
| Jamaica | 87,489 | 76,795 | 15,042 | 6,895 | 75,864 | 41,702 | 31,653 | 31,018 |
| Barbados | 32,815 | 30,972 | 7,328 | 4,619 | 11,130 | 7,250 | 2,855 | 1,542 |
| Trinidad & Tobago | 28,889 | 27,318 | 4,839 | 2,695 | 8,252 | 17,060 | 1,568 | 956 |
| Other Caribbean | 25,190 | 24,120 | 6,119 | 3,104 | 7,804 | 10,836 | 1,509 | 1,256 |
| | **359,585** | **355,219** | **58,176** | **29,743** | **250,098** | **249,307** | **38,075** | **34,797** |

**3. SEGMENTS (continued)**

**3.5 Revenues from fees recognised**

The following table discloses revenue from fees recognised by reportable segment.

| | Fees recognised | | |
|---|---|---|---|
| **Three months ended March 31, 2025** | **- at a point in time** | **- over time** | **Total** |
| Amounts in US $000 | | | |
| Sagicor Canada | - | - | - |
| Sagicor Life USA | 22 | - | 22 |
| Sagicor Jamaica | 20,028 | 11,122 | 31,150 |
| Sagicor Life | - | 1,459 | 1,459 |
| Head office and other | 202 | 1,508 | 1,710 |
| | **20,252** | **14,089** | **34,341** |

| | Fees recognised | | |
|---|---|---|---|
| **Three months ended March 31, 2024** | **- at a point in time** | **- over time** | **Total** |
| Amounts in US $000 | | | |
| Sagicor Canada | - | - | - |
| Sagicor Life USA | 26 | - | 26 |
| Sagicor Jamaica | 16,299 | 10,492 | 26,791 |
| Sagicor Life | - | 1,467 | 1,467 |
| Head office and other | - | 1,446 | 1,446 |
| | **16,325** | **13,405** | **29,730** |

## 4. FINANCIAL INVESTMENTS

### 4.1 Analysis of financial investments

| Amounts in US $000 | March 31, 2025 | | December 31, 2024 | |
|---|---|---|---|---|
| | Carrying value | Fair value | Carrying value | Fair value |
| **Investments at FVTOCI:** | | | | |
| Debt securities | 1,441,809 | 1,441,809 | 1,426,647 | 1,426,647 |
| Equity securities | 748 | 748 | 696 | 696 |
| | 1,442,557 | 1,442,557 | 1,427,343 | 1,427,343 |
| **Investments at FVTPL:** | | | | |
| Money market funds | 294,187 | 294,187 | 202,154 | 202,154 |
| Debt securities | 11,558,241 | 11,558,241 | 11,194,919 | 11,194,919 |
| Equity securities | 2,866,453 | 2,866,453 | 2,902,232 | 2,902,232 |
| Derivative financial instruments | 10,842 | 10,842 | 15,094 | 15,094 |
| Mortgage loans | 26,950 | 26,950 | 27,277 | 27,277 |
| | 14,756,673 | 14,756,673 | 14,341,676 | 14,341,676 |
| **Investments at amortised cost:** | | | | |
| Debt securities | 131,270 | 130,584 | 127,484 | 126,753 |
| Mortgage loans | 900,163 | 884,514 | 865,327 | 851,547 |
| Finance loans | 772,980 | 742,101 | 752,541 | 728,478 |
| Securities purchased for resale | 34,252 | 34,252 | 25,192 | 25,192 |
| Deposits | 352,399 | 352,399 | 316,476 | 316,476 |
| | 2,191,064 | 2,143,850 | 2,087,020 | 2,048,446 |
| **Total financial investments** | **18,390,294** | **18,343,080** | **17,856,039** | **17,817,465** |

## 4. FINANCIAL INVESTMENTS (continued)

### 4.1 Analysis of financial investments (continued)

| Non-derivative investments at FVTPL | FVTPL mandatory classification | FVTPL designation by election | Total |
|---|---|---|---|
| Amounts in US $000 | | | |
| **March 31, 2025** | | | |
| Equity securities | 2,866,453 | - | 2,866,453 |
| Money market funds | 285,474 | 8,713 | 294,187 |
| Debt securities | 4,484,966 | 7,073,275 | 11,558,241 |
| Mortgage loans | - | 26,950 | 26,950 |
| | **7,636,893** | **7,108,938** | **14,745,831** |
| **December 31, 2024** | | | |
| Equity securities | 2,902,232 | - | 2,902,232 |
| Money market funds | 185,305 | 16,849 | 202,154 |
| Debt securities | 4,202,325 | 6,992,594 | 11,194,919 |
| Mortgage loans | - | 27,277 | 27,277 |
| | **7,289,862** | **7,036,720** | **14,326,582** |

## 4. FINANCIAL INVESTMENTS (continued)

### 4.1 Analysis of financial investments (continued)

| Amounts in US $000 | March 31, 2025 | December 31, 2024 |
|---|---|---|
| **Debt securities and money market funds:** | | |
| Government & government-guaranteed debt securities | 4,949,510 | 4,870,059 |
| Collateralised mortgage obligations | 1,494,473 | 1,422,078 |
| Corporate debt securities | 6,597,244 | 6,368,365 |
| Money market funds and other securities | 384,280 | 290,702 |
| | **13,425,507** | **12,951,204** |
| Included in financial investments are: | | |
| Exchange-traded funds included in equity securities | 1,099,666 | 1,128,537 |
| Debt securities issued by associates | 17,217 | 17,287 |
| Mutual funds managed by the Group | 196,151 | 198,689 |

### 4.2 Financial investments repledged

Debt securities are pledged as collateral under repurchase agreements with customers and other financial institutions and for security relating to overdraft and other facilities with other financial institutions. Of the assets pledged as security, the following represents the total for those assets pledged for which the transferee has the right by contract or custom to sell or repledge the collateral.

| Amounts in US $000 | March 31, 2025 | December 31, 2024 |
|---|---|---|
| Financial investments repledged | 722,619 | 696,750 |
| **Statement of financial position presentation** | | |
| Financial investments | 17,667,675 | 17,159,289 |
| Financial investments repledged | 722,619 | 696,750 |
| | **18,390,294** | **17,856,039** |

## 4. FINANCIAL INVESTMENTS (continued)

### 4.2 Financial investments repledged (continued)

**Analysis of financial investments repledged**

| Amounts in US $000 | March 31, 2025 | December 31, 2024 |
|---|---|---|
| | Pledged value | Pledged value |
| **Investments at FVTOCI:** | | |
| Debt securities | 556,233 | 551,572 |
| **Investments at FVTPL:** | | |
| Debt securities | 63,154 | 63,214 |
| **Investments at amortised cost:** | | |
| Securities purchased for resale | - | 37 |
| Deposits | 103,232 | 81,927 |
| | 103,232 | 81,964 |
| **Financial investments repledged** | **722,619** | **696,750** |

### 4.3 Contracts with direct participation features

| Amounts in US $000 | March 31, 2025 | | December 31, 2024 | |
|---|---|---|---|---|
| | Carrying value | Fair value | Carrying value | Fair value |
| **Contracts with direct participation features** | | | | |
| **Underlying assets:** | | | | |
| Debt securities | 57,751 | 57,751 | 137,595 | 137,595 |
| Equity securities | 208,348 | 208,348 | 212,548 | 212,548 |
| | 266,099 | 266,099 | 350,143 | 350,143 |
| **Other investments** | 18,124,195 | 18,076,981 | 17,505,896 | 17,467,322 |
| **Total financial investments** | **18,390,294** | **18,343,080** | **17,856,039** | **17,817,465** |

## 5. INSURANCE, REINSURANCE AND INVESTMENT CONTRACT ASSETS AND LIABILITIES

The table below presents a summary of insurance, reinsurance and investment contract assets and liabilities held by the Group. Additional to the disclosures in note 5 related to insurance contract assets and liabilities, reinsurance contract assets and liabilities as well as investment contract liabilities, specific segregated funds insurance contract liabilities disclosures are separately disclosed in note 8.

| | As of March 31, 2025 | | |
|---|---|---|---|
| Amounts in US $000 | **Current portion** | **Non-current portion** | **Total** |
| Insurance contract assets | 3,454 | 3,324 | **6,778** |
| Insurance contract liabilities | (1,042,707) | (15,429,322) | **(16,472,029)** |
| Reinsurance contract assets | 298,299 | 2,604,307 | **2,902,606** |
| Reinsurance contract liabilities | (3,877) | (10,125) | **(14,002)** |
| Investment contract liabilities | (384,702) | (82,845) | **(467,547)** |
| Segregated funds insurance contract liabilities (note 8) | (28,571) | (396,339) | **(424,910)** |
| | **As of December 31, 2024** | | |
| Amounts in US $000 | **Current portion** | **Non-current portion** | **Total** |
| Insurance contract assets | 2,814 | 2,072 | **4,886** |
| Insurance contract liabilities | (1,068,707) | (15,007,016) | **(16,075,723)** |
| Reinsurance contract assets | 297,563 | 2,592,685 | **2,890,248** |
| Reinsurance contract liabilities | (3,326) | (11,375) | **(14,701)** |
| Investment contract liabilities | (384,922) | (81,626) | **(466,548)** |
| Segregated funds insurance contract liabilities (note 8) | (31,548) | (415,674) | **(447,222)** |
| | **As of March 31, 2024** | | |
| Amounts in US $000 | **Current portion** | **Non-current portion** | **Total** |
| Insurance contract assets | 3,466 | 5,701 | **9,167** |
| Insurance contract liabilities | (841,152) | (14,780,872) | **(15,622,024)** |
| Reinsurance contract assets | 308,571 | 2,756,024 | **3,064,595** |
| Reinsurance contract liabilities | 124 | (16,216) | **(16,092)** |
| Investment contract liabilities | (384,281) | (89,586) | **(473,867)** |
| Segregated funds insurance contract liabilities (note 8) | (25,984) | (456,802) | **(482,786)** |

## 5. INSURANCE, REINSURANCE AND INVESTMENT CONTRACT ASSETS AND LIABILITIES (continued)

The following table presents insurance contract and reinsurance contract assets and liabilities and summarises those contracts which are measured under the premium allocation approach (PAA) and those which are not measured under the PAA.

| Amounts in US $000 | As of March 31, 2025 | As of December 31, 2024 | As of March 31, 2024 |
|---|---|---|---|
| **Insurance contracts issued (includes direct participation contracts)** | | | |
| Contracts measured under PAA - net (asset) / liability, end of period | 161,577 | 169,146 | 141,838 |
| Contracts not measured under PAA (GMM/ VFA) - net (asset) / liability, end of period | 16,303,674 | 15,901,691 | 15,471,019 |
| **Total - Net (asset) / liability, end of period** | **16,465,251** | **16,070,837** | **15,612,857** |
| | | | |
| **Reinsurance contracts held** | | | |
| Contracts measured under PAA - net asset / (liability), end of period | 31,796 | 31,535 | 16,606 |
| Contracts not measured under PAA (GMM) - net asset / (liability), end of period | 2,856,808 | 2,844,012 | 3,031,897 |
| **Total - Net asset / (liability), end of period** | **2,888,604** | **2,875,547** | **3,048,503** |

## 5. INSURANCE, REINSURANCE AND INVESTMENT CONTRACT ASSETS AND LIABILITIES (continued)

The following tables explain the components of insurance contract and reinsurance contract assets and liabilities, in addition to changes in these balances for the period.

### 5.1 INSURANCE CONTRACTS ISSUED

**(i) Contracts measured under PAA**

**(a) Reconciliation of the liability for remaining coverage and the liability for incurred claims components**

| Amounts in US $000 | Three months to March 31, 2025 | | | | | |
|---|---|---|---|---|---|---|
| | LRC | | LIC | | | |
| **Insurance contracts issued<br>Contracts measured under PAA** | **Excluding loss component** | **Loss component** | **Present value of future cash flows** | **Risk adjustment for non-financial risk** | **Insurance acquisition cash flows asset** | **Total** |
| Insurance contract liabilities, beginning of period | 34,639 | - | 128,923 | 5,668 | - | 169,230 |
| Insurance contract assets, beginning of period | (71) | - | (11) | (2) | - | (84) |
| **Net balance – (asset) / liability, beginning of period** | **34,568** | **-** | **128,912** | **5,666** | **-** | **169,146** |
| **Insurance revenue** | **(112,541)** | **-** | **-** | **-** | **-** | **(112,541)** |
| **Insurance service expenses** | | | | | | |
| Incurred claims and other directly attributable expenses | - | - | 66,503 | (225) | - | 66,278 |
| Changes that relate to past service – adjustments to the LIC | - | - | - | - | - | - |
| Losses on onerous contracts and reversal of those losses | - | - | - | - | - | - |
| Impairment losses recognised during the period | - | - | - | - | - | - |
| Reversal of impairment losses recognised in prior periods | - | - | - | - | - | - |
| Insurance acquisition cash flows amortisation | 15,239 | - | - | - | - | 15,239 |
| **Total insurance service expenses** | **15,239** | **-** | **66,503** | **(225)** | **-** | **81,517** |
| **Total amounts recognised in the insurance services result** | **(97,302)** | **-** | **66,503** | **(225)** | **-** | **(31,024)** |
| Finance (income) / expenses from insurance contracts issued | - | - | - | - | - | - |
| Effect of exchange rate changes | (187) | - | (978) | (37) | - | (1,202) |
| **Total amounts recognised in total comprehensive income** | **(97,489)** | **-** | **65,525** | **(262)** | **-** | **(32,226)** |
| Investment components | - | - | - | - | - | - |
| Other changes | - | - | - | - | - | - |

