



# Third Quarter Financial Supplement

September 30, 2022

**GENWORTH FINANCIAL, INC.  
FINANCIAL SUPPLEMENT  
THIRD QUARTER 2022**

<u>Table of Contents</u>	<u>Page</u>
Investor Letter .....	3
Use of Non-GAAP Measures .....	4
Results of Operations and Selected Operating Performance Measures .....	5
Financial Highlights .....	6
 <b><i>Consolidated Quarterly Results</i></b>	
Consolidated Net Income by Quarter .....	8
Reconciliation of Net Income to Adjusted Operating Income .....	9
Consolidated Balance Sheets .....	10-11
Consolidated Balance Sheets by Segment .....	12-13
Deferred Acquisition Costs (DAC) Rollforward .....	14
 <b><i>Quarterly Results by Business</i></b>	
Adjusted Operating Income and Sales—Enact Segment .....	16-21
Adjusted Operating Income (Loss)—U.S. Life Insurance Segment .....	23-26
Adjusted Operating Income—Runoff Segment .....	28
Adjusted Operating Income (Loss)—Corporate and Other Activities .....	30
 <b><i>Additional Financial Data</i></b>	
Investments Summary .....	32
Fixed Maturity Securities Summary .....	33
General Account U.S. GAAP Net Investment Income Yields .....	34
Net Investment Gains (Losses), Net—Detail .....	35
 <b><i>Reconciliations of Non-GAAP Measures</i></b>	
Reconciliation of Operating Return On Equity (ROE) .....	37
Reconciliation of Consolidated Expense Ratio .....	38
Reconciliation of Reported Yield to Core Yield .....	39

**Note:**

Unless otherwise stated, all references in this financial supplement to income (loss) from continuing operations, income (loss) from continuing operations per share, net income (loss), net income (loss) per share, adjusted operating income (loss), adjusted operating income (loss) per share, book value and book value per share should be read as income (loss) from continuing operations available to Genworth Financial, Inc.'s common stockholders, income (loss) from continuing operations available to Genworth Financial, Inc.'s common stockholders per share, net income (loss) available to Genworth Financial, Inc.'s common stockholders, net income (loss) available to Genworth Financial, Inc.'s common stockholders per share, non-U.S. Generally Accepted Accounting Principles (U.S. GAAP) adjusted operating income (loss) available to Genworth Financial, Inc.'s common stockholders, non-GAAP adjusted operating income (loss) available to Genworth Financial, Inc.'s common stockholders per share, book value available to Genworth Financial, Inc.'s common stockholders and book value available to Genworth Financial, Inc.'s common stockholders per share, respectively.

**GENWORTH FINANCIAL, INC.  
FINANCIAL SUPPLEMENT  
THIRD QUARTER 2022**

Dear Investor,

Thank you for your continued interest in Genworth Financial, Inc.

Please see the accompanying press release and summary presentation posted to the company's website at <http://investor.genworth.com> for additional information regarding its third quarter 2022 earnings results.

Investors are encouraged to listen to the company's earnings call on third quarter 2022 results at 9:00 a.m. (ET) on November 2, 2022.

Regards,

Sarah E. Crews, Investor Relations  
[InvestorInfo@genworth.com](mailto:InvestorInfo@genworth.com)

