

Zurich Holding Company of America, Inc. Audit Committee

Unaudited Consolidated Financial Statements as of September 30, 2024



Zurich Holding Company of America, Inc. Consolidated Balance Sheet (Unaudited) As of September 30, 2024 and December 31, 2023

\$ in 000s	 9/30/2024	1	.2/31/2023	 /ariance \$	Variance %
Assets					
Debt securities	\$ 17,856,607	\$	20,940,469	\$ (3,083,862)	-15 %
Equity securities	2,771,825		3,689,481	(917,656)	-25 %
Holding in affiliates	—		—	—	— %
Other investments	 1,509,658		1,457,472	 52,186	4 %
Total Group investments	22,138,090		26,087,422	(3,949,332)	-15 %
Investment for unit-linked contracts	 15,626,033		14,424,498	 1,201,535	8 %
Total investments	37,764,123		40,511,920	(2,747,797)	-7 %
Cash and cash equivalents	6,535,156		5,008,710	1,526,446	30 %
Reinsurance contract assets	21,547,898		18,179,894	3,368,004	19 %
Receivables and other assets	1,340,724		1,454,016	(113,292)	-8 %
Deferred tax assets	484,380		389,072	95,308	24 %
Property and equipment	307,751		362,110	(54,359)	-15 %
Goodwill	350,181		350,181	—	— %
Other intangible assets	 334,391		352,524	 (18,133)	-5 %
Total assets	\$ 68,664,604	\$	66,608,427	\$ 2,056,177	3 %
Liabilities and Equity					
Liabilities:					
Reserves for insurance contracts	\$ 32,128,765	\$	32,274,690	\$ (145,925)	— %
Reserves for unit-linked contracts	17,966,644		16,784,677	1,181,967	7 %
Other liabilities	2,981,270		2,741,517	239,753	9 %
Deferred tax liabilities	18,826		72,014	(53,188)	-74 %
Notes and loans payable	 2,022,000		2,022,000	 	— %
Total liabilities	 55,117,505		53,894,898	 1,222,607	2 %
Minority interest	1,946		1,946	—	— %
Equity:					
Common stock	_		_	_	— %
Additional paid-in capital	6,492,488		6,492,488	_	— %
Unrealized losses	(50,925)		(101,549)	50,624	-50 %
Retained earnings	 7,103,590		6,320,644	 782,946	12 %
Total equity	 13,545,153		12,711,583	 833,570	7 %
Total liabilities and equity	\$ 68,664,604	\$	66,608,427	\$ 2,056,177	3 %

Zurich Holding Company of America, Inc. Consolidated Income Statement (Unaudited) For the nine months ended September 30, 2024 and 2023