## 5. INSURANCE, REINSURANCE AND INVESTMENT CONTRACT ASSETS AND LIABILITIES (continued)

### 5.1 INSURANCE CONTRACTS ISSUED (continued)

**(i) Contracts measured under PAA (continued)**

**(a) Reconciliation of the liability for remaining coverage and the liability for incurred claims components**

| Amounts in US $000 | Three months to March 31, 2025 | | | | | |
|---|---|---|---|---|---|---|
| | LRC | | LIC | | Insurance acquisition cash flows asset | Total |
| **Insurance contracts issued Contracts measured under PAA** | **Excluding loss component** | **Loss component** | **Present value of future cash flows** | **Risk adjustment for non-financial risk** | | |
| **Cash flows** | | | | | | |
| Premiums received | 108,613 | - | - | - | - | 108,613 |
| Claims and other directly attributable expenses paid | - | - | (69,875) | - | - | (69,875) |
| Insurance acquisition cash flows | (14,081) | - | - | - | - | (14,081) |
| **Total cash flows** | **94,532** | **-** | **(69,875)** | **-** | **-** | **24,657** |
| Allocation from assets for insurance acquisition cash flows to groups of insurance contracts | - | - | - | - | - | - |
| Other movements | - | - | - | - | - | - |
| **Net balance – (asset) / liability, end of period** | **31,611** | **-** | **124,562** | **5,404** | **-** | **161,577** |
| Insurance contract liabilities, end of period | 34,193 | - | 122,692 | 5,317 | - | 162,202 |
| Insurance contract assets, end of period | (2,582) | - | 1,870 | 87 | - | (625) |
| **Net balance – (asset) / liability, end of period** | **31,611** | **-** | **124,562** | **5,404** | **-** | **161,577** |

## 5. INSURANCE, REINSURANCE AND INVESTMENT CONTRACT ASSETS AND LIABILITIES (continued)

### 5.1 INSURANCE CONTRACTS ISSUED (continued)

**(i) Contracts measured under PAA (continued)**

**(a) Reconciliation of the liability for remaining coverage and the liability for incurred claims components**

| Amounts in US $000 | Three months to March 31, 2024 | | | | | |
|---|---|---|---|---|---|---|
| | LRC | | LIC | | Insurance acquisition cash flows asset | Total |
| **Insurance contracts issued Contracts measured under PAA** | **Excluding loss component** | **Loss component** | **Present value of future cash flows** | **Risk adjustment for non-financial risk** | | |
| Insurance contract liabilities, beginning of period | 34,940 | - | 106,886 | 4,609 | - | 146,435 |
| Insurance contract assets, beginning of period | (1,487) | - | 1,315 | (19) | - | (191) |
| **Net balance – (asset) / liability, beginning of period** | **33,453** | **-** | **108,201** | **4,590** | **-** | **146,244** |
| **Insurance revenue** | **(101,622)** | **-** | **-** | **-** | **-** | **(101,622)** |
| **Insurance service expenses** | | | | | - | |
| Incurred claims and other directly attributable expenses | - | - | 63,320 | (123) | - | 63,197 |
| Changes that relate to past service – adjustments to the LIC | - | - | - | - | - | - |
| Losses on onerous contracts and reversal of those losses | - | - | - | - | - | - |
| Impairment losses recognised during the period | - | - | - | - | - | - |
| Reversal of impairment losses recognised in prior periods | - | - | - | - | - | - |
| Insurance acquisition cash flows amortisation | 14,530 | - | - | - | - | 14,530 |
| **Total insurance service expenses** | **14,530** | **-** | **63,320** | **(123)** | **-** | **77,727** |
| **Total amounts recognised in the insurance services result** | **(87,092)** | **-** | **63,320** | **(123)** | **-** | **(23,895)** |
| Finance (income) / expenses from insurance contracts issued | - | - | - | - | - | - |
| Effect of exchange rate changes | (6) | - | 54 | 1 | - | 49 |
| **Total amounts recognised in total comprehensive income** | **(87,098)** | **-** | **63,374** | **(122)** | **-** | **(23,846)** |
| Investment components | - | - | - | - | - | - |
| Other changes | (1) | - | 26 | - | - | 25 |

## 5. INSURANCE, REINSURANCE AND INVESTMENT CONTRACT ASSETS AND LIABILITIES (continued)

### 5.1 INSURANCE CONTRACTS ISSUED (continued)

**(i) Contracts measured under PAA (continued)**

**(a) Reconciliation of the liability for remaining coverage and the liability for incurred claims components**

| Amounts in US $000 | Three months to March 31, 2024 | | | | | |
|---|---|---|---|---|---|---|
| | LRC | | LIC | | Insurance acquisition cash flows asset | Total |
| **Insurance contracts issued Contracts measured under PAA** | **Excluding loss component** | **Loss component** | **Present value of future cash flows** | **Risk adjustment for non-financial risk** | | |
| **Cash flows** | | | | | | |
| Premiums received | 96,200 | - | - | - | - | 96,200 |
| Claims and other directly attributable expenses paid | - | - | (61,789) | - | - | (61,789) |
| Insurance acquisition cash flows | (14,996) | - | - | - | - | (14,996) |
| **Total cash flows** | **81,204** | **-** | **(61,789)** | **-** | **-** | **19,415** |
| Allocation from assets for insurance acquisition cash flows to groups of insurance contracts | - | - | - | - | - | - |
| Other movements | - | - | - | - | - | - |
| **Net balance – (asset) / liability, end of period** | **27,558** | **-** | **109,812** | **4,468** | **-** | **141,838** |
| Insurance contract liabilities, end of period | 30,287 | - | 109,235 | 4,608 | - | 144,130 |
| Insurance contract assets, end of period | (2,729) | - | 577 | (140) | - | (2,292) |
| **Net balance – (asset) / liability, end of period** | **27,558** | **-** | **109,812** | **4,468** | **-** | **141,838** |

## 5. INSURANCE, REINSURANCE AND INVESTMENT CONTRACT ASSETS AND LIABILITIES (continued)

### 5.1 INSURANCE CONTRACTS ISSUED (continued)

**(ii) Contracts not measured under PAA**

**(a) Reconciliation of the liability for remaining coverage and the liability for incurred claims components**

| Amounts in US $000 | Three months to March 31, 2025 | | | | |
|---|---|---|---|---|---|
| | LRC | | LIC | Insurance acquisition cash flows asset | Total |
| **Insurance contracts issued Contracts not measured under PAA** | **Excluding loss component** | **Loss component** | | | |
| Insurance contract liabilities, beginning of period | 15,286,055 | 322,823 | 297,615 | - | 15,906,493 |
| Insurance contract assets, beginning of period | 1,329 | 90 | (6,221) | - | (4,802) |
| **Net balance – (asset) / liability, beginning of period** | **15,287,384** | **322,913** | **291,394** | **-** | **15,901,691** |
| **Insurance revenue** | **(247,044)** | **-** | **-** | **-** | **(247,044)** |
| **Insurance service expenses** | | | | | |
| Incurred claims and other directly attributable expenses | - | (4,077) | 160,445 | - | 156,368 |
| Changes that relate to past service – adjustments to the LIC | - | - | - | - | - |
| Losses on onerous contracts and reversal of those losses | - | 4,206 | - | - | 4,206 |
| Impairment losses recognised during the period | - | - | - | - | - |
| Reversal of impairment losses recognised in prior periods | - | - | - | - | - |
| Insurance acquisition cash flows amortisation | 17,854 | - | - | - | 17,854 |
| **Total insurance service expenses** | **17,854** | **129** | **160,445** | **-** | **178,428** |
| **Total amounts recognised in the insurance services result** | **(229,190)** | **129** | **160,445** | **-** | **(68,616)** |
| Finance (income) / expenses from insurance contracts issued | 220,082 | 3,597 | 341 | - | 224,020 |
| Effect of exchange rate changes | 1,982 | (513) | (70) | - | 1,399 |
| **Total amounts recognised in total comprehensive income** | **(7,126)** | **3,213** | **160,716** | **-** | **156,803** |
| Investment components | (251,250) | - | 251,250 | - | - |
| Other changes | - | - | - | - | - |

## 5. INSURANCE, REINSURANCE AND INVESTMENT CONTRACT ASSETS AND LIABILITIES (continued)

### 5.1 INSURANCE CONTRACTS ISSUED (continued)

**(ii) Contracts not measured under PAA (continued)**

**(a) Reconciliation of the liability for remaining coverage and the liability for incurred claims components**

| Amounts in US $000 | Three months to March 31, 2025 | | | | |
|---|---|---|---|---|---|
| | LRC | | LIC | Insurance acquisition cash flows asset | Total |
| **Insurance contracts issued**<br>**Contracts not measured under PAA** | **Excluding loss component** | **Loss component** | | | |
| **Cash flows** | | | | | |
| Premiums received | 713,813 | - | - | - | 713,813 |
| Claims and other directly attributable expenses paid | - | - | (393,511) | - | (393,511) |
| Insurance acquisition cash flows | (75,122) | - | - | - | (75,122) |
| **Total cash flows** | **638,691** | **-** | **(393,511)** | **-** | **245,180** |
| Allocation from assets for insurance acquisition cash flows to groups of insurance contracts | - | - | - | - | - |
| Other movements | - | - | - | - | - |
| **Net balance – (asset) / liability, end of period** | **15,667,699** | **326,126** | **309,849** | **-** | **16,303,674** |
| Insurance contract liabilities, end of period | 15,666,281 | 326,016 | 317,530 | - | 16,309,827 |
| Insurance contract assets, end of period | 1,418 | 110 | (7,681) | - | (6,153) |
| **Net balance – (asset) / liability, end of period** | **15,667,699** | **326,126** | **309,849** | **-** | **16,303,674** |

## 5. INSURANCE, REINSURANCE AND INVESTMENT CONTRACT ASSETS AND LIABILITIES (continued)

### 5.1 INSURANCE CONTRACTS ISSUED (continued)

**(ii) Contracts not measured under PAA (continued)**

**(a) Reconciliation of the liability for remaining coverage and the liability for incurred claims components**

| Amounts in US $000 | Three months to March 31, 2024 | | | | |
|---|---|---|---|---|---|
| | LRC | | LIC | Insurance acquisition cash flows asset | Total |
| **Insurance contracts issued**<br>**Contracts not measured under PAA** | **Excluding loss component** | **Loss component** | | | |
| Insurance contract liabilities, beginning of period | 15,050,930 | 265,528 | 269,321 | - | 15,585,779 |
| Insurance contract assets, beginning of period | 452 | - | (1,534) | - | (1,082) |
| **Net balance – (asset) / liability, beginning of period** | **15,051,382** | **265,528** | **267,787** | **-** | **15,584,697** |
| **Insurance revenue** | **(253,597)** | **-** | **-** | **-** | **(253,597)** |
| **Insurance service expenses** | | | | - | |
| Incurred claims and other directly attributable expenses | - | (3,585) | 179,184 | - | 175,599 |
| Changes that relate to past service – adjustments to the LIC | - | - | - | - | - |
| Losses on onerous contracts and reversal of those losses | - | 25,195 | - | - | 25,195 |
| Impairment losses recognised during the period | - | - | - | - | - |
| Reversal of impairment losses recognised in prior periods | - | - | - | - | - |
| Insurance acquisition cash flows amortisation | 10,117 | - | - | - | 10,117 |
| **Total insurance service expenses** | **10,117** | **21,610** | **179,184** | **-** | **210,911** |
| **Total amounts recognised in the insurance services result** | **(243,480)** | **21,610** | **179,184** | **-** | **(42,686)** |
| Finance (income) / expenses from insurance contracts issued | 66,833 | 2,881 | 269 | - | 69,983 |
| Effect of exchange rate changes | (210,637) | 11 | (1,974) | - | (212,600) |
| **Total amounts recognised in total comprehensive income** | **(387,284)** | **24,502** | **177,479** | **-** | **(185,303)** |
| Investment components | (267,406) | - | 267,406 | - | - |
| Other changes | - | 3 | (3) | - | - |

## 5. INSURANCE, REINSURANCE AND INVESTMENT CONTRACT ASSETS AND LIABILITIES (continued)

### 5.1 INSURANCE CONTRACTS ISSUED (continued)

**(ii) Contracts not measured under PAA (continued)**

**(a) Reconciliation of the liability for remaining coverage and the liability for incurred claims components**

| Amounts in US $000 | Three months to March 31, 2024 | | | | |
|---|---|---|---|---|---|
| | LRC | | LIC | Insurance acquisition cash flows asset | Total |
| **Insurance contracts issued Contracts not measured under PAA** | **Excluding loss component** | **Loss component** | | | |
| **Cash flows** | | | | | |
| Premiums received | 549,538 | - | - | - | 549,538 |
| Claims and other directly attributable expenses paid | - | - | (410,031) | - | (410,031) |
| Insurance acquisition cash flows | (67,882) | - | - | - | (67,882) |
| **Total cash flows** | **481,656** | **-** | **(410,031)** | **-** | **71,625** |
| Allocation from assets for insurance acquisition cash flows to groups of insurance contracts | - | - | - | - | - |
| Other movements | - | - | - | - | - |
| **Net balance – (asset) / liability, end of period** | **14,878,348** | **290,033** | **302,638** | **-** | **15,471,019** |
| Insurance contract liabilities, end of period | 14,884,220 | 290,000 | 303,674 | - | 15,477,894 |
| Insurance contract assets, end of period | (5,872) | 33 | (1,036) | - | (6,875) |
| **Net balance – (asset) / liability, end of period** | **14,878,348** | **290,033** | **302,638** | **-** | **15,471,019** |