**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Use of Non-GAAP Measures**

This financial supplement includes the non-GAAP financial measures entitled “adjusted operating income (loss)” and “adjusted operating income (loss) per share.” Adjusted operating income (loss) per share is derived from adjusted operating income (loss). The chief operating decision maker evaluates segment performance and allocates resources on the basis of adjusted operating income (loss). The company defines adjusted operating income (loss) as income (loss) from continuing operations excluding the after-tax effects of income (loss) from continuing operations attributable to noncontrolling interests, net investment gains (losses), gains (losses) on the sale of businesses, gains (losses) on the early extinguishment of debt, initial gains (losses) on insurance block transactions, restructuring costs and infrequent or unusual non-operating items. Initial gains (losses) on insurance block transactions are defined as gains (losses) on the early extinguishment of non-recourse funding obligations, early termination fees for other financing restructuring and/or initial gains (losses) on reinsurance restructuring for certain blocks of business. The company excludes net investment gains (losses) and infrequent or unusual non-operating items because the company does not consider them to be related to the operating performance of the company’s segments and Corporate and Other activities. A component of the company’s net investment gains (losses) is the result of estimated future credit losses, the size and timing of which can vary significantly depending on market credit cycles. In addition, the size and timing of other investment gains (losses) can be subject to the company’s discretion and are influenced by market opportunities, as well as asset-liability matching considerations. Gains (losses) on the sale of businesses, gains (losses) on the early extinguishment of debt, initial gains (losses) on insurance block transactions and restructuring costs are also excluded from adjusted operating income (loss) because, in the company’s opinion, they are not indicative of overall operating trends. Infrequent or unusual non-operating items are also excluded from adjusted operating income (loss) if, in the company’s opinion, they are not indicative of overall operating trends.

While some of these items may be significant components of net income (loss) available to Genworth Financial, Inc.’s common stockholders in accordance with U.S. GAAP, the company believes that adjusted operating income (loss) and measures that are derived from or incorporate adjusted operating income (loss), including adjusted operating income (loss) per share on a basic and diluted basis, are appropriate measures that are useful to investors because they identify the income (loss) attributable to the ongoing operations of the business. Management also uses adjusted operating income (loss) as a basis for determining awards and compensation for senior management and to evaluate performance on a basis comparable to that used by analysts. However, the items excluded from adjusted operating income (loss) have occurred in the past and could, and in some cases will, recur in the future. Adjusted operating income (loss) and adjusted operating income (loss) per share on a basic and diluted basis are not substitutes for net income (loss) available to Genworth Financial, Inc.’s common stockholders or net income (loss) available to Genworth Financial, Inc.’s common stockholders per share on a basic and diluted basis determined in accordance with U.S. GAAP. In addition, the company’s definition of adjusted operating income (loss) may differ from the definitions used by other companies.

Adjustments to reconcile net income (loss) available to Genworth Financial, Inc.’s common stockholders to adjusted operating income (loss) assume a 21% tax rate and are net of the portion attributable to noncontrolling interests. Net investment gains (losses) are also adjusted for DAC and other intangible amortization and certain benefit reserves (see page 35).

In the third quarter of 2022, the company paid a pre-tax make-whole premium of \$2 million and wrote off \$1 million of bond consent fees and deferred borrowing costs related to the early redemption of Genworth Holdings, Inc.’s (Genworth Holdings) senior notes originally scheduled to mature in February 2024. In the second and first quarters of 2022, the company repurchased \$48 million and \$82 million, respectively, principal amount of Genworth Holdings, Inc.’s senior notes due in February 2024 for a pre-tax loss of \$1 million and \$3 million, respectively. In the fourth and third quarters of 2021, the company paid a pre-tax make-whole premium of \$20 million and \$6 million, respectively, related to the early redemption of Genworth Holdings’ senior notes originally scheduled to mature in August 2023 and September 2021, respectively. In the fourth quarter of 2021, the company also repurchased \$209 million principal amount of Genworth Holdings’ senior notes with 2023 and 2024 maturity dates for a pre-tax loss of \$15 million. In the first quarter of 2021, the company repurchased \$146 million principal amount of Genworth Holdings’ senior notes due in September 2021 for a pre-tax loss of \$4 million. These transactions were excluded from adjusted operating income as they relate to gains (losses) on the early extinguishment of debt.

In the fourth quarter of 2021, the company recorded a pre-tax loss of \$92 million as a result of ceding certain term life insurance policies as part of a life block transaction.

The company recorded a pre-tax expense of \$1 million in the second quarter of 2022, and \$5 million, \$3 million, \$5 million and \$21 million in the fourth, third, second and first quarters of 2021, respectively, related to restructuring costs as it continues to evaluate and appropriately size its organizational needs and expenses.