Insurance service result Image: Service result Service service expense Service service service service expense Service service service service service service service service expense Service serv	\$ in 000s	9/30/2024		9/30/2023		Variance \$	Variance %
Insurance service expense (13,056,517) (12,595,573) (460,944) 4% Reinsurance premiums (7,139,215) (4,156,194) (2,983,021) 72% Amounts recoverable from reinsurance 5,244,434 2,655,226 2,589,208 98% Insurance service result 780,419 987,683 (207,264) -21% Investment result 780,419 987,683 (207,264) -21% Net investment income 579,974 694,618 (114,644) -17% Net capital gains/(losses) and impairments (71,218) 4,662 (75,900) 1621% Net investment result on unit-linked investments 1,111,875 352,251 759,624 216% Other insurance finance expense (815,782) (583,721) (232,061) 40% Change in fair value of unit-linked investments (1,111,315) (361,717) (749,598) 207% Insurance finance income 537,399 301,245 236,154 78% Net investment result 230,933 407,358 (176,425) -43% Other resu	Insurance service result						
Reinsurance premiums (7,139,215) (4,156,194) (2,983,021) 72% Amounts recoverable from reinsurance 5,244,434 2,655,226 2,589,208 98% Investment result 780,419 987,683 (207,264) -21% Investment result 71,218 4,682 (75,900) 1621% Net investment income 579,974 694,618 (114,644) -17% Net capital gains/(losses) and impairments (71,218) 4,682 (75,900) 1621% Net investment result on Group investments 508,756 699,300 (190,544) -27% Net investment result on unit-linked investments 1,111,875 352,251 759,624 216% Other insurance finance expense (815,782) (583,721) (232,061) 40% Reinsurance finance income 537,399 301,245 236,154 78% Insurance finance expense (1,927,097) (945,438) (981,659) 104% Reinsurance finance income 236,339 197,755 67,584 34% Interest expense on debt	Insurance revenue	\$ 15,731,717	\$	15,084,224	\$	647,493	4%
Amounts recoverable from reinsurance 5,244,434 2,655,226 2,589,208 98% Insurance service result 780,419 987,683 (207,264) -21% Investment result 780,419 987,683 (207,264) -21% Investment result 579,974 694,618 (114,644) -17% Net capital gains/(losses) and impairments (71,218) 4,682 (75,900) 1621% Net investment result on Group investments 508,756 699,300 (190,544) -27% Net investment result on unit-linked investments 1,111,875 352,251 759,624 216% Other insurance finance expense (815,782) (583,721) (232,061) 40% Change in fair value of unit-linked investments (1,111,315) (361,717) (749,598) 207% Insurance finance expense (1,927,097) (945,438) (981,659) 104% Reinsurance finance income 537,399 301,245 236,154 78% Net investment result 230,933 407,358 (176,425) -43% </td <td>Insurance service expense</td> <td>(13,056,517)</td> <td></td> <td>(12,595,573)</td> <td></td> <td>(460,944)</td> <td>4%</td>	Insurance service expense	(13,056,517)		(12,595,573)		(460,944)	4%
Insurance service result 780,419 987,683 (207,264) -21% Investment result	Reinsurance premiums	(7,139,215)		(4,156,194)		(2,983,021)	72%
Investment result 579,974 694,618 (114,644) -17% Net investment income 579,974 694,618 (114,644) -17% Net capital gains/(losses) and impairments (71,218) 4,682 (75,900) 1621% Net investment result on Group investments 508,756 699,300 (190,544) -27% Net investment result on unit-linked investments 1,111,875 352,251 759,624 216% Other insurance finance expense (815,782) (583,721) (232,061) 40% Change in fair value of unit-linked investments (1,111,315) (361,717) (749,598) 207% Insurance finance expense (1,927,097) (945,438) (981,659) 104% Reinsurance finance income 537,399 301,245 236,154 78% Net investment result 230,933 407,358 (176,425) -43% Other result 230,933 197,755 67,584 34% Interest expense on debt (42,725) (110,266) 67,541 -61% Other result <t< td=""><td>Amounts recoverable from reinsurance</td><td> 5,244,434</td><td></td><td>2,655,226</td><td></td><td>2,589,208</td><td>98%</td></t<>	Amounts recoverable from reinsurance	 5,244,434		2,655,226		2,589,208	98%
Net investment income 579,974 694,618 (114,644) -17% Net capital gains/(losses) and impairments (71,218) 4,682 (75,900) 1621% Net investment result on Group investments 508,756 699,300 (190,544) -27% Net investment result on unit-linked investments 1,111,875 352,251 759,624 216% Other insurance finance expense (815,782) (583,721) (232,061) 40% Change in fair value of unit-linked investments (1,111,315) (361,717) (749,598) 207% Insurance finance expense (1,927,097) (945,438) (981,659) 104% Reinsurance finance income 537,399 301,245 236,154 78% Net investment result 230,933 407,358 (176,425) -43% Other income 265,339 197,755 67,584 34% Interest expense on debt (42,725) (110,266) 67,541 -61% Other result (59,663) (216,523) 156,860 -72% Fee result (59,	Insurance service result	 780,419		987,683		(207,264)	-21%