## 5. INSURANCE, REINSURANCE AND INVESTMENT CONTRACT ASSETS AND LIABILITIES (continued)

### 5.1 INSURANCE CONTRACTS ISSUED (continued)

**(ii) Contracts not measured under PAA (continued)**

**(b) Reconciliation of the measurement components of insurance contract balances**

Amounts in US $000

| Insurance contracts issued<br>Contracts not measured under PAA | Three months to March 31, 2025 | | | | | Three months to March 31, 2024 | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | Present value of future cash flows | Risk adjustment for non-financial risk | CSM | Insurance acquisition cash flows asset | Total | Present value of future cash flows | Risk adjustment for non-financial risk | CSM | Insurance acquisition cash flows asset | Total |
| Insurance contract liabilities, beginning of period | 12,787,867 | 1,243,094 | 1,875,532 | - | 15,906,493 | 12,380,332 | 1,303,806 | 1,901,641 | - | 15,585,779 |
| Insurance contract assets, beginning of period | (6,875) | 879 | 1,194 | - | (4,802) | (1,135) | 4 | 49 | - | (1,082) |
| **Net balance – (asset) / liability, beginning of period** | **12,780,992** | **1,243,973** | **1,876,726** | **-** | **15,901,691** | **12,379,197** | **1,303,810** | **1,901,690** | **-** | **15,584,697** |
| **Changes that relate to current service** | | | | | | | | | | |
| CSM recognised in net (income) / loss for the services provided | - | - | (56,822) | - | (56,822) | - | - | (59,151) | - | (59,151) |
| Change in the risk adjustment for non-financial risk for risk expired | - | (24,090) | - | - | (24,090) | - | (24,259) | - | - | (24,259) |
| Experience adjustments – relating to insurance service expenses | 8,090 | - | - | - | 8,090 | 15,529 | - | - | - | 15,529 |
| | **8,090** | **(24,090)** | **(56,822)** | **-** | **(72,822)** | **15,529** | **(24,259)** | **(59,151)** | **-** | **(67,881)** |
| **Changes that relate to future service** | | | | | | | | | | |
| Changes in estimate that adjust the CSM | 21,459 | (378) | (21,080) | - | 1 | 1,856 | (718) | (1,138) | - | - |
| Changes in estimates that result in onerous contract losses or reversal of losses | 2,916 | 224 | - | - | 3,140 | 25,014 | (74) | - | - | 24,940 |
| Contracts initially recognised in the period | (63,897) | 21,256 | 43,706 | - | 1,065 | (60,460) | 20,619 | 40,096 | - | 255 |
| | **(39,522)** | **21,102** | **22,626** | **-** | **4,206** | **(33,590)** | **19,827** | **38,958** | **-** | **25,195** |
| **Changes that relate to past service** | | | | | | | | | | |
| Changes that relate to past service – adjustments to the LIC | - | - | - | - | - | - | - | - | - | - |
| Experience adjustments – arising from premiums received in the period | - | - | - | - | - | - | - | - | - | - |
| Impairment losses recognised during the period | - | - | - | - | - | - | - | - | - | - |
| **Total amounts recognised in the insurance service result** | **(31,432)** | **(2,988)** | **(34,196)** | **-** | **(68,616)** | **(18,061)** | **(4,432)** | **(20,193)** | **-** | **(42,686)** |
| Finance (income) / expenses from insurance contracts issued | 173,566 | 26,249 | 24,205 | - | 224,020 | 67,753 | (22,540) | 24,770 | - | 69,983 |
| Effect of exchange rate changes | 3,246 | 100 | (1,947) | - | 1,399 | (162,020) | (23,226) | (27,354) | - | (212,600) |
| **Total amounts recognised in total comprehensive income** | **145,380** | **23,361** | **(11,938)** | **-** | **156,803** | **(112,328)** | **(50,198)** | **(22,777)** | **-** | **(185,303)** |
| Other changes | - | - | - | - | - | - | - | - | - | - |

## 5. INSURANCE, REINSURANCE AND INVESTMENT CONTRACT ASSETS AND LIABILITIES (continued)

### 5.1 INSURANCE CONTRACTS ISSUED (continued)

**(ii) Contracts not measured under PAA (continued)**

**(b) Reconciliation of the measurement components of insurance contract balances**

Amounts in US $000

| Insurance contracts issued<br>Contracts not measured under PAA | Three months to March 31, 2025 | | | | | Three months to March 31, 2024 | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | **Present value of future cash flows** | **Risk adjustment for non-financial risk** | **CSM** | **Insurance acquisition cash flows asset** | **Total** | **Present value of future cash flows** | **Risk adjustment for non-financial risk** | **CSM** | **Insurance acquisition cash flows asset** | **Total** |
| **Cash flows** | | | | | | | | | | |
| Premiums received | 713,813 | - | - | - | 713,813 | 549,538 | - | - | - | 549,538 |
| Claims and other directly attributable expenses paid | (393,511) | - | - | - | (393,511) | (410,031) | - | - | - | (410,031) |
| Insurance acquisition cash flows | (75,122) | - | - | - | (75,122) | (67,882) | - | - | - | (67,882) |
| **Total cash flows** | **245,180** | **-** | **-** | **-** | **245,180** | **71,625** | **-** | **-** | **-** | **71,625** |
| Allocation from assets for insurance acquisition cash flows to groups of insurance contracts | - | - | - | - | - | - | - | - | - | - |
| Other movements | - | - | - | - | - | - | - | - | - | - |
| **Net balance – (asset) / liability, end of period** | **13,171,552** | **1,267,334** | **1,864,788** | **-** | **16,303,674** | **12,338,494** | **1,253,612** | **1,878,913** | **-** | **15,471,019** |
| Insurance contract liabilities, end of period | 13,179,805 | 1,266,455 | 1,863,567 | - | 16,309,827 | 12,351,470 | 1,251,149 | 1,875,275 | - | 15,477,894 |
| Insurance contract assets, end of period | (8,253) | 879 | 1,221 | - | (6,153) | (12,976) | 2,463 | 3,638 | - | (6,875) |
| **Net balance – (asset) / liability, end of period** | **13,171,552** | **1,267,334** | **1,864,788** | **-** | **16,303,674** | **12,338,494** | **1,253,612** | **1,878,913** | **-** | **15,471,019** |

## 5. INSURANCE, REINSURANCE AND INVESTMENT CONTRACT ASSETS AND LIABILITIES (continued)

### 5.1 INSURANCE CONTRACTS ISSUED (continued)

**(c) Impact of contracts recognised in the period**

Amounts in US $000

| Insurance contracts issued | As of March 31, 2025 | | | | | As of March 31, 2024 | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | Contracts issued | | Contracts acquired | | Total | Contracts issued | | Contracts acquired | | Total |
| | Non-onerous | Onerous | Non-onerous | Onerous | | Non-onerous | Onerous | Non-onerous | Onerous | |
| **Estimates of present value of future cash outflows** | | | | | | | | | | |
| Insurance acquisition cash flows | 62,395 | 1,954 | - | - | 64,349 | 44,220 | 1,866 | - | - | 46,086 |
| Claims and other directly attributable expenses | 509,781 | 4,016 | - | - | 513,797 | 333,240 | 10,293 | - | - | 343,533 |
| **Estimates of present value of future cash outflows** | **572,176** | **5,970** | **-** | **-** | **578,146** | **377,460** | **12,159** | **-** | **-** | **389,619** |
| Estimates of present value of future cash inflows | (636,211) | (5,832) | - | - | (642,043) | (437,542) | (12,536) | - | - | (450,078) |
| Risk adjustment for non-financial risk | 20,328 | 928 | - | - | 21,256 | 19,986 | 632 | - | - | 20,618 |
| CSM | 43,706 | - | - | - | 43,706 | 40,096 | - | - | - | 40,096 |
| **Increase / (decrease) in insurance contract liabilities from contracts recognised in the period** | **(1)** | **1,066** | **-** | **-** | **1,065** | **-** | **255** | **-** | **-** | **255** |

## 5. INSURANCE, REINSURANCE AND INVESTMENT CONTRACT ASSETS AND LIABILITIES (continued)

### 5.1 INSURANCE CONTRACTS ISSUED (continued)

**d) Amounts determined on transition to IFRS 17 – Insurance revenue and the CSM by transition method**

| Amounts in US $000 | Three months to March 31, 2025 | | | Three months to March 31, 2024 | | |
|---|---|---|---|---|---|---|
| **Insurance contracts issued** | **New contracts and contracts measured under the full retrospective approach at transition** | **Contracts measured under the fair value approach at transition** | **Total** | **New contracts and contracts measured under the full retrospective approach at transition** | **Contracts measured under the fair value approach at transition** | **Total** |
| **Insurance revenue** | **211,402** | **35,642** | **247,044** | **213,723** | **39,874** | **253,597** |
| **CSM, beginning of period** | **1,757,930** | **118,796** | **1,876,726** | **1,735,475** | **166,215** | **1,901,690** |
| **Changes that relate to current service** | | | | | | |
| CSM recognised in net (income) / loss for the services provided | (52,385) | (4,437) | (56,822) | (54,324) | (4,827) | (59,151) |
| **Changes that relate to future service** | | | | | | |
| Changes in estimates that adjust the CSM | (18,879) | (2,201) | (21,080) | (21,975) | 20,837 | (1,138) |
| Contracts initially recognised in the period | 43,706 | - | 43,706 | 40,068 | 28 | 40,096 |
| | (27,558) | (6,638) | (34,196) | (36,231) | 16,038 | (20,193) |
| Finance (income) / expenses from insurance contracts issued | 22,791 | 1,414 | 24,205 | 23,012 | 1,758 | 24,770 |
| Effect of exchange rate changes | (1,969) | 22 | (1,947) | (27,696) | 342 | (27,354) |
| **Total amounts recognised in total comprehensive income** | **(6,736)** | **(5,202)** | **(11,938)** | **(40,915)** | **18,138** | **(22,777)** |
| Other changes | - | - | - | - | - | - |
| **CSM, end of period** | **1,751,194** | **113,594** | **1,864,788** | **1,694,560** | **184,353** | **1,878,913** |

## 5. INSURANCE, REINSURANCE AND INVESTMENT CONTRACT ASSETS AND LIABILITIES (continued)

### 5.2 REINSURANCE CONTRACTS HELD

**(i) Contracts measured under PAA**

**(a) Reconciliation of the remaining coverage and the incurred claims components**

Amounts in US $000

| Reinsurance contracts held<br>Contracts measured under the PAA | Three months to March 31, 2025 | | | | | Three months to March 31, 2024 | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | Remaining coverage | | Incurred claims | | Total | Remaining coverage | | Incurred claims | | Total |
| | Excluding loss recovery component | Loss recovery component | Present value of future cash flows | Risk adjustment for non-financial risk | | Excluding loss recovery component | Loss recovery component | Present value of future cash flows | Risk adjustment for non-financial risk | |
| Reinsurance contract liabilities, beginning of period | (3,283) | - | 451 | 5 | (2,827) | (2,035) | - | 415 | 17 | (1,603) |
| Reinsurance contract assets, beginning of period | 14,049 | - | 19,291 | 1,022 | 34,362 | 10,908 | - | 17,403 | 899 | 29,210 |
| **Net balance – asset / (liability), beginning of period** | **10,766** | **-** | **19,742** | **1,027** | **31,535** | **8,873** | **-** | **17,818** | **916** | **27,607** |
| **Net income / (expenses) from reinsurance contracts held** | | | | | | | | | | |
| Reinsurance expenses | (24,001) | - | - | - | (24,001) | (23,477) | - | - | - | (23,477) |
| Other incurred directly attributable expenses | - | - | - | - | - | - | - | - | - | - |
| Claims recovered | - | - | 7,295 | (15) | 7,280 | - | - | 5,748 | - | 5,748 |
| Changes that relate to past service – adjustments to incurred claims | - | - | - | - | - | - | - | - | - | - |
| Loss-recovery of onerous underlying contracts and adjustments | - | - | - | - | - | - | - | - | - | - |
| Effect of changes in the risk of reinsurers' non-performance | - | - | - | - | - | - | - | - | - | - |
| **Net income / (expenses) from reinsurance contracts held** | **(24,001)** | **-** | **7,295** | **(15)** | **(16,721)** | **(23,477)** | **-** | **5,748** | **-** | **(17,729)** |
| Finance income / (expenses) from reinsurance contracts held | - | - | - | - | - | - | - | - | - | - |
| Effect of exchange rate changes | (57) | - | (133) | (7) | (197) | (13) | - | (5) | - | (18) |
| **Total amounts recognised in total comprehensive income** | **(24,058)** | **-** | **7,162** | **(22)** | **(16,918)** | **(23,490)** | **-** | **5,743** | **-** | **(17,747)** |
| Investment components | - | - | - | - | - | - | - | - | - | - |
| Other changes | - | - | (164) | - | (164) | - | - | - | - | - |