In the third quarter of 2022, the company incurred \$6 million of pre-tax pension plan termination costs related to one of its defined benefit pension plans. There were no other infrequent or unusual items excluded from adjusted operating income (loss) during the periods presented.

The table on page 9 of this financial supplement provides a reconciliation of net income available to Genworth Financial, Inc.’s common stockholders to adjusted operating income for the periods presented and reflects adjusted operating income (loss) as determined in accordance with accounting guidance related to segment reporting. This financial supplement includes other non-GAAP measures management believes enhances the understanding and comparability of performance by highlighting underlying business activity and profitability drivers. These additional non-GAAP measures are on pages 37 to 39 of this financial supplement.

**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Results of Operations and Selected Operating Performance Measures**

The company's chief operating decision maker evaluates segment performance and allocates resources on the basis of adjusted operating income (loss). The table on page 9 of this financial supplement provides a reconciliation of net income available to Genworth Financial, Inc.'s common stockholders to adjusted operating income for the periods presented and reflects adjusted operating income (loss) as determined in accordance with accounting guidance related to segment reporting.

The company taxes its businesses at the U.S. corporate federal income tax rate of 21%. Each segment is then adjusted to reflect the unique tax attributes of that segment, such as permanent differences between U.S. GAAP and tax law. The difference between the consolidated provision for income taxes and the sum of the provision for income taxes in each segment is reflected in Corporate and Other activities.

The annually-determined tax rates and adjustments to each segment's provision for income taxes are estimates which are subject to review and could change from year to year.

This financial supplement contains selected operating performance measures including "sales" and "insurance in-force" or "risk in-force" which are commonly used in the insurance industry as measures of operating performance.

Management regularly monitors and reports sales metrics as a measure of volume of new business generated in a period. Sales refer to new insurance written for mortgage insurance products included in the company's Enact segment. The company considers new insurance written to be a measure of the operating performance of its Enact segment because it represents a measure of new sales of insurance policies during a specified period, rather than a measure of revenues or profitability during that period.

Management regularly monitors and reports insurance in-force and risk in-force for the company's Enact segment. Insurance in-force is a measure of the aggregate unpaid principal balance as of the respective reporting date for loans insured by the company's U.S. mortgage insurance subsidiaries. Risk in-force is based on the coverage percentage applied to the estimated current outstanding loan balance. The company considers insurance in-force and risk in-force to be measures of the operating performance of its Enact segment because they represent measures of the size of its business at a specific date which will generate revenues and profits in a future period, rather than measures of its revenues or profitability during that period.

Management also regularly monitors and reports a loss ratio for the company's businesses. For the mortgage insurance businesses included in the company's Enact segment, the loss ratio is the ratio of benefits and other changes in policy reserves to net earned premiums. For the long-term care insurance business included in the company's U.S. Life Insurance segment, the loss ratio is the ratio of benefits and other changes in reserves less tabular interest on reserves less loss adjustment expenses to net earned premiums. The company considers the loss ratio to be a measure of underwriting performance in these businesses and helps to enhance the understanding of the operating performance of the businesses.

These operating performance measures enable the company to compare its operating performance across periods without regard to revenues or profitability related to policies or contracts sold in prior periods or from investments or other sources.

**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Financial Highlights**  
**(amounts in millions, except per share data)**