Net capital gains/(losses) and impairments (71,218) 4,682 (75,900) 1621% Net investment result on Group investments 508,756 699,300 (190,544) -27% Net investment result on unit-linked investments 1,111,875 352,251 759,624 216% Other insurance finance expense (815,782) (583,721) (232,061) 40% Change in fair value of unit-linked investments (1,111,315) (361,717) (749,598) 207% Insurance finance expense (1,927,097) (945,438) (981,659) 104% Reinsurance finance income 537,399 301,245 236,154 78% Net investment result 230,933 407,358 (176,425) -43% Other result 230,933 197,755 67,584 34% Interest expense on debt (42,725) (110,266) 67,541 -61% Other result (59,663) (216,523) 156,860 -72% Fee result (59,663) (216,523) 156,860 -72% Fee income 154,623	Investment result						
Net investment result on Group investments 508,756 699,300 (190,544) -27% Net investment result on unit-linked investments 1,111,875 352,251 759,624 216% Other insurance finance expense (815,782) (583,721) (232,061) 40% Change in fair value of unit-linked investments (1,111,315) (361,717) (749,598) 207% Insurance finance expense (1,927,097) (945,438) (981,659) 104% Reinsurance finance income 537,399 301,245 236,154 78% Net investment result 230,933 407,358 (176,425) -43% Other result 230,933 407,358 (176,425) -43% Other result 245,339 197,755 67,584 34% Interest expense on debt (42,725) (110,266) 67,541 -61% Other result (59,663) (216,523) 156,860 -72% Fee result (59,663) (216,523) 156,860 -72% Fee result (59,663) (216,523)	Net investment income	579,974		694,618		(114,644)	-17%
Net investment result on unit-linked investments 1,111,875 352,251 759,624 216% Other insurance finance expense (815,782) (583,721) (232,061) 40% Change in fair value of unit-linked investments (1,111,315) (361,717) (749,598) 207% Insurance finance expense (1,927,097) (945,438) (981,659) 104% Reinsurance finance income 537,399 301,245 236,154 78% Net investment result 230,933 407,358 (176,425) -43% Other result 230,933 407,358 (176,425) -43% Other income 265,339 197,755 67,584 34% Interest expense on debt (42,725) (110,266) 67,541 -61% Other result (59,663) (216,523) 156,860 -72% Fee result (59,663) (216,523) 156,860 -72% Fee result (59,663) (216,523) 156,860 -72% Fee result (59,653) 62,592 (7,142) <td< td=""><td>Net capital gains/(losses) and impairments</td><td> (71,218)</td><td></td><td>4,682</td><td></td><td>(75,900)</td><td>1621%</td></td<>	Net capital gains/(losses) and impairments	 (71,218)		4,682		(75,900)	1621%
Other insurance finance expense (815,782) (583,721) (232,061) 40% Change in fair value of unit-linked investments (1,111,315) (361,717) (749,598) 207% Insurance finance expense (1,927,097) (945,438) (981,659) 104% Reinsurance finance income 537,399 301,245 236,154 78% Net investment result 230,933 407,358 (176,425) -43% Other result 230,933 407,358 (176,425) -43% Other income 265,339 197,755 67,584 34% Interest expense on debt (42,725) (110,266) 67,541 -61% Other result (59,663) (216,523) 156,860 -72% Fee result (59,663) (216,523) 156,860 -72% Fee result (99,173) (98,913) (260) -% Fee business expense (99,173) (98,913) (260) -% Fee result 55,450 62,592 (7,142) -111%	Net investment result on Group investments	508,756		699,300		(190,544)	-27%
Change in fair value of unit-linked investments (1,111,315) (361,717) (749,598) 207% Insurance finance expense (1,927,097) (945,438) (981,659) 104% Reinsurance finance income 537,399 301,245 236,154 78% Net investment result 230,933 407,358 (176,425) -43% Other result 2 2 110,266) 67,584 34% Interest expense on debt (42,725) (110,266) 67,541 -61% Other result (59,663) (216,523) 156,860 -72% Other result (59,663) (216,523) 156,860 -72% Fee result (59,663) (216,523) 156,860 -72% Fee result (59,663) (216,523) 156,860 -72% Fee result 55,450 62,592 (7,142) -41% Net income before taxes 1,007,139 1,241,110 (233,971) -19% Income tax expense (224,193) (220,212) (3,981) 2% <td>Net investment result on unit-linked investments</td> <td>1,111,875</td> <td></td> <td>352,251</td> <td></td> <td>759,624</td> <td>216%</td>	Net investment result on unit-linked investments	1,111,875		352,251		759,624	216%