## 5. INSURANCE, REINSURANCE AND INVESTMENT CONTRACT ASSETS AND LIABILITIES (continued)

### 5.2 REINSURANCE CONTRACTS HELD (continued)

**(i) Contracts measured under PAA (continued)**

**(a) Reconciliation of the remaining coverage and the incurred claims components**

Amounts in US $000

| | Three months to March 31, 2025 | | | | | Three months to March 31, 2024 | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | Remaining coverage | | Incurred claims | | | Remaining coverage | | Incurred claims | | |
| **Reinsurance contracts held Contracts measured under the PAA** | **Excluding loss recovery component** | **Loss recovery component** | **Present value of future cash flows** | **Risk adjustment for non-financial risk** | **Total** | **Excluding loss recovery component** | **Loss recovery component** | **Present value of future cash flows** | **Risk adjustment for non-financial risk** | **Total** |
| **Cash flows** | | | | | | | | | | |
| Premiums paid net of ceding commissions and other directly attributable expenses paid | 23,877 | - | - | - | 23,877 | 12,342 | - | - | - | 12,342 |
| Recoveries from reinsurance | - | - | (6,534) | - | (6,534) | - | - | (5,596) | - | (5,596) |
| **Total cash flows** | **23,877** | **-** | **(6,534)** | **-** | **17,343** | **12,342** | **-** | **(5,596)** | **-** | **6,746** |
| **Net balance – asset / (liability), end of period** | **10,585** | **-** | **20,206** | **1,005** | **31,796** | **(2,275)** | **-** | **17,965** | **916** | **16,606** |
| Reinsurance contract liabilities, end of period | (4,856) | - | 1,610 | 10 | (3,236) | (4,020) | - | 2,158 | (6) | (1,868) |
| Reinsurance contract assets, end of period | 15,441 | - | 18,596 | 995 | 35,032 | 1,745 | - | 15,807 | 922 | 18,474 |
| **Net balance – asset / (liability), end of period** | **10,585** | **-** | **20,206** | **1,005** | **31,796** | **(2,275)** | **-** | **17,965** | **916** | **16,606** |

## 5. INSURANCE, REINSURANCE AND INVESTMENT CONTRACT ASSETS AND LIABILITIES (continued)

### 5.2 REINSURANCE CONTRACTS HELD (continued)

**(ii) Contracts not measured under PAA**

**(a) Reconciliation of the remaining coverage and the incurred claims components**

Amounts in US $000

| Reinsurance contracts held<br>Contracts not measured under the PAA | Three months to March 31, 2025 | | | | Three months to March 31, 2024 | | | |
|---|---|---|---|---|---|---|---|---|
| | Remaining coverage | | Incurred claims | Total | Remaining coverage | | Incurred claims | Total |
| | Excluding loss recovery component | Loss recovery component | | | Excluding loss recovery component | Loss recovery component | | |
| Reinsurance contract liabilities, beginning of period | (10,154) | 84 | (1,804) | (11,874) | (12,253) | 243 | (1,187) | (13,197) |
| Reinsurance contract assets, beginning of period | 2,705,724 | 28,104 | 122,058 | 2,855,886 | 3,063,834 | 19,642 | 100,213 | 3,183,689 |
| **Net balance – asset / (liability), beginning of period** | **2,695,570** | **28,188** | **120,254** | **2,844,012** | **3,051,581** | **19,885** | **99,026** | **3,170,492** |
| **Net income / (expenses) from reinsurance contracts held** | | | | | | | | |
| Reinsurance expenses | (110,859) | - | - | (110,859) | (123,159) | - | - | (123,159) |
| Other incurred directly attributable expenses | - | - | - | - | - | - | - | - |
| Claims recovered | - | (367) | 86,604 | 86,237 | - | (931) | 102,972 | 102,041 |
| Changes that relate to past service – adjustments to incurred claims | - | - | - | - | - | - | - | - |
| Changes that relate to future service | - | (121) | - | (121) | - | 2,009 | - | 2,009 |
| Effect of changes in the risk of reinsurers' non-performance | - | - | - | - | - | - | - | - |
| **Net income / (expenses) from reinsurance contracts held** | **(110,859)** | **(488)** | **86,604** | **(24,743)** | **(123,159)** | **1,078** | **102,972** | **(19,109)** |
| Finance income / (expenses) from reinsurance contracts held | 52,968 | 399 | - | 53,367 | (58,222) | 256 | - | (57,966) |
| Effect of exchange rate changes | 2,359 | 2 | 105 | 2,466 | (65,057) | 5 | (2,172) | (67,224) |
| **Total amounts recognised in total comprehensive income** | **(55,532)** | **(87)** | **86,709** | **31,090** | **(246,438)** | **1,339** | **100,800** | **(144,299)** |
| Investment components | (21,361) | - | 21,361 | - | (36,066) | - | 36,066 | - |
| Other changes | - | - | - | - | - | - | - | - |

## 5. INSURANCE, REINSURANCE AND INVESTMENT CONTRACT ASSETS AND LIABILITIES (continued)

### 5.2 REINSURANCE CONTRACTS HELD (continued)

**(ii) Contracts not measured under PAA (continued)**

**(a) Reconciliation of the remaining coverage and the incurred claims components**

Amounts in US $000

| Reinsurance contracts held<br>Contracts not measured under the PAA | Three months to March 31, 2025 | | | | Three months to March 31, 2024 | | | |
|---|---|---|---|---|---|---|---|---|
| | Remaining coverage | | Incurred claims | Total | Remaining coverage | | Incurred claims | Total |
| | Excluding loss recovery component | Loss recovery component | | | Excluding loss recovery component | Loss recovery component | | |
| **Cash flows** | | | | | | | | |
| Premiums paid net of ceding commissions and other directly attributable expenses paid | 84,001 | - | - | 84,001 | 81,055 | - | - | 81,055 |
| Recoveries from reinsurance | - | - | (102,295) | (102,295) | - | - | (75,351) | (75,351) |
| **Total cash flows** | **84,001** | **-** | **(102,295)** | **(18,294)** | **81,055** | **-** | **(75,351)** | **5,704** |
| **Net balance – asset / (liability), end of period** | **2,702,678** | **28,101** | **126,029** | **2,856,808** | **2,850,132** | **21,224** | **160,541** | **3,031,897** |
| Reinsurance contract liabilities, end of period | (8,752) | 100 | (2,114) | (10,766) | (13,584) | 11 | (651) | (14,224) |
| Reinsurance contract assets, end of period | 2,711,430 | 28,001 | 128,143 | 2,867,574 | 2,863,716 | 21,213 | 161,192 | 3,046,121 |
| **Net balance – asset / (liability), end of period** | **2,702,678** | **28,101** | **126,029** | **2,856,808** | **2,850,132** | **21,224** | **160,541** | **3,031,897** |

## 5. INSURANCE, REINSURANCE AND INVESTMENT CONTRACT ASSETS AND LIABILITIES (continued)

### 5.2 REINSURANCE CONTRACTS HELD (continued)

**(ii) Contracts not measured under PAA (continued)**

**(b) Reconciliation of the remaining coverage and the incurred claims components**

Amounts in US $000

| Reinsurance contracts held<br>Contracts not measured under the PAA | Three months to March 31, 2025 | | | | Three months to March 31, 2024 | | | |
|---|---|---|---|---|---|---|---|---|
| | Present value of future cash flows | Risk adjustment for non-financial risk | CSM | Total | Present value of future cash flows | Risk adjustment for non-financial risk | CSM | Total |
| Reinsurance contract liabilities, beginning of period | (19,314) | 2,511 | 4,929 | (11,874) | (33,202) | 4,077 | 15,928 | (13,197) |
| Reinsurance contract assets, beginning of period | 1,679,560 | 524,191 | 652,135 | 2,855,886 | 2,011,420 | 565,016 | 607,253 | 3,183,689 |
| **Net balance – asset / (liability), beginning of period** | **1,660,246** | **526,702** | **657,064** | **2,844,012** | **1,978,218** | **569,093** | **623,181** | **3,170,492** |
| **Changes that relate to current service** | | | | | | | | |
| CSM recognised in net income / (loss) for the services received | - | - | (19,580) | (19,580) | - | - | (17,708) | (17,708) |
| Change in the risk adjustment for non-financial risk for risk expired | - | (10,708) | - | (10,708) | - | (11,379) | - | (11,379) |
| Experience adjustments | 5,666 | - | - | 5,666 | 7,969 | - | - | 7,969 |
| | **5,666** | **(10,708)** | **(19,580)** | **(24,622)** | **7,969** | **(11,379)** | **(17,708)** | **(21,118)** |
| **Changes that relate to future service** | | | | | | | | |
| Changes in estimate that adjust the CSM | 1,878 | (40) | (2,048) | (210) | 3,799 | (287) | (3,513) | (1) |
| Changes in fulfilment cash flows which relate to onerous underlying contracts | 2,192 | (79) | (23) | 2,090 | 917 | 1,679 | (4) | 2,592 |
| Contracts initially recognised in the period | (3,203) | 5,640 | (2,340) | 97 | (3,866) | 5,867 | (1,985) | 16 |
| Changes in the contractual service margin due to changes in a loss-recovery component from onerous underlying contracts | 6 | (1) | (2,103) | (2,098) | (2) | 2 | (598) | (598) |
| | **873** | **5,520** | **(6,514)** | **(121)** | **848** | **7,261** | **(6,100)** | **2,009** |
| **Changes that relate to past service** | | | | | | | | |
| Changes that relate to past service – adjustments to the incurred claims | - | - | - | - | - | - | - | - |
| Experience adjustments – arising from ceded premiums paid during the period | - | - | - | - | - | - | - | - |
| Effect of changes in the risk of reinsurers' non-performance | - | - | - | - | - | - | - | - |
| | **-** | **-** | **-** | **-** | **-** | **-** | **-** | **-** |

## 5. INSURANCE, REINSURANCE AND INVESTMENT CONTRACT ASSETS AND LIABILITIES (continued)

### 5.2 REINSURANCE CONTRACTS HELD (continued)

**(ii) Contracts not measured under PAA (continued)**

**(b) Reconciliation of the measurement components of reinsurance contract balances**

Amounts in US $000

| Reinsurance contracts held<br>Contracts not measured under the PAA | Three months to March 31, 2025 | | | | Three months to March 31, 2024 | | | |
|---|---|---|---|---|---|---|---|---|
| | Present value of future cash flows | Risk adjustment for non-financial risk | CSM | Total | Present value of future cash flows | Risk adjustment for non-financial risk | CSM | Total |
| Net income / (expenses) from reinsurance contracts held | 6,539 | (5,188) | (26,094) | (24,743) | 8,817 | (4,118) | (23,808) | (19,109) |
| Finance income / (expenses) from reinsurance contracts held | 33,866 | 11,237 | 8,264 | 53,367 | (54,396) | (11,680) | 8,110 | (57,966) |
| Effect of exchange rate changes | 1,493 | 468 | 505 | 2,466 | (40,613) | (12,551) | (14,060) | (67,224) |
| **Total amounts recognised in total comprehensive income** | **41,898** | **6,517** | **(17,325)** | **31,090** | **(86,192)** | **(28,349)** | **(29,758)** | **(144,299)** |
| Other changes | - | - | - | - | - | - | - | - |
| **Cash flows** | | | | | | | | |
| Premiums paid net of ceding commissions and other directly attributable expenses paid | 84,001 | - | - | 84,001 | 81,055 | - | - | 81,055 |
| Recoveries from reinsurance | (102,295) | - | - | (102,295) | (75,351) | - | - | (75,351) |
| **Total cash flows** | **(18,294)** | **-** | **-** | **(18,294)** | **5,704** | **-** | **-** | **5,704** |
| **Net balance – asset / (liability), end of period** | **1,683,850** | **533,219** | **639,739** | **2,856,808** | **1,897,730** | **540,744** | **593,423** | **3,031,897** |
| Reinsurance contract liabilities, end of period | (17,202) | 2,139 | 4,297 | (10,766) | (30,127) | 3,639 | 12,264 | (14,224) |
| Reinsurance contract assets, end of period | 1,701,052 | 531,080 | 635,442 | 2,867,574 | 1,927,857 | 537,105 | 581,159 | 3,046,121 |
| **Net balance – asset / (liability), end of period** | **1,683,850** | **533,219** | **639,739** | **2,856,808** | **1,897,730** | **540,744** | **593,423** | **3,031,897** |

## 5. INSURANCE, REINSURANCE AND INVESTMENT CONTRACT ASSETS AND LIABILITIES (continued)

### 5.2 REINSURANCE CONTRACTS HELD (continued)

The following tables show the impact of contracts recognised in the period, by segment.