<u>Balance Sheet Data</u>	<u>September 30, 2022</u>	<u>June 30, 2022</u>	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
Total Genworth Financial, Inc.'s stockholders' equity, excluding accumulated other comprehensive income (loss) . . . . .	\$12,056	\$11,965	\$11,797	\$11,649	\$11,476
Total accumulated other comprehensive income (loss) . . . . .	(2,765)	(145)	2,610	3,861	3,800
Total Genworth Financial, Inc.'s stockholders' equity . . . . .	<u>\$ 9,291</u>	<u>\$11,820</u>	<u>\$14,407</u>	<u>\$15,510</u>	<u>\$15,276</u>
Book value per share . . . . .	\$ 18.49	\$ 23.28	\$ 28.23	\$ 30.57	\$ 30.11
Book value per share, excluding accumulated other comprehensive income (loss) . . . . .	\$ 23.99	\$ 23.56	\$ 23.12	\$ 22.96	\$ 22.62
Common shares outstanding as of the balance sheet date . . . . .	502.6	507.8	510.3	507.4	507.4
	<b>Twelve months ended</b>				
	<u>September 30, 2022</u>	<u>June 30, 2022</u>	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
<u>Twelve Month Rolling Average ROE</u>					
U.S. GAAP Basis ROE . . . . .	5.1%	6.9%	7.6%	8.0%	9.1%
Operating ROE <sup>(1)</sup> . . . . .	5.3%	6.1%	6.3%	6.8%	7.1%
	<b>Three months ended</b>				
	<u>September 30, 2022</u>	<u>June 30, 2022</u>	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
<u>Quarterly Average ROE</u>					
U.S. GAAP Basis ROE . . . . .	3.5%	6.1%	5.1%	5.6%	11.0%
Operating ROE <sup>(1)</sup> . . . . .	5.3%	5.9%	4.5%	5.7%	8.4%
	<u>Three months ended September 30, 2022</u>	<u>Nine months ended September 30, 2022</u>			
<u>Basic and Diluted Shares</u>					
Weighted-average common shares used in basic earnings per share calculations . . . . .	504.0	507.1			
Potentially dilutive securities:					
Stock options, restricted stock units and other equity-based awards . . . . .	5.4	6.6			
Weighted-average common shares used in diluted earnings per share calculations . . . . .	<u>509.4</u>	<u>513.7</u>			

<sup>(1)</sup> See page 37 herein for a reconciliation of U.S. GAAP Basis ROE to Operating ROE.

## **Consolidated Quarterly Results**

**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Consolidated Net Income by Quarter**  
**(amounts in millions, except per share amounts)**

	2022				2021				
	3Q	2Q	1Q	Total	4Q	3Q	2Q	1Q	Total
<b>REVENUES:</b>									
Premiums	\$ 934	\$ 927	\$ 931	\$2,792	\$ 576	\$ 944	\$ 947	\$ 968	\$3,435
Net investment income	808	787	764	2,359	866	859	844	801	3,370
Net investment gains (losses)	(69)	8	28	(33)	132	88	70	33	323
Policy fees and other income	166	159	169	494	162	179	180	183	704