Insurance finance expense (1,927,097) (945,438) (981,659) 104% Reinsurance finance income 537,399 301,245 236,154 78% Net investment result 230,933 407,358 (176,425) -43% Other result 265,339 197,755 67,584 34% Interest expense on debt (42,725) (110,266) 67,541 -61% Other result (282,277) (304,012) 21,735 -7% Other result (59,663) (216,523) 156,860 -72% Fee result (59,663) (216,523) 156,860 -72% Fee result (99,173) (98,913) (260) -% Fee result 55,450 62,592 (7,142) -11% Net income before taxes 1,007,139 1,241,110 (233,971) -19% Income tax expense (224,193) (220,212) (3,981) 2%	Other insurance finance expense	(815,782)		(583,721)		(232,061)	40%
Reinsurance finance income 537,399 301,245 236,154 78% Net investment result 230,933 407,358 (176,425) -43% Other result 2 2 2 2 2 2 2 3 2 3 1 2 3 3 1 7 3 1 7 3 1 7 3 1 7 3 1 7 3 1 7 3 1 7 3 1 7 3 1 7 3 1 1 6 1 4 3 4 1 1 6 1 4 3 4 1 6 1 1 6 1 1 6 1 1 6 1 <th1< th=""></th1<>	Change in fair value of unit-linked investments	 (1,111,315)		(361,717)		(749,598)	207%
Net investment result 230,933 407,358 (176,425) -43% Other result 2 2 339,333 407,358 (176,425) -43% Other result 2 2 339,333 407,358 (176,425) -43% Other result 2 2 5 67,584 34% Interest expense on debt (42,725) (110,266) 67,541 -61% Other result (282,277) (304,012) 21,735 -7% Other result (59,663) (216,523) 156,860 -72% Fee income 154,623 161,505 (6,882) -4% Fee business expense (99,173) (98,913) (260) % Fee result 55,450 62,592 (7,142) -11% Net income before taxes 1,007,139 1,241,110 (233,971) -19% Income tax expense (224,193) (220,212) (3,981) 2%	Insurance finance expense	(1,927,097)		(945,438)		(981,659)	104%
Other result 265,339 197,755 67,584 34% Interest expense on debt (42,725) (110,266) 67,541 -61% Other expenses (282,277) (304,012) 21,735 -7% Other result (59,663) (216,523) 156,860 -72% Fee result (99,173) (98,913) (260) -% Fee result 55,450 62,592 (7,142) -11% Net income before taxes 1,007,139 1,241,110 (233,971) -19% Income tax expense (224,193) (220,212) (3,981) 2%	Reinsurance finance income	 537,399		301,245		236,154	78%
Other income265,339197,75567,58434%Interest expense on debt(42,725)(110,266)67,541-61%Other expenses(282,277)(304,012)21,735-7%Other result(59,663)(216,523)156,860-72%Fee resultFee income154,623161,505(6,882)-4%Fee business expense(99,173)(98,913)(260)-%Fee result55,45062,592(7,142)-11%Net income before taxes1,007,1391,241,110(233,971)-19%Income tax expense(224,193)(220,212)(3,981)2%	Net investment result	 230,933		407,358		(176,425)	-43%
Interest expense on debt(42,725)(110,266)67,541-61%Other expenses(282,277)(304,012)21,735-7%Other result(59,663)(216,523)156,860-72%Fee result </td <td>Other result</td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td>	Other result						
Other expenses (282,277) (304,012) 21,735 -7% Other result (59,663) (216,523) 156,860 -72% Fee result 154,623 161,505 (6,882) -4% Fee income (99,173) (98,913) (260) -% Fee result 55,450 62,592 (7,142) -11% Net income before taxes 1,007,139 1,241,110 (233,971) -19% Income tax expense (224,193) (220,212) (3,981) 2%	Other income	265,339		197,755		67,584	34%
Other result(59,663)(216,523)156,860-72%Fee resultFee income154,623161,505(6,882)-4%Fee business expense(99,173)(98,913)(260)-%Fee result55,45062,592(7,142)-11%Net income before taxes1,007,1391,241,110(233,971)-19%Income tax expense(224,193)(220,212)(3,981)2%	Interest expense on debt	(42,725)		(110,266)		67,541	-61%
Fee result 154,623 161,505 (6,882) -4% Fee income (99,173) (98,913) (260) % Fee result 55,450 62,592 (7,142) -11% Net income before taxes 1,007,139 1,241,110 (233,971) -19% Income tax expense (224,193) (220,212) (3,981) 2%	Other expenses	 (282,277)		(304,012)		21,735	-7%
Fee income 154,623 161,505 (6,882) -4% Fee business expense (99,173) (98,913) (260) -% Fee result 55,450 62,592 (7,142) -11% Net income before taxes 1,007,139 1,241,110 (233,971) -19% Income tax expense (224,193) (220,212) (3,981) 2%	Other result	 (59,663)		(216,523)		156,860	-72%
Fee business expense (99,173) (98,913) (260) % Fee result 55,450 62,592 (7,142) -11% Net income before taxes 1,007,139 1,241,110 (233,971) -19% Income tax expense (224,193) (220,212) (3,981) 2%	Fee result						
Fee result 55,450 62,592 (7,142) -11% Net income before taxes 1,007,139 1,241,110 (233,971) -19% Income tax expense (224,193) (220,212) (3,981) 2%	Fee income	154,623		161,505		(6,882)	-4%
Net income before taxes 1,007,139 1,241,110 (233,971) -19% Income tax expense (224,193) (220,212) (3,981) 2%	Fee business expense	 (99,173)		(98,913)		(260)	—%
Income tax expense (224,193) (220,212) (3,981) 2%	Fee result	 55,450		62,592		(7,142)	-11%
	Net income before taxes	1,007,139		1,241,110		(233,971)	-19%
Not income offer taxes $(227,050)$ $(227,050)$ $(227,050)$	Income tax expense	(224,193)		(220,212)		(3,981)	2%
$\frac{1}{237,932} = \frac{1}{237,932} = \frac{1}{237,932$	Net income after taxes	\$ 782,946	\$	1,020,898	\$	(237,952)	-23%