**(c) Impact of contracts recognised in the period**

Amounts in US $000

| Reinsurance contracts held | As of March 31, 2025 | | | | | As of March 31, 2024 | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | Contracts held | | Contracts acquired | | Total | Contracts held | | Contracts acquired | | Total |
| | Contracts not in a net gain | Contracts in a net gain | Contracts not in a net gain | Contracts in a net gain | | Contracts not in a net gain | Contracts in a net gain | Contracts not in a net gain | Contracts in a net gain | |
| Estimates of present value of future cash inflows | - | 23,882 | - | - | 23,882 | 67 | 22,882 | (3) | - | 22,946 |
| Estimates of present value of future cash outflows | (122) | (26,963) | - | - | (27,085) | (111) | (26,704) | 3 | - | (26,812) |
| Risk adjustment for non-financial risk | 21 | 5,619 | - | - | 5,640 | 13 | 5,854 | - | - | 5,867 |
| CSM | 101 | (2,441) | - | - | (2,340) | 32 | (2,017) | - | - | (1,985) |
| **Increase / (decrease) in reinsurance contract assets from contracts recognised in the period** | **-** | **97** | **-** | **-** | **97** | **1** | **15** | **-** | **-** | **16** |

## 5. INSURANCE, REINSURANCE AND INVESTMENT CONTRACT ASSETS AND LIABILITIES (continued)

### 5.2 REINSURANCE CONTRACTS HELD (continued)

**(d) Amounts determined on transition to IFRS 17 – The CSM by transition method**

| Amounts in US $000 | Three months to March 31, 2025 | | | Three months to March 31, 2024 | | |
|---|---|---|---|---|---|---|
| **Reinsurance contracts held** | **New contracts and contracts measured under the full retrospective approach at transition** | **Contracts measured under the fair value approach at transition** | **Total** | **New contracts and contracts measured under the full retrospective approach at transition** | **Contracts measured under the fair value approach at transition** | **Total** |
| **CSM, beginning of period** | **649,342** | **7,722** | **657,064** | **612,795** | **10,386** | **623,181** |
| **Changes that relate to current service** | | | | | | |
| CSM recognised in net income / (loss) for the services provided | (19,264) | (316) | (19,580) | (19,152) | 1,444 | (17,708) |
| **Changes that relate to future service** | | | | | | |
| Changes in estimates that adjust the CSM | (3,100) | 1,052 | (2,048) | (928) | (2,585) | (3,513) |
| Contracts initially recognised in the period | (2,340) | - | (2,340) | (2,109) | 124 | (1,985) |
| Loss-recovery component recognised on onerous underlying contracts | 60 | (1,777) | (1,717) | 1 | (545) | (544) |
| Reversal of loss-recovery component from onerous underlying contracts | (150) | (259) | (409) | (1) | (57) | (58) |
| | (24,794) | (1,300) | (26,094) | (22,189) | (1,619) | (23,808) |
| Finance income / (expenses) from reinsurance contracts held | 8,180 | 84 | 8,264 | 8,008 | 102 | 8,110 |
| Effect of exchange rate changes | 500 | 5 | 505 | (14,082) | 22 | (14,060) |
| **Total amounts recognised in total comprehensive income** | **(16,114)** | **(1,211)** | **(17,325)** | **(28,263)** | **(1,495)** | **(29,758)** |
| Other changes | - | - | - | - | - | - |
| **CSM, end of period** | **633,228** | **6,511** | **639,739** | **584,532** | **8,891** | **593,423** |

## 5. INSURANCE, REINSURANCE AND INVESTMENT CONTRACT ASSETS AND LIABILITIES (continued)

### 5.3 INVESTMENT CONTRACT LIABILITIES

| Amounts in US $000 | Three months to March 31, 2025 | Twelve months to December 31, 2024 | Three months to March 31, 2024 |
|---|---|---|---|
| Movement for the period: | | | |
| **Balance, beginning of period** | **466,548** | **477,858** | **477,858** |
| Amounts disposed of on divestiture (note 18) | - | (2,208) | - |
| Contributions received | 11,906 | 45,128 | 8,388 |
| Benefits paid | (16,222) | (68,353) | (16,890) |
| Investment return from underlying assets | 6,685 | 17,828 | 5,391 |
| Asset management fees charged | (409) | (1,466) | (419) |
| Effect of exchange rate changes | (961) | (2,239) | (461) |
| **Balance, end of period** | **467,547** | **466,548** | **473,867** |

## 6. DEPOSIT AND SECURITY LIABILITIES

The following table presents the carrying values and estimated fair values of deposit and security liabilities.

| Amounts in US $000 | As of March 31, 2025 | | As of December 31, 2024 | |
|---|---|---|---|---|
| | Carrying value | Fair Value | Carrying value | Fair value |
| **Liabilities at amortised cost:** | | | | |
| Other funding instruments | 1,175,297 | 1,296,007 | 1,178,755 | 1,349,693 |
| Customer deposits | 1,249,007 | 1,249,792 | 1,200,278 | 1,202,592 |
| Securities sold for repurchase | 684,053 | 684,053 | 676,553 | 676,553 |
| Bank overdrafts | 574 | 574 | 1,207 | 1,207 |
| | **3,108,931** | **3,230,426** | **3,056,793** | **3,230,045** |
| **Liabilities at FVTPL:** | | | | |
| Derivative financial instruments | 1,071 | 1,071 | 457 | 457 |
| | **1,071** | **1,071** | **457** | **457** |
| **Total deposit and security liabilities** | **3,110,002** | **3,231,497** | **3,057,250** | **3,230,502** |

## 7. NOTES AND LOANS PAYABLE

The following table presents the carrying values of notes and loans payable.

| Amounts in US $000 | March 31, 2025 | | December 31, 2024 | |
|---|---|---|---|---|
| | **Carrying value** | **Fair value** | **Carrying value** | **Fair value** |
| 5.30% senior notes due 2028 | 547,080 | 557,592 | 542,449 | 544,809 |
| 6.359% unsecured senior notes due 2029 | 161,709 | 170,312 | 158,856 | 166,163 |
| 10.75% unsecured bond due 2025 | 27,217 | 27,704 | 27,500 | 28,334 |
| 7.75% unsecured bond due 2025 | 19,905 | 20,091 | 19,858 | 20,126 |
| Bank loans and other funding instruments | 25,733 | 25,733 | 26,063 | 26,063 |
| SOFR+145 bps revolving credit facility | 33,090 | 33,090 | 40,357 | 40,357 |
| CORRA+132.5 bps term loan due 2027 | 138,979 | 138,979 | 138,856 | 138,856 |
| | **953,713** | **973,501** | **953,939** | **964,708** |

| **Movement for the three months to March 31:** | **2025** | **2024** |
|---|---|---|
| Amounts in US $000 | | |
| **Balance, beginning of period** | **953,939** | **945,666** |
| Valuation of call option embedded derivative | (3,126) | 1,922 |
| Additions: | | |
| Gross principal | 2,771 | - |
| Less: Expenses | (16) | - |
| | 2,755 | - |
| Repayments: | | |
| Principal | (10,556) | (12,414) |
| Interest | (3,171) | (10,096) |
| | (13,727) | (22,510) |
| Amortisation during the period | 629 | 2,409 |
| Accrued interest | 13,121 | 17,192 |
| Effects of exchange rate changes | 122 | 128 |
| **Balance, end of the period** | **953,713** | **944,807** |

## 8. SEGREGATED FUNDS ASSETS AND LIABILITIES ON ACCOUNT OF FUND HOLDERS

The Group manages a range of segregated funds on behalf of policyholders which were assumed on the acquisition of ivari. The schedule of changes in segregated funds net assets is as follows:

| Amounts in US $000 | Three months to March 31, 2025 | Three months to March 31, 2024 |
|---|---|---|
| **Balance, beginning of period** | **447,222** | **492,271** |
| Additions: | | |
| Deposits | 1,588 | 418 |
| Net realised and unrealised gains | 400 | 24,002 |
| Interest and dividend income | 724 | 1,266 |
| **Total additions** | **2,712** | **25,686** |
| Less deductions: | | |
| Payments to policy holders and their beneficiaries | (21,333) | (18,954) |
| Management fees | (3,734) | (4,129) |
| Other expenses, including GST on management fees | (264) | (290) |
| **Total deductions** | **(25,331)** | **(23,373)** |
| Foreign exchange (losses) / gains | 307 | (11,798) |
| **Balance, end of period** | **424,910** | **482,786** |

Segregated funds assets represent underlying items for segregated fund insurance contracts which are direct participating contracts.

Investment on account of the segregated fund policyholders by asset class are as follows:

| Amounts in US $000 | As of March 31, 2025 | | As of December 31, 2024 | | As of March 31, 2024 | |
|---|---|---|---|---|---|---|
| | Total | Percentage | Total | Percentage | Total | Percentage |
| **Asset class:** | | | | | | |
| Cash and cash equivalents | 2,288 | 1% | 2,098 | 1% | 2,247 | 1% |
| Short-term investments | 7,716 | 2% | 8,162 | 2% | 9,889 | 2% |
| Equities | 48,061 | 11% | 50,931 | 11% | 55,164 | 11% |
| Bonds | 23,117 | 5% | 24,150 | 5% | 25,273 | 5% |
| Mutual funds | 343,189 | 81% | 361,841 | 81% | 389,502 | 81% |
| Other assets | 539 | - | 40 | - | 711 | - |
| **Total segregated funds assets** | **424,910** | **100%** | **447,222** | **100%** | **482,786** | **100%** |

## 8. SEGREGATED FUNDS ASSETS AND LIABILITIES ON ACCOUNT OF FUND HOLDERS (continued)

**Insurance contract liabilities on account of segregated fund policyholders**

**Reconciliation of the liability for remaining coverage and the liability for incurred claims**

The following tables show the changes in the liabilities for insurance contracts for account of segregated fund holders by liability for remaining coverage and liability for incurred claims.

| Amounts in US $000 | Three months to March 31, 2025 | | |
|---|---|---|---|
| | LRC | LIC | Total |
| **Balance, beginning of period** | **447,222** | **-** | **447,222** |
| Insurance finance (income) / expenses | 1,124 | - | 1,124 |
| Cash flows: | | | |
| Management fees | (3,734) | - | (3,734) |
| Amounts paid to policyholders and other insurance service expenses paid | - | (20,009) | (20,009) |
| Actual investment component excluded from insurance revenue | - | 20,009 | 20,009 |
| Expected investment component excluded from insurance revenue | (20,009) | - | (20,009) |
| **Total cash flow movement** | **(23,743)** | **-** | **(23,743)** |
| Foreign exchange (gains) / losses | 307 | - | 307 |
| **Balance, end of period** | **424,910** | **-** | **424,910** |

| Amounts in US $000 | Three months to March 31, 2024 | | |
|---|---|---|---|
| | LRC | LIC | Total |
| **Balance, beginning of period** | **492,271** | **-** | **492,271** |
| Insurance finance (income) / expenses | 25,269 | - | 25,269 |
| Cash flows: | | | |
| Management fees | (4,129) | - | (4,129) |
| Amounts paid to policyholders and other insurance service expenses paid | - | (18,827) | (18,827) |
| Actual investment component excluded from insurance revenue | - | 18,827 | 18,827 |
| Expected investment component excluded from insurance revenue | (18,827) | - | (18,827) |
| **Total cash flow movement** | **(22,956)** | **-** | **(22,956)** |
| Foreign exchange (gains) / losses | (11,798) | - | (11,798) |
| **Balance, end of period** | **482,786** | **-** | **482,786** |

## 9. INSURANCE REVENUE AND SERVICE EXPENSES

An analysis of insurance revenue, insurance service expenses and net expenses from reinsurance contracts held is included in the following tables.

| (a) Insurance service result | Three months to March 31, 2025 | Three months to March 31, 2024 |
|---|---|---|
| Amounts in US $000 | | |
| **Insurance revenue** | | |
| Contracts not measured under the PAA | | |
| Amounts relating to the changes in the LRC: | | |
| Expected incurred claims and other directly attributable expenses after loss component allocation | 148,278 | 160,070 |
| Change in the risk adjustment for non-financial risk for the risk expired after loss component allocation | 24,090 | 24,259 |
| CSM recognised in net income / (loss) for the services provided | 56,822 | 59,151 |
| Insurance acquisition cash flows recovery | 17,854 | 10,117 |
| Insurance revenue for contracts not measured under the PAA | 247,044 | 253,597 |
| Insurance revenue from contracts measured under the PAA | 112,541 | 101,622 |
| **Total insurance revenue** | **359,585** | **355,219** |
| **Insurance service expenses** | | |
| Incurred claims and other directly attributable expenses | (222,646) | (238,796) |
| Changes that relate to past services – adjustments to the LIC | - | - |
| Losses on onerous contracts and reversal of those losses | (4,206) | (25,195) |
| Insurance acquisition cash flows amortisation | (33,093) | (24,647) |
| **Total insurance service expenses** | **(259,945)** | **(288,638)** |

## 9. INSURANCE REVENUE AND SERVICE EXPENSES (continued)

### (a) Insurance service result (continued)

| Amounts in US $000 | Three months to March 31, 2025 | Three months to March 31, 2024 |
|---|---|---|
| **Net income / (expenses) from reinsurance contracts held** | | |
| Reinsurance expenses – contracts not measured under the PAA | | |
| Amounts relating to the changes in the remaining coverage: | | |
| Expected claims and other directly attributable expenses recovery | (80,571) | (94,072) |
| Change in the risk adjustment recognised for the risk expired | (10,708) | (11,379) |
| CSM recognised in net income / (loss) for the services received | (19,580) | (17,708) |
| Reinsurance expenses – contracts not measured under the PAA | (110,859) | (123,159) |
| Reinsurance expenses – contracts measured under the PAA | (24,001) | (23,477) |
| Other incurred directly attributable expenses | - | - |
| Claims recovered | 93,517 | 107,789 |
| Changes in estimate that adjust the CSM | (210) | (1) |
| Contracts initially recognised in the period | 97 | 16 |
| Changes in fulfilment cash flows which relate to onerous underlying insurance contracts | 2,090 | 2,592 |
| Changes in the contractual service margin due to changes in a loss-recovery component from onerous underlying contracts | (2,098) | (598) |
| Changes that relate to past service – adjustments to incurred claims | - | - |
| **Total net income / (expenses) from reinsurance contracts held** | **(41,464)** | **(36,838)** |
| **Total insurance service result** | **58,176** | **29,743** |

## 9. INSURANCE REVENUE AND SERVICE EXPENSES (continued)

### (b) Amounts determined on transition to IFRS 17

The following table shows an analysis of insurance revenue and CSM by transition method.

| Amounts in US $000 | Three months to March 31, 2025 | Twelve months to December 31, 2024 | Three months to March 31, 2024 |
|---|---|---|---|
| **INSURANCE CONTRACTS ISSUED** | | | |
| **Insurance revenue** | | | |
| New contracts and contracts measured under the full retrospective approach at transition | 211,402 | 873,892 | 213,723 |
| Contracts measured under the fair value approach at transition | 35,642 | 144,219 | 39,874 |
| | **247,044** | **1,018,111** | **253,597** |

| Amounts in US $000 | As of March 31, 2025 | As of December 31, 2024 | As of March 31, 2024 |
|---|---|---|---|
| **CSM, end of period** | | | |
| New contracts and contracts measured under the full retrospective approach at transition | 1,751,194 | 1,757,930 | 1,694,560 |
| Contracts measured under the fair value approach at transition | 113,594 | 118,796 | 184,353 |
| | **1,864,788** | **1,876,726** | **1,878,913** |
| **REINSURANCE CONTRACTS HELD** | | | |
| **CSM, end of period** | | | |
| New contracts and contracts measured under the full retrospective approach at transition | 633,228 | 649,342 | 584,532 |
| Contracts measured under the fair value approach at transition | 6,511 | 7,722 | 8,891 |
| | **639,739** | **657,064** | **593,423** |