Total revenues	1,839	1,881	1,892	5,612	1,736	2,070	2,041	1,985	7,832
<b>BENEFITS AND EXPENSES:</b>									
Benefits and other changes in policy reserves	1,180	764	1,139	3,083	861	1,143	1,161	1,218	4,383
Interest credited	128	125	125	378	127	123	127	131	508
Acquisition and operating expenses, net of deferrals	240	589	271	1,100	354	290	304	275	1,223
Amortization of deferred acquisition costs and intangibles	79	84	92	255	108	106	86	77	377
Interest expense	26	26	26	78	31	35	43	51	160
Total benefits and expenses	1,653	1,588	1,653	4,894	1,481	1,697	1,721	1,752	6,651
<b>INCOME FROM CONTINUING OPERATIONS BEFORE INCOME TAXES</b>	186	293	239	718	255	373	320	233	1,181
Provision for income taxes	52	73	58	183	62	67	75	59	263
<b>INCOME FROM CONTINUING OPERATIONS</b>	134	220	181	535	193	306	245	174	918
Income (loss) from discontinued operations, net of taxes <sup>(1)</sup>	5	(1)	(2)	2	(1)	12	(5)	21	27
<b>NET INCOME</b>	139	219	179	537	192	318	240	195	945
Less: net income from continuing operations attributable to noncontrolling interests	35	38	30	103	29	4	—	—	33
Less: net income from discontinued operations attributable to noncontrolling interests	—	—	—	—	—	—	—	8	8
<b>NET INCOME AVAILABLE TO GENWORTH FINANCIAL, INC.'S COMMON STOCKHOLDERS</b>	\$ 104	\$ 181	\$ 149	\$ 434	\$ 163	\$ 314	\$ 240	\$ 187	\$ 904
<b>NET INCOME AVAILABLE TO GENWORTH FINANCIAL, INC.'S COMMON STOCKHOLDERS:</b>									
Income from continuing operations available to Genworth Financial, Inc.'s common stockholders	\$ 99	\$ 182	\$ 151	\$ 432	\$ 164	\$ 302	\$ 245	\$ 174	\$ 885
Income (loss) from discontinued operations available to Genworth Financial, Inc.'s common stockholders	5	(1)	(2)	2	(1)	12	(5)	13	19
<b>NET INCOME AVAILABLE TO GENWORTH FINANCIAL, INC.'S COMMON STOCKHOLDERS</b>	\$ 104	\$ 181	\$ 149	\$ 434	\$ 163	\$ 314	\$ 240	\$ 187	\$ 904
<b>Earnings Per Share Data:</b>									
Income from continuing operations available to Genworth Financial, Inc.'s common stockholders per share									
Basic	\$ 0.20	\$ 0.36	\$ 0.30	\$ 0.85	\$ 0.32	\$ 0.59	\$ 0.48	\$ 0.35	\$ 1.75
Diluted	\$ 0.19	\$ 0.36	\$ 0.29	\$ 0.84	\$ 0.32	\$ 0.59	\$ 0.47	\$ 0.34	\$ 1.72
Net income available to Genworth Financial, Inc.'s common stockholders per share									
Basic	\$ 0.21	\$ 0.36	\$ 0.29	\$ 0.86	\$ 0.32	\$ 0.62	\$ 0.47	\$ 0.37	\$ 1.78
Diluted	\$ 0.20	\$ 0.35	\$ 0.29	\$ 0.85	\$ 0.32	\$ 0.61	\$ 0.47	\$ 0.37	\$ 1.76
Weighted-average common shares outstanding									
Basic	504.0	509.0	508.3	507.1	507.4	507.4	507.0	506.0	506.9
Diluted	509.4	514.2	517.4	513.7	515.6	514.2	515.0	513.8	514.7

