

CONSTELLATION INSURANCE, INC. AND SUBSIDIARIES
(a wholly owned subsidiary of Constellation Insurance Holdings, Inc.)

Consolidated Balance Sheets

UNAUDITED

(dollars in thousands, except share amounts)

Assets	As of June 30, 2025	As of December 31, 2024
Investments:		
Securities available-for-sale, at fair value:		
Fixed maturity	\$ 12,080,826	11,499,625
Equity securities, at fair value	154,393	134,010
Mortgage loans on real estate, net	2,847,825	2,568,432
Real estate, net	346,269	329,878
Policy loans	1,061,901	1,078,943
Other long-term investments	1,047,677	896,464
Short-term investments securities lending collateral	—	27,784
Short-term investments	819,951	468,175
Total investments	18,358,842	17,003,311
Cash and cash equivalents	896,446	465,165
Accrued investment income	118,467	109,266
Deferred acquisition costs, deferred sales inducements and value of business acquired	1,595,655	1,613,356
Reinsurance recoverable	7,719,026	7,566,590
Reinsurance deposit asset	471,333	514,449
Reinsurance funds withheld - derivatives	334,532	353,136
Reinsurance funds withheld - modified coinsurance	420,830	316,387
Other assets	351,630	416,431
Federal income tax recoverable	27,847	41,239
Deferred federal income taxes	127,050	111,053
Assets held in separate accounts	13,293,399	13,704,897
Total assets	\$ 43,715,057	42,215,280
Liabilities and Equity		
Future policy benefits and claims	\$ 23,359,924	21,954,869
Policyholders' dividend accumulations	23,771	24,533
Other policyholder funds	57,620	52,651
Long-term debt obligations (net of unamortized discount and issuance costs)	931,773	931,365
Payable to affiliate for derivative funds withheld program	47,117	61,307
Reinsurance funds withheld due to affiliate	3,127,495	2,733,848
Reinsurance payable	144,521	265,024
Other liabilities	782,384	603,156
Payables for securities lending collateral	—	27,784
Liabilities related to separate accounts	13,293,399	13,704,897
Total liabilities	41,768,004	40,359,434
Equity:		
Class B Common stock, \$0.01 par value. Authorized 50,000,000 shares; issued and outstanding 10,000,000 shares.	100	100
Additional paid-in capital	726,754	726,754
Accumulated other comprehensive loss	(1,005,751)	(1,107,514)
Retained earnings	2,225,862	2,234,653
Total stockholder's equity	1,946,965	1,853,993
Non-controlling interest	88	1,853
Total equity	1,947,053	1,855,846
Total liabilities and equity	\$ 43,715,057	42,215,280

CONSTELLATION INSURANCE, INC. AND SUBSIDIARIES
(a wholly owned subsidiary of Constellation Insurance Holdings, Inc.)

Consolidated Statements of Operations

UNAUDITED

(dollars in thousands)

	YTD June 30, 2025	YTD June 30, 2024
Revenues:		
Traditional life insurance premiums	\$ 216,157	256,929
Annuity premiums and charges	92,117	186,238
Universal life policy charges	84,829	83,295
Group life and health insurance premiums	1,747	72,821
Accident and health insurance premiums	15,282	16,441
Investment management fees	—	30,647
Change in value of equity securities	3,878	3,830
Net investment income	420,174	310,386
Net realized losses	(15,526)	(9,316)
Derivative losses	(39,605)	(47,764)
Other income	109,237	172,844
	<u>888,290</u>	<u>1,076,351</u>
Benefits and expenses:		
Benefits and claims	616,129	839,686
Provision for policyholders' dividends on participating policies	26,430	32,964
Amortization of deferred policy acquisition costs, deferred sales inducements and value of business acquired	53,376	46,910
Commissions, net	40,870	91,252
Other operating costs and expenses	190,602	133,126
	<u>927,407</u>	<u>1,143,938</u>
Loss before income taxes	<u>(39,117)</u>	<u>(67,587)</u>
Income taxes:		
Current expense	6,394	97,284
Deferred benefit	(36,752)	(124,715)
	<u>(30,358)</u>	<u>(27,431)</u>
Net loss	<u>\$ (8,759)</u>	<u>(40,156)</u>
Less net income attributable to the non-controlling interest	<u>32</u>	<u>—</u>
Net loss attributable to Constellation Insurance, Inc.	<u>\$ (8,791)</u>	<u>(40,156)</u>