**9. INSURANCE REVENUE AND SERVICE EXPENSES (continued)**

**(c) Expected recognition of the contractual service margin**

The following tables summarise the expected recognition of the contractual service margin based on the estimate of the CSM using discounted coverage units to allocate the CSM to each year.

| Amounts in US $000 | As of March 31, 2025 | As of December 31, 2024 |
|---|---|---|
| **INSURANCE CONTRACTS ISSUED** | | |
| **Contracts not measured under the PAA** | | |
| **Number of years until expected to be recognised** | | |
| 1 | 176,350 | 179,520 |
| 2 | 158,682 | 160,905 |
| 3 | 141,679 | 143,046 |
| 4 | 127,946 | 128,911 |
| 5 | 116,789 | 117,248 |
| 6-10 | 449,602 | 452,587 |
| >10 | 693,740 | 694,509 |
| **Total** | **1,864,788** | **1,876,726** |

| Amounts in US $000 | As of March 31, 2025 | As of December 31, 2024 |
|---|---|---|
| **REINSURANCE CONTRACTS HELD** | | |
| **Contracts not measured under the PAA** | | |
| **Number of years until expected to be recognised** | | |
| 1 | 67,312 | 69,923 |
| 2 | 60,270 | 62,225 |
| 3 | 54,518 | 55,854 |
| 4 | 49,068 | 50,118 |
| 5 | 44,402 | 45,197 |
| 6-10 | 160,678 | 164,476 |
| >10 | 203,491 | 209,271 |
| **Total** | **639,739** | **657,064** |

## 10. NET INVESTMENT INCOME AND NET INSURANCE FINANCE EXPENSES

An analysis of net investment income and net insurance finance expenses recognised in the statement of income is presented in the following tables.

| Amounts in US $000 | Three months to March 31, 2025 | Three months to March 31, 2024 |
|---|---|---|
| **NET INVESTMENT INCOME / (EXPENSES) – UNDERLYING ASSETS** [1] | | |
| Gain / (loss) on derecognition of amortised cost investments | - | 9 |
| Gain on derecognition of assets carried at FVTOCI | 2 | - |
| Interest income earned from financial assets measured at amortised cost and FVTOCI | 5,456 | 3,801 |
| Net gain on FVTPL investments | 161,888 | 156,889 |
| Net credit impairment recovery | 27 | 917 |
| **Net investment income / (expenses) – underlying assets** | **167,373** | **161,616** |
| **NET INVESTMENT INCOME / (EXPENSES) – OTHER INVESTMENTS** | | |
| Gain / (loss) on derecognition of amortised cost investments | - | (52) |
| Gain on derecognition of assets carried at FVTOCI | 3,150 | 787 |
| Interest income earned from financial assets measured at amortised cost and FVTOCI | 58,498 | 58,765 |
| Net gain on FVTPL investments | 21,838 | 28,112 |
| Net credit impairment loss | (2,385) | (843) |
| **Net investment income – other investments** | **81,101** | **86,769** |
| **NET INVESTMENT INCOME / (EXPENSES) – OTHER** | | |
| Net change in investment contract liabilities | (26) | (25) |
| Investment property – rental income | 559 | 680 |
| Investment property – realised gains | - | (65) |
| Investment property – unrealised gains | (345) | - |
| Other investment income | 1,436 | 332 |
| **Net investment income – other** | **1,624** | **922** |
| **NET INVESTMENT INCOME** | **250,098** | **249,307** |

[1] Underlying assets relate to those financial assets which support insurance liabilities

## 10. NET INVESTMENT INCOME AND NET INSURANCE FINANCE EXPENSES (continued)

| Amounts in US $000 | Three months to March 31, 2025 | Three months to March 31, 2024 |
|---|---|---|
| **FINANCE INCOME / (EXPENSES) FROM INSURANCE CONTRACTS ISSUED** | | |
| Changes in fair value of underlying assets of contracts measured under the VFA | (794) | (2,661) |
| Interest accreted [2] | (175,112) | (209,859) |
| Effect of changes in interest rates and other financial assumptions [2] | (48,114) | 142,537 |
| **Finance expenses from insurance contracts issued** | **(224,020)** | **(69,983)** |
| **FINANCE INCOME / (EXPENSES) FROM REINSURANCE CONTRACTS HELD** | | |
| Interest accreted [2] | 29,046 | 42,594 |
| Effect of changes in interest rates and other financial assumptions [2] | 24,321 | (100,560) |
| **Finance expenses from reinsurance contracts held** | **53,367** | **(57,966)** |
| **NET INSURANCE FINANCE EXPENSES** | **(170,653)** | **(127,949)** |
| **SUMMARY OF THE AMOUNTS RECOGNISED IN THE STATEMENT OF INCOME** | | |
| Net investment income – underlying assets [1] | 167,373 | 161,616 |
| Net investment income – other investments | 81,101 | 86,769 |
| Net investment income – other | 1,624 | 922 |
| Net insurance finance expenses | (170,653) | (127,949) |
| | **79,445** | **121,358** |

[1] Underlying assets relate to those financial assets which support insurance liabilities

[2] In Q4 2024 Sagicor upgraded the system which supports our IFRS 17 actuarial and accounting function. The upgrade resulted in a reclassification within the Insurance Finance Income or Expense (IFIE) section of our reporting—specifically, a shift between the "Interest accreted" line and the "Effect of changes in interest rates and other financial assumptions" as the interest accretion line is now presented on a current-rate basis rather than on a locked-in rate basis. However, the total IFIE remains unchanged and there is no impact on net income. Effective Q1 2025 we have reflected updated disclosures including comparatives.

## 11. EXPENSES BY NATURE

An analysis of the expense incurred by the Group is included in the below table:

| Amounts in US $000 | Three months to March 31, 2025 | | | |
|---|---|---|---|---|
| | **Expenses attributed to insurance acquisition cash flows** | **Other directly attributable expenses** | **Other operating expenses** | **Total** |
| Employee expenses | 16,617 | 13,569 | 37,030 | 67,216 |
| Commissions and related compensation | 64,263 | 13,052 | 1,157 | 78,472 |
| Asset taxes | - | - | 7,194 | 7,194 |
| Claims adjustment expenses | - | 198 | - | 198 |
| Depreciation, amortisation and intangible asset impairment charges | 581 | 555 | 6,984 | 8,120 |
| Audit, legal and other professional fees | 904 | 3,816 | 7,306 | 12,026 |
| Other administrative expenses | 14,306 | 11,169 | 33,613 | 59,088 |
| | **96,671** | **42,359** | **93,284** | **232,314** |

| Amounts in US $000 | Three months to March 31, 2024 | | | |
|---|---|---|---|---|
| | **Expenses attributed to insurance acquisition cash flows** | **Other directly attributable expenses** | **Other operating expenses** | **Total** |
| Employee expenses | 16,839 | 13,961 | 34,560 | 65,360 |
| Commissions and related compensation | 56,419 | 12,167 | 1,129 | 69,715 |
| Asset taxes | - | - | 7,182 | 7,182 |
| Claims adjustment expenses | - | 214 | - | 214 |
| Depreciation, amortisation and intangible asset impairment charges | 660 | 463 | 6,446 | 7,569 |
| Audit, legal and other professional fees | 844 | 4,095 | 5,179 | 10,118 |
| Other administrative expenses | 13,651 | 11,339 | 29,221 | 54,211 |
| | **88,413** | **42,239** | **83,717** | **214,369** |

## 12. FAIR VALUE DISCLOSURES OF ASSETS AND LIABILITIES CARRIED AT FAIR VALUE

### 12.1 Property

Investment property and owner-occupied property are carried at fair value as determined by independent valuations using internationally recognised valuation techniques. Direct sales comparisons, when such data is available, and income capitalisation methods, when appropriate, are included in the assessment of fair values. The highest and best use of a property may also be considered in determining its fair value.

Some tracts of land are currently used for farming operations or are undeveloped or are leased to third parties. In determining the fair value of all lands, their potential for development within a reasonable period is assessed, and if such potential exists, the fair value reflects that potential. These lands are mostly in Barbados and the Group has adopted a policy of orderly development and transformation to realise their full potential over time.

The fair value hierarchy has been applied to the valuations of the Group's property. The different levels of the hierarchy are as follows:

- Level 1 - fair value is determined by quoted unadjusted prices in active markets for identical assets;
- Level 2 - fair value is determined by inputs other than quoted prices in active markets that are observable for the asset either directly or indirectly;
- Level 3 - fair value is determined from inputs that are not based on observable market data.

Applying the fair value hierarchy to the Group's property, results in a classification of Level 3 to all properties as set out below:

| Amounts in US $000 | Level 3 | |
|---|---|---|
| | As of March 31, 2025 | As of December 31, 2024 |
| Investment property | 74,038 | 76,970 |
| Owner-occupied properties | 124,368 | 124,737 |
| **Total properties** | **198,406** | **201,707** |

For Level 3 investment property, reasonable changes in fair value would affect net income. For Level 3 owner-occupied properties reasonable changes in fair value would affect other comprehensive income

## 12. FAIR VALUE DISCLOSURES OF ASSETS AND LIABILITIES CARRIED AT FAIR VALUE (continued)

### 12.1 Property (continued)

The following table shows the sensitivity of fair value measurements to changes in unobservable inputs for Level 3 investment property and owner-occupied properties.

| Amounts in US $000 | Fair value | | Unobservable inputs | Range of unobservable inputs | | Relationship of unobservable inputs to fair value |
|---|---|---|---|---|---|---|
| | **March 31, 2025** | **December 31, 2024** | | **March 31, 2025** | **December 31, 2024** | |
| Investment property | 74,038 | 76,970 | Comparable sales | 5% | 5% | (1) |
| Owner-occupied properties | 124,368 | 124,737 | Comparable sales | 5% | 5% | (1) |
| **Total properties** | **198,406** | **201,707** | | | | |

(1) Increases or decreases in comparable sale prices will have a direct correlation to the fair value.

## 12. FAIR VALUE DISCLOSURES OF ASSETS AND LIABILITIES CARRIED AT FAIR VALUE (continued)

### 12.2 Financial instruments carried at fair value

The fair value of financial instruments is measured according to a fair value hierarchy which reflects the significance of market inputs in the valuation. This hierarchy is described and discussed in sections (i) to (iii) below.

*(1) Level 1 – unadjusted quoted prices in active markets for identical instruments*

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange or other independent source, and those prices represent actual and regularly occurring market transactions on an arm's length basis. The Group considers that market transactions should occur with sufficient frequency that is appropriate for the particular market, when measured over a continuous period preceding the date of the financial statements. If there is no data available to substantiate the frequency of market transactions of a financial instrument, then the instrument is not classified as Level 1.

*(2) Level 2 – inputs that are observable for the instrument, either directly or indirectly*

A financial instrument is classified as Level 2 if:

a. The fair value is derived from quoted prices of similar instruments which would be classified as Level 1; or

b. The fair value is determined from quoted prices that are observable but there is no data available to substantiate frequent market trading of the instrument.

In estimating the fair value of non-traded financial assets, the Group uses a variety of methods such as obtaining dealer quotes and using discounted cash flow techniques. Where discounted cash flow techniques are used, estimated future cash flows are discounted at market derived rates for government securities in the same country of issue as the security; for non-government securities, an interest spread is added to the derived rate for a similar government security rate according to the perceived additional risk of the non-government security.

In assessing the fair value of non-traded financial liabilities, the Group uses a variety of methods including obtaining dealer quotes for specific or similar instruments and the use of internally developed pricing models, such as the use of discounted cash flows. If the non-traded liability is backed by a pool of assets, then its value is equivalent to the value of the underlying assets.

*(3) Level 3 – inputs for the instrument that are not based on observable market data*

A financial instrument is classified as Level 3 if:

a. The fair value is derived from quoted prices of similar instruments that are observable and which would be classified as Level 2; or

b. The fair value is derived from inputs that are not based on observable market data.

Level 3 assets designated at FVTPL include mortgage loans, debt securities and equities for which the full income return and capital returns accrue to holders of unit linked policy and deposit administration contracts. These assets are valued with inputs other than observable market data.

The techniques and methods described in the preceding section (ii) for non-traded financial assets and liabilities may also be used in determining the fair value of Level 3 instruments.