<sup>(1)</sup> Income (loss) from discontinued operations relates to the company's former lifestyle protection insurance business that was sold on December 1, 2015 and its former Australia mortgage insurance business that was sold on March 3, 2021.



**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Reconciliation of Net Income to Adjusted Operating Income**  
**(amounts in millions, except per share amounts)**

	2022				2021				
	3Q	2Q	1Q	Total	4Q	3Q	2Q	1Q	Total
<b>NET INCOME AVAILABLE TO GENWORTH FINANCIAL, INC.'S COMMON STOCKHOLDERS</b> .....	\$ 104	\$ 181	\$ 149	\$ 434	\$ 163	\$ 314	\$ 240	\$ 187	\$ 904
Add: net income from continuing operations attributable to noncontrolling interests .....	35	38	30	103	29	4	—	—	33
Add: net income from discontinued operations attributable to noncontrolling interests .....	—	—	—	—	—	—	—	8	8
<b>NET INCOME</b> .....	139	219	179	537	192	318	240	195	945
Less: income (loss) from discontinued operations, net of taxes .....	5	(1)	(2)	2	(1)	12	(5)	21	27
<b>INCOME FROM CONTINUING OPERATIONS</b> .....	134	220	181	535	193	306	245	174	918
Less: net income from continuing operations attributable to noncontrolling interests .....	35	38	30	103	29	4	—	—	33
<b>INCOME FROM CONTINUING OPERATIONS AVAILABLE TO GENWORTH FINANCIAL, INC.'S COMMON STOCKHOLDERS</b> .....	99	182	151	432	164	302	245	174	885
<b>ADJUSTMENTS TO INCOME FROM CONTINUING OPERATIONS AVAILABLE TO GENWORTH FINANCIAL, INC.'S COMMON STOCKHOLDERS:</b>									
Net investment (gains) losses, net <sup>(1)</sup> .....	67	(10)	(28)	29	(133)	(88)	(70)	(33)	(324)
(Gains) losses on early extinguishment of debt .....	3	1	3	7	35	6	—	4	45
Initial loss from life block transaction .....	—	—	—	—	92	—	—	—	92
Expenses related to restructuring .....	—	1	—	1	5	3	5	21	34
Pension plan termination costs .....	6	—	—	6	—	—	—	—	—
Taxes on adjustments .....	(16)	2	5	(9)	1	16	14	2	33
<b>ADJUSTED OPERATING INCOME</b> .....	\$ 159	\$ 176	\$ 131	\$ 466	\$ 164	\$ 239	\$ 194	\$ 168	\$ 765
<b>ADJUSTED OPERATING INCOME (LOSS):</b>									
Enact segment .....	\$ 156	\$ 167	\$ 135	\$ 458	\$ 125	\$ 134	\$ 135	\$ 126	\$ 520
U.S. Life Insurance segment:									
Long-Term Care Insurance .....	25	34	59	118	119	133	98	95	445
Life Insurance .....	(33)	(34)	(79)	(146)	(98)	(68)	(40)	(63)	(269)
Fixed Annuities .....	19	21	16	56	20	28	13	30	91
Total U.S. Life Insurance segment .....	11	21	(4)	28	41	93	71	62	267
Runoff segment .....	9	2	9	20	16	11	15	12	54
Corporate and Other .....	(17)	(14)	(9)	(40)	(18)	1	(27)	(32)	(76)
<b>ADJUSTED OPERATING INCOME</b> .....	\$ 159	\$ 176	\$ 131	\$ 466	\$ 164	\$ 239	\$ 194	\$ 168	\$ 765
<b>Earnings Per Share Data:</b>									
Net income available to Genworth Financial, Inc.'s common stockholders per share									
Basic .....	\$ 0.21	\$ 0.36	\$ 0.29	\$ 0.86	\$ 0.32	\$ 0.62	\$ 0.47	\$ 0.37	\$ 1.78
Diluted .....	\$ 0.20	\$ 0.35	\$ 0.29	\$ 0.85	\$ 0.32	\$ 0.61	\$ 0.47	\$ 0.37	\$ 1.76
Adjusted operating income per share									
Basic .....	\$ 0.32	\$ 0.35	\$ 0.26	\$ 0.92	\$ 0.32	\$ 0.47	\$ 0.38	\$ 0.33	\$ 1.51
Diluted .....	\$ 0.31	\$ 0.34	\$ 0.25	\$ 0.91	\$ 0.32	\$ 0.46	\$ 0.38	\$ 0.33	\$ 1.48
Weighted-average common shares outstanding									
Basic .....	504.0	509.0	508.3	507.1	507.4	507.4	507.0	506.0	506.9
Diluted .....	509.4	514.2	517.4	513.7	515.6	514.2	515.0	513.8	514.7

<sup>(1)</sup> Net investment (gains) losses were adjusted for DAC and other intangible amortization and certain benefit reserves (see page 35 for reconciliation).

**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Consolidated Balance Sheets**  
**(amounts in millions)**

	<u>September 30, 2022</u>	<u>June 30, 2022</u>	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
<b>ASSETS</b>					
Investments:					
Fixed maturity securities available-for-sale, at fair value <sup>(1)</sup>	\$46,215	\$49,286	\$55,027	\$60,480	\$61,274
Equity securities, at fair value	274	243	230	198	156
Commercial mortgage loans <sup>(2)</sup>	7,086	7,088	6,938	6,856	6,916
Less: Allowance for credit losses	(23)	(23)	(25)	(26)	(30)
Commercial mortgage loans, net	7,063	7,065	6,913	6,830	6,886
Policy loans	2,153	2,178	2,028	2,050	2,067
Limited partnerships	2,195	2,123	2,007	1,900	1,617
Other invested assets	590	573	671	820	718
Total investments	58,490	61,468	66,876	72,278	72,718
Cash, cash equivalents and restricted cash	1,561	1,724	1,291	1,571	1,937
Accrued investment income	616	553	696	647	626
Deferred acquisition costs	2,247	2,314	1,310	1,146	1,193
Intangible assets	237	236	159	143	147
Reinsurance recoverable	16,619	16,691	16,821	16,868	16,722
Less: Allowance for credit losses	(61)	(60)	(57)	(55)	(51)
Reinsurance recoverable, net	16,558	16,631	16,764	16,813	16,671
Other assets	399	412	440	388	396
Deferred tax asset	1,533	1,047	421	119	209
Separate account assets	4,298	4,683	5,530	6,066	5,978
Total assets	<u>\$85,939</u>	<u>\$89,068</u>	<u>\$93,487</u>	<u>\$99,171</u>	<u>\$99,875</u>