Zurich Holding Company of America, Inc.

Consolidated Statement of Equity (Unaudited) As of and for the period ended September 30, 2024 and December 31, 2023

\$ in 000s	9/30/2024		12/31/2023		Variance \$		Variance %
Additional paid in capital:							
At beginning of period	\$	6,492,488	\$	6,492,488	\$	_	—%
Change in paid in capital		_		_		_	—%
At end of period		6,492,488		6,492,488		—	—%
Unrealized appreciation (depreciation):							
At beginning of period		(101,549)		(133,169)		31,620	-24%
Impact of adopting IFRS 9 on January 1, 2023		_		168,150		(168,150)	-100%
		(101,549)		34,981		(136,530)	-390%
Change in unrealized gain (loss) during the period from:							
Investments		459,191		224,904		234,287	104%
Loss reserves		(394,958)		(302,196)		(92,762)	31%
Pension remeasurement		(13,609)		(59,238)		45,629	-77%
		50,624		(136,530)		187,154	-137%
At end of period		(50,925)		(101,549)		50,624	-50%
Retained earnings:							
At beginning of period		6,320,644		4,888,701		1,431,943	29%
Deemed dividend distribution to ZIC		_		(118,355)		118,355	-100%
		6,320,644		4,770,346		1,550,298	32%
Net income		782,946		1,550,298		(767,352)	-49%
At end of period		7,103,590		6,320,644		782,946	12%
Total shareholder equity	\$	13.545.153	\$	12,711,583	\$	833.570	7%
Total shareholder equity	\$	13,545,153	\$	12,711,583	\$	833,570	