## 12. FAIR VALUE DISCLOSURES OF ASSETS AND LIABILITIES CARRIED AT FAIR VALUE (continued)

### 12.2 Financial instruments carried at fair value (continued)

| Amounts in US $000 | As of March 31, 2025 | | | |
|---|---|---|---|---|
| | **Level 1** | **Level 2** | **Level 3** | **Total** |
| **FVTOCI investments:** | | | | |
| Debt securities | 221,661 | 1,111,474 | 108,674 | 1,441,809 |
| Equity securities | 560 | - | 188 | 748 |
| | 222,221 | 1,111,474 | 108,862 | 1,442,557 |
| **FVTPL investments:** | | | | |
| Money market funds | 285,448 | 8,739 | - | 294,187 |
| Debt securities | 164,926 | 10,319,615 | 1,073,700 | 11,558,241 |
| Equity securities | 2,324,448 | 505,125 | 36,880 | 2,866,453 |
| Derivative financial instruments | - | 74 | 10,768 | 10,842 |
| Mortgage loans | - | - | 26,950 | 26,950 |
| | 2,774,822 | 10,833,553 | 1,148,298 | 14,756,673 |
| **Total assets** | **2,997,043** | **11,945,027** | **1,257,160** | **16,199,230** |
| **Total assets by percentage** | **18%** | **74%** | **8%** | **100%** |
| **FVTPL investment contracts:** | | | | |
| Unit linked deposit administration liabilities | - | - | 170,841 | 170,841 |
| **FVTPL deposit and security liabilities:** | | | | |
| Derivative financial instruments | - | 1,071 | - | 1,071 |
| **Total liabilities** | **-** | **1,071** | **170,841** | **171,912** |
| **Total liabilities by percentage** | **-** | **1%** | **99%** | **100%** |

## 12. FAIR VALUE DISCLOSURES OF ASSETS AND LIABILITIES CARRIED AT FAIR VALUE (continued)

### 12.2 Financial instruments carried at fair value (continued)

| | As of December 31, 2024 | | | |
|---|---|---|---|---|
| Amounts in US $000 | **Level 1** | **Level 2** | **Level 3** | **Total** |
| **FVTOCI investments:** | | | | |
| Debt securities | 214,887 | 1,100,094 | 111,666 | 1,426,647 |
| Equity securities | 507 | - | 189 | 696 |
| | 215,394 | 1,100,094 | 111,855 | 1,427,343 |
| **FVTPL investments:** | | | | |
| Money market funds | 194,610 | 7,544 | - | 202,154 |
| Debt securities | 159,325 | 9,982,443 | 1,053,151 | 11,194,919 |
| Equity securities | 2,340,683 | 526,614 | 34,935 | 2,902,232 |
| Derivative financial instruments | - | 92 | 15,002 | 15,094 |
| Mortgage loans | - | - | 27,277 | 27,277 |
| | 2,694,618 | 10,516,693 | 1,130,365 | 14,341,676 |
| **Total assets** | **2,910,012** | **11,616,787** | **1,242,220** | **15,769,019** |
| **Total assets by percentage** | **18%** | **74%** | **8%** | **100%** |
| **FVTPL investment contracts:** | | | | |
| Unit linked deposit administration liabilities | - | - | 170,420 | 170,420 |
| **FVTPL deposit and security liabilities:** | | | | |
| Derivative financial instruments | - | 457 | - | 457 |
| **Total liabilities** | **-** | **457** | **170,420** | **170,877** |
| **Total liabilities by percentage** | **-** | **-** | **100%** | **100%** |

## 12. FAIR VALUE DISCLOSURES OF ASSETS AND LIABILITIES CARRIED AT FAIR VALUE (continued)

### 12.2 Financial instruments carried at fair value (continued)

The following table shows the sensitivity of fair value measurements to changes in unobservable inputs for Level 3 financial instruments:

| Amounts in US $000 | Fair value | | Unobservable inputs | Range of unobservable inputs | | Relationship of unobservable inputs to fair value |
|---|---|---|---|---|---|---|
| | March 31, 2025 | December 31, 2024 | | March 31, 2025 | December 31, 2024 | |
| **FVTOCI Investments** | | | | | | |
| Debt securities | 108,674 | 111,666 | Adjustments to yields | 10% | 10% | (1) |
| Equity securities | 188 | 189 | Adjustments to net assets | 10% | 10% | (2) |
| | 108,862 | 111,855 | | | | |
| **FVTPL Investments** | | | | | | |
| Debt securities | 1,073,700 | 1,053,151 | Adjustments to yields | 10% | 10% | (1) |
| Equity securities | 36,880 | 34,935 | Adjustments to net assets | 10% | 10% | (2) |
| Derivative financial instruments | 10,768 | 15,002 | Adjustments to yields | 10% | 10% | (1) |
| Mortgage loans | 26,950 | 27,277 | Adjustments to yields | 10% | 10% | (1) |
| | 1,148,298 | 1,130,365 | | | | |
| **Total assets** | **1,257,160** | **1,242,220** | | | | |
| Unit linked deposit administration liabilities | 170,841 | 170,420 | Adjustments to yields | 10% | 10% | (1) |
| **Total liabilities** | **170,841** | **170,420** | | | | |

(1) Adjustments to yields will have a direct correlation to the fair value.

(2) Increases or decreases in adjusted net assets of the underlying entities will have a direct correlation to the fair value.

## 12. FAIR VALUE DISCLOSURES OF ASSETS AND LIABILITIES CARRIED AT FAIR VALUE (continued)

### 12.2 Financial instruments carried at fair value (continued)

**Movements in Level 3 Instruments**

The following tables present movements in Level 3 instruments for the period:

| | Three months to March 31, 2025 | | | | Twelve Months to December 31, 2024 |
|---|---|---|---|---|---|
| Amounts in US $000 | FVTOCI investments | FVTPL investments | Derivative financial instruments | Total assets | Total assets |
| **Balance, beginning of period** | **111,855** | **1,115,363** | **15,002** | **1,242,220** | **1,230,230** |
| Additions | - | 57,257 | 2,725 | 59,982 | 165,846 |
| Fair value changes recorded in net investment income | - | (7,805) | (2,942) | (10,747) | (3,911) |
| Fair value changes recorded in other comprehensive income | (382) | - | - | (382) | (1,181) |
| Disposals and divestitures | (2,749) | (28,514) | (4,017) | (35,280) | (145,204) |
| Effect of exchange rate changes | 138 | 1,229 | - | 1,367 | (3,560) |
| **Balance, end of period** | **108,862** | **1,137,530** | **10,768** | **1,257,160** | **1,242,220** |
| Fair value changes recorded in investment income for instruments held at the end of the period | - | (6,499) | (1,854) | (8,353) | (8,055) |

## 12. FAIR VALUE DISCLOSURES OF ASSETS AND LIABILITIES CARRIED AT FAIR VALUE (continued)

### 12.2 Financial instruments carried at fair value (continued)

**Movements in Level 3 Instruments**

| Amounts in US $000 | Three months to March 31, 2025<br>Policy liabilities - Unit linked deposit administration | Twelve months to December 31, 2024<br>Policy liabilities - Unit linked deposit administration |
|---|---|---|
| **Balance, beginning of period** | **170,420** | **165,562** |
| Gains (losses) recorded in interest expense | (320) | (2,329) |
| Issues | 4,137 | 21,777 |
| Settlements | (3,709) | (13,799) |
| Effect of exchange rate changes | 313 | (791) |
| **Balance, end of period** | **170,841** | **170,420** |
| Fair value changes recorded in interest expense for instruments held at end of period | (320) | (2,329) |

## 13. CREDIT RISK

### Credit risk exposure – financial investments subject to impairment

Financial assets carried at amortised cost or FVTOCI are subject to credit impairment losses which are recognised in the statement of income. The following tables analyse the credit risk exposure of financial investments for which an ECL allowance is recognised. The gross carrying amounts of investments below represent the Group's maximum exposure to credit risk on these assets and is inclusive of accrued interest.

| Amounts in US $000 | March 31, 2025 | | | | | December 31, 2024 |
|---|---|---|---|---|---|---|
| | ECL Staging | | | | | |
| **Financial Assets – FVTOCI** | Stage 1 12-month ECL | Stage 2 life-time ECL | Stage 3 life-time ECL | Purchased credit-impaired | Total | Total |
| Credit grade: | | | | | | |
| Investment | 765,528 | - | - | - | 765,528 | 746,359 |
| Non-investment | 694,383 | 14,272 | - | 34,128 | 742,783 | 734,180 |
| **Gross carrying amount** | **1,459,911** | **14,272** | **-** | **34,128** | **1,508,311** | **1,480,539** |
| Loss allowance | (775) | (884) | - | - | (1,659) | (1,698) |
| **Carrying amount** | **1,459,136** | **13,388** | **-** | **34,128** | **1,506,652** | **1,478,841** |

| | March 31, 2025 | March 31, 2024 |
|---|---|---|
| Credit impairment recovery recorded in income | 10 | 29 |

| Amounts in US $000 | March 31, 2025 | | | | | December 31, 2024 |
|---|---|---|---|---|---|---|
| | ECL Staging | | | | | |
| **Financial Assets – amortised cost** | Stage 1 12-month ECL | Stage 2 life-time ECL | Stage 3 life-time ECL | Purchased credit-impaired | Total | Total |
| Credit grade: | | | | | | |
| Investment | 809,978 | 6,855 | 1,204 | - | 818,037 | 736,157 |
| Non-investment | 1,288,046 | 51,766 | 2,743 | 11,123 | 1,353,678 | 1,342,684 |
| Watch | 11,471 | 1,291 | 3,255 | - | 16,017 | 7,507 |
| Default | 119 | - | 21,244 | - | 21,363 | 21,013 |
| Unrated | 2,498 | 666 | 204 | - | 3,368 | 560 |
| **Gross carrying amount** | **2,112,112** | **60,578** | **28,650** | **11,123** | **2,212,463** | **2,107,921** |
| Loss allowance | (9,642) | (1,549) | (10,209) | 1 | (21,399) | (20,901) |
| **Carrying amount** | **2,102,470** | **59,029** | **18,441** | **11,124** | **2,191,064** | **2,087,020** |

| | March 31, 2025 | March 31, 2024 |
|---|---|---|
| Credit impairment (loss) / recovery recorded in income | (2,368) | 45 |

## 14. CASH FLOWS

| Amounts in US $000 | March 31, 2025 | March 31, 2024 |
|---|---|---|
| **Operating activities** | | |
| **Adjustments for non-cash items, interest and dividends:** | | |
| Income from financial investments | (234,420) | (123,541) |
| Interest costs and finance costs | 221,110 | 185,179 |
| Credit impairment loss / (recovery) | 2,358 | (74) |
| Depreciation and amortisation | 8,120 | 7,601 |
| Other items | 6,292 | 5,752 |
| | **3,460** | **74,917** |
| **Net change in investments:** | | |
| Deposits | (36,639) | (3,382) |
| Securities purchased for resale | (5,423) | 4,494 |
| Finance loans | (29,576) | (36,780) |
| Mortgage loans | (35,360) | (6,750) |
| Equity securities | 17,458 | 3,263 |
| Debt securities | (256,281) | (137,509) |
| | **(345,821)** | **(176,664)** |
| **Net change in operating assets:** | | |
| Reinsurance contract assets | 43,468 | 23,739 |
| Insurance contract assets | (292) | (4,440) |
| Other assets and receivables | (33,543) | 7,216 |
| Investment property | 2,473 | 1,635 |
| Segregated funds assets | 22,618 | (2,312) |
| | **34,724** | **25,838** |

## 14. CASH FLOWS (continued)

The gross changes in investment property, debt securities and equity securities are as follows:

| Amounts in US $000 | March 31, 2025 | March 31, 2024 |
|---|---|---|
| **Equity securities:** | | |
| Purchases | (44,218) | (35,745) |
| Disposal proceeds | 61,676 | 39,008 |
| | **17,458** | **3,263** |
| **Debt securities:** | | |
| Purchases | (1,831,043) | (1,754,629) |
| Disposal proceeds | 1,574,762 | 1,617,120 |
| | **(256,281)** | **(137,509)** |
| **Investment property:** | | |
| Purchases | (27) | - |
| Disposal proceeds | 2,500 | 1,635 |
| | **2,473** | **1,635** |
| | | |
| **Net change in operating liabilities:** | | |
| Other liabilities and payables | (6,930) | (31,617) |
| Investment contract liabilities | 1,929 | (3,402) |
| Reinsurance contract liabilities | (894) | 604 |
| Insurance contract liabilities | 157,002 | 7,089 |
| Securities sold for repurchase | 14,816 | (3,724) |
| Deposits | 58,643 | 44,061 |
| Other funding instruments | (4,346) | (6,561) |
| Insurance contract liabilities on account of segregated fund policyholders | (22,618) | 2,312 |
| | **197,602** | **8,762** |

## 14. CASH FLOWS (continued)

| Amounts in US $000 | March 31, 2025 | March 31, 2024 |
|---|---|---|
| **Investing activities** | | |
| **Property, plant and equipment:** | | |
| Purchases | (1,874) | (2,584) |
| Disposal proceeds | (27) | 49 |
| | **(1,901)** | **(2,535)** |
| **Financing activities** | | |
| **Notes and loans payable:** | | |
| Proceeds | 2,755 | - |
| Repayments | (10,556) | (12,414) |
| | **(7,801)** | **(12,414)** |
| **Lease liability payments** | | |
| Principal paid | (2,129) | (2,068) |
| Interest paid | (678) | (497) |
| | **(2,807)** | **(2,565)** |
| **Cash and cash equivalents** | | |
| Cash | 322,398 | 449,528 |
| Call deposits and other liquid balances | 575,879 | 347,651 |
| Bank overdrafts | (574) | (1,098) |
| | **897,703** | **796,081** |

## 15. INSURANCE RISK

### 15.1 Contracts not measured under PAA

Sagicor offers traditional life, universal life, living benefits and various annuity contracts, as well as life reinsurance contracts.

Through these contracts, Sagicor is exposed to insurance risk, which is the possibility of loss due to actual experience emerging differently than expected in the areas of mortality, morbidity and longevity. In addition, policyholder behaviour, product design and pricing, expense and reinsurance risks impact multiple risk categories, including insurance risk.

Sagicor manages insurance risk through specific underwriting and claims standards and controls, robust reserving processes, including periodic review of experience studies against its modelling assumptions, review and approval of any recommended changes in actuarial inputs by its Chief Actuary and Appointed Actuary. Sagicor also purchases reinsurance for certain risks underwritten by its various businesses.

Product design and pricing risk arises when a product does not perform as expected, causing adverse financial consequences. The risk may occur from deviation in realised experience versus assumptions used in the pricing of its products. Risks include uncertainty concerning future investment yields, policyholder behaviour, actual claims experience, sales levels, mix of business, expenses, and taxes.

Policyholder behaviour risk if the potential for unfavourable variability in the level, trend, or volatility of lapse rates or premium payment pattern compared to the assumptions used in the pricing and valuation of products.

Mortality and morbidity risk is the risk that future experience could be unfavourable relative to the assumptions used in the pricing and valuation of its products. Mortality and morbidity risk can arise in the normal course of business through random fluctuations in realised experience, product development and pricing, and several external factors such as catastrophes and pandemics, increase disability claims during economic slowdowns, and increase medical treatment costs. Adverse mortality and morbidity experience could also occur through systemic anti-selection, which could arise due to poor plan design or underwriting process failure among other factors. They can introduce potential for adverse financial results.

Longevity risk is the potential losses arising from adverse changes in mortality rates relative to the assumptions used in the pricing and valuation of its products. The risk could manifest itself slowly over time as socioeconomic conditions improve and medical advances continue, because of a prolonged adverse impact of climate change, or more rapidly through medical developments that extend life expectancy. Longevity risk affects contracts where benefits or costs are based upon the likelihood of survival and higher than expected improvements in insured life expectancy could therefore increase the ultimate cost of these benefits.

Claims risk is the risk that incurred claims may exceed expected losses. Claims risk may arise from: invalid or fraudulent claim submissions; the frequency of incurred claims; the severity of incurred claims; and the development of incurred claims.

Expense risk is the risk that future expenses are higher than the assumptions used in the pricing and valuation of products. This risk can arise from general economic conditions, unexpected increases in inflation, slower than anticipated growth, or reduction in productivity leading to increases in unit expenses. Expense risk occurs in products where we cannot or will not pass increased cost onto the policyholder and will manifest itself in the form of a liability increase or a reduction in expected profits.

Reinsurance risk is the risk of financial loss due to adverse developments in reinsurance markets, including discontinuation or reduction of reinsurance capacity, increase in the cost of reinsurance, insolvency of a reinsurer or inadequate reinsurance coverage. While reinsurance arrangements provide for the recovery of claims arising from liabilities ceded, we retain primary responsibility to the policyholder.

**15. INSURANCE RISK (continued)**

**15.1 Contracts not measured under PAA (continued)**

Sagicor cedes some of its insurance risk to highly rated reinsurers. Sagicor monitors the risk profile of these reinsurers and, in some instances, requires that a trust account be maintained by the reinsurer as collateral.

Under reinsurance contracts, Sagicor retains some part of the risk (amounts below the "retention limit") and coverage in excess of these limits is ceded to reinsurers.

Sagicor also maintains catastrophic reinsurance coverage whereby reinsurance coverage is obtained for multiple claims arising from one event or occurring within a specified period.

Sagicor holds reinsurance coverages that allow potential policy benefits to exceed amounts which are prudent for Sagicor to undertake the claims risk. Reinsured amounts may be on a per policy basis, (i.e. in excess of a pre-determined insured amount) or may be based on the aggregation of the insured's coverages (i.e. the insured has several policies, and the amount reinsured is the aggregate exceeding a pre-determined amount).

Total insurance coverage on insurance policies provides a quantitative measure of absolute mortality risk. However, claims arising in any one year are a very small proportion in relation to the total insurance coverage provided. The total amounts insured by the Group in respect of both contracts with or without direct participating features, gross and net of reinsurance, are summarised by geographic area below.

| **Total insurance coverage** | | **As of March 31, 2025** | | **December 31, 2024** | |
|---|---|---|---|---|---|
| Amounts in US $000 | | **Individual contracts** | **Group contracts** | **Individual contracts** | **Group contracts** |
| Canada | Gross | 169,515,063 | - | 169,361,985 | - |
| | Net | 39,220,758 | - | 38,797,149 | - |
| USA | Gross | 8,008,187 | 22,551 | 8,134,849 | 22,741 |
| | Net | 4,356,639 | 22,551 | 4,415,040 | 22,661 |
| Jamaica | Gross | 13,546,992 | - | 13,453,957 | - |
| | Net | 13,280,931 | - | 13,192,535 | - |
| Barbados | Gross | 4,954,911 | 1,338,473 | 4,939,947 | 1,327,552 |
| | Net | 4,684,760 | 1,330,940 | 4,667,094 | 1,320,036 |
| Trinidad & Tobago | Gross | 4,949,815 | 1,976,994 | 4,920,623 | 1,971,912 |
| | Net | 4,350,886 | 1,958,870 | 4,310,761 | 1,953,247 |
| Other Caribbean | Gross | 9,405,032 | 1,499,635 | 9,284,619 | 1,517,866 |
| | Net | 8,537,684 | 1,450,381 | 8,439,470 | 1,468,199 |
| **Total** | **Gross** | **210,380,000** | **4,837,653** | **210,095,980** | **4,840,071** |
| | **Net** | **74,431,658** | **4,762,742** | **73,822,049** | **4,764,143** |

## 15. INSURANCE RISK (continued)

### 15.1 Contracts not measured under PAA (continued)

Total liability under annuity contracts provide a good measure of longevity risk exposure.

| Total liability under annuity contracts<br>Amounts in US $000 | | As of March 31, 2025 | | December 31, 2024 | |
|---|---|---|---|---|---|
| | | Individual contracts | Group contracts | Individual contracts | Group contracts |
| Canada | Gross | 104,363 | - | 106,360 | - |
| | Net | 104,363 | - | 106,360 | - |
| USA | Gross | 4,929,109 | 14,773 | 4,597,936 | 14,668 |
| | Net | 4,712,714 | 4,799 | 4,364,021 | 4,776 |
| Jamaica | Gross | 545 | 537,318 | 496 | 521,311 |
| | Net | 545 | 537,318 | 496 | 521,311 |
| Barbados | Gross | 316,194 | 55,279 | 317,091 | 54,818 |
| | Net | 316,194 | 55,279 | 317,091 | 54,818 |
| Trinidad & Tobago | Gross | 573,672 | - | 571,561 | - |
| | Net | 573,672 | - | 571,561 | - |
| Other Caribbean | Gross | 89,574 | - | 84,632 | - |
| | Net | 89,574 | - | 84,628 | - |
| **Total** | **Gross** | **6,013,457** | **607,370** | **5,678,076** | **590,797** |
| | **Net** | **5,797,062** | **597,396** | **5,444,157** | **580,905** |

### 15.2 Contracts measured under PAA

Property and casualty insurance contracts

Sagicor General Insurance ('SGI') and Advantage General Insurance ('AGI') are the principal insurers within the Group's operations that issue property and casualty insurance contracts. They operate mainly in Barbados, Trinidad and Tobago and Jamaica.

Property and casualty ("P&C") insurance risk arises from coverage provided for property, motor, marine, liability, worker's injury and specialty lines of insurance contracts.

Claims payable under P&C contracts are triggered by an insurable event and may be categorised as:

- attritional losses, which are expected to be of reasonable frequency and are less than established threshold amounts;
- large losses, which are expected to be relatively infrequent and are greater than established threshold amounts; or
- catastrophic losses (natural or man-made), which are an aggregation of losses arising from one incident or proximate cause, affecting one or more classes of insurance. These losses are infrequent and are generally very substantial.

Claims risk is the risk that incurred claims may exceed expected losses. Claims risk may arise from: invalid or fraudulent claim submissions; the frequency of incurred claims; the severity of incurred claims; and the development of incurred claims. Claims may be concentrated in geographic locations, altering the risk profile of the insurer. The most significant exposure for this type of risk arises where a single event could result in very many claims. Concentration of risk is mitigated through risk selection, line sizes, event limits, quota share reinsurance and excess of loss reinsurance. Sagicor reinsures most of its P&C claims risk.

Total insurance coverage on insurance policies provides a quantitative measure of absolute risk. However, claims arising in any one year are a very small proportion in relation to the total insurance coverage provided.

**15. INSURANCE RISK (continued)**

**15.2 Contracts measured under PAA (continued)**

Property and casualty insurance contracts (continued)

The following tables show the concentration of gross and net insurance contract liabilities, by type of contract and by segment.

| Amounts in US $000 | Total insurance coverage | | | | | | | |
|---|---|---|---|---|---|---|---|---|
| | Property | | Motor | | Accident and Liability | | Total | |
| | Gross | Net | Gross | Net | Gross | Net | Gross | Net |
| **As of March 31, 2025** | | | | | | | | |
| Sagicor Jamaica | 2,796,323 | 513,627 | 737,196 | 438,268 | 220,170 | 121,052 | 3,753,689 | 1,072,947 |
| Sagicor Life | 9,541,109 | 1,697,568 | 582,672 | 582,672 | 3,223,264 | 2,919,584 | 13,347,045 | 5,199,824 |
| **Total** | **12,337,432** | **2,211,195** | **1,319,868** | **1,020,940** | **3,443,434** | **3,040,636** | **17,100,734** | **6,272,771** |
| **As of December 31, 2024** | | | | | | | | |
| Sagicor Jamaica | 3,163,908 | 449,290 | 730,797 | 370,343 | 153,114 | 133,533 | 4,047,819 | 953,166 |
| Sagicor Life | 9,551,683 | 1,882,659 | 579,955 | 579,955 | 3,294,639 | 2,981,962 | 13,426,277 | 5,444,576 |
| **Total** | **12,715,591** | **2,331,949** | **1,310,752** | **950,298** | **3,447,753** | **3,115,495** | **17,474,096** | **6,397,742** |

Group life and health insurance contracts

The Group offers Group Life and Group Health insurance contracts, where the period of coverage is one year or less. These contracts are measured under PAA. The Group is exposed to mortality and morbidity risk together with the risk of inflation on expenses and claims.

**Sensitivities**

The liability for incurred claims is sensitive to the key assumptions. Changes in the weighted average term to settlement, expected loss and inflation rate can impact the overall performance of the Group. The correlation of assumptions will have a significant effect in determining the ultimate impacts.

## 16. EARNINGS PER COMMON SHARE

For the three-month period ended March 31, 2025, certain instruments which are considered to be antidilutive have been excluded from the computation of fully diluted earnings per share. This treatment is in accordance with IAS 33 – Earnings Per Share, which indicates that such instruments are antidilutive only when the exercise price is exceeded by the market price of common shares.

## 17. REPURCHASE OF SHARES

In 2020, the board of directors of SFC authorised a share buyback programme that allows the Company to repurchase its common shares (the "NCIB Shares"). The Toronto Stock Exchange (the "TSX") accepted the Company's notice of intention to make a normal course issuer bid ("NCIB") through which the Company was authorised to purchase up to 8,000,000 of the NCIB Shares during the 12-month period commencing June 22, 2020 and ending June 21, 2021. This arrangement has since been renewed each 12-month period.

On June 20, 2024, the Company announced that the TSX accepted the Company's notice of intention to renew its normal course issuer bid ("NCIB") through which the Company may purchase up to 8,951,359 of the NCIB Shares during the 12-month period commencing June 24, 2024 and ending June 23, 2025. Under the NCIB, purchases may be made on the open market through the facilities of the TSX and/or alternative Canadian trading systems at the market price at the time of acquisition, as well as by other means as may be permitted by TSX rules and applicable securities laws.

During the three-month period ended March 31, 2025, the Company repurchased 10,600 shares at a total cost of US $0.05 million (165,000 shares at a total cost of US $0.8 million for the three-month period ended March 31, 2024), which were subsequently cancelled. Share capital and share premium in equity have been reduced by the cost of the shares repurchased and commission paid on the transactions. The premium on the repurchase of shares has been recorded directly in retained earnings.

As at March 31, 2025, nil shares were recorded as repurchased but not cancelled (4,000 shares at a total cost of US $0.02 million as at March 31, 2024). These shares when recorded are reflected in treasury shares.

## 18. DISPOSAL OF INSURANCE OPERATIONS

Curaçao and St. Maarten

On October 5, 2022, the Group entered into an agreement for the sale of its operations in Curaçao and St. Maarten.

Effective April 30, 2024, following receipt of regulatory approval, ownership of the Group's operations in these territories was transferred. The disposal was concluded by contractual agreement and transferred assets to the purchaser in exchange for the assumption of the insurance liabilities by the purchaser. The Group recorded a gain on the sale of these operations of $9.6 million.

Panamá

On May 30, 2023, the Group entered into an agreement for the sale of its wholly-owned subsidiary, Sagicor Panamá, S.A., to Sagicor - Capital & Advice Spain S.L., a joint venture entity of Sagicor Group Jamaica ("SGJ"). The Group holds an effective 24.56% ownership interest in Sagicor Panamá, S.A.

Effective December 31, 2023, ownership of Sagicor Panamá operations was transferred from Sagicor Life Inc to Sagicor - Capital & Advice Spain S.L.

The shares were sold for the book value of Sagicor Panamá, S.A. as determined at the date of sale. A payment of $4 million has been made to date and the final payment is due in 2025, based on the final determination of the selling price in relation to Sagicor Panamá's financial statements for the period ended December 31, 2024.

## 19. DIVIDEND

On March 13, 2025, the Board of Directors of Sagicor Financial Company Ltd. approved and declared a quarterly dividend of US $0.0675 per share, on the issued and outstanding shares held by the shareholders of record at the close of business on March 27, 2025. This dividend was paid on April 17, 2025.

## 20. SUBSEQUENT EVENT

On May 13, 2025, the Board of Directors of Sagicor Financial Company Ltd. approved and declared a quarterly dividend of US $0.0675 per common share payable on June 16, 2025, to the shareholders of record at the close of business on May 26, 2025.