<sup>(1)</sup> Amortized cost of \$51,248 million, \$51,248 million, \$52,280 million, \$52,611 million and \$53,181 million as of September 30, 2022, June 30, 2022, March 31, 2022, December 31, 2021 and September 30, 2021, respectively, and allowance for credit losses of \$— as of September 30, 2022, June 30, 2022, March 31, 2022, December 31, 2021 and September 30, 2021.

<sup>(2)</sup> Net of unamortized balance of loan origination fees and costs of \$4 million as of September 30, 2022, June 30, 2022, March 31, 2022, December 31, 2021 and September 30, 2021.

**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Consolidated Balance Sheets**  
**(amounts in millions)**

	<u>September 30, 2022</u>	<u>June 30, 2022</u>	<u>March 31, 2022</u>	<u>December 31, 2021</u>	<u>September 30, 2021</u>
<b>LIABILITIES AND EQUITY</b>					
Liabilities:					
Future policy benefits .....	\$38,095	\$38,133	\$38,897	\$41,528	\$41,794
Policyholder account balances .....	17,589	17,907	18,197	19,354	19,607
Liability for policy and contract claims .....	12,004	11,915	11,833	11,841	11,743
Unearned premiums .....	597	614	639	672	685
Other liabilities .....	1,679	1,468	1,416	1,511	1,568
Long-term borrowings .....	1,622	1,773	1,819	1,899	2,412
Separate account liabilities .....	4,298	4,683	5,530	6,066	5,978
Liabilities related to discontinued operations <sup>(1)</sup> .....	6	4	4	34	36
<b>Total liabilities</b> .....	<u>75,890</u>	<u>76,497</u>	<u>78,335</u>	<u>82,905</u>	<u>83,823</u>
Equity:					
Common stock .....	1	1	1	1	1
Additional paid-in capital .....	11,865	11,859	11,857	11,858	11,850
Accumulated other comprehensive income (loss) <sup>(2)</sup> .....	(2,765)	(145)	2,610	3,861	3,800
Retained earnings .....	2,924	2,820	2,639	2,490	2,325
Treasury stock, at cost .....	(2,734)	(2,715)	(2,700)	(2,700)	(2,700)
<b>Total Genworth Financial, Inc.'s stockholders' equity</b> .....	<u>9,291</u>	<u>11,820</u>	<u>14,407</u>	<u>15,510</u>	<u>15,276</u>
Noncontrolling interests .....	758	751	745	756	776
<b>Total equity</b> .....	<u>10,049</u>	<u>12,571</u>	<u>15,152</u>	<u>16,266</u>	<u>16,052</u>
<b>Total liabilities and equity</b> .....	<u>\$85,939</u>	<u>\$89,068</u>	<u>\$93,487</u>	<u>\$99,171</u>	<u>\$99,875</u>

<sup>(1)</sup> Liabilities related to discontinued operations relates to a liability recorded in connection with a settlement agreement reached with AXA and other unrelated liabilities involving the sale of the company's former lifestyle protection insurance business.

<sup>(2)</sup> Accumulated other comprehensive income (loss) decreased primarily from an increase in interest rates in the second and third quarters of 2022.

**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Consolidated Balance Sheet by Segment**  
**(amounts in millions)**

	September 30, 2022				
	Enact	U.S. Life Insurance	Runoff	Corporate and Other <sup>(1)</sup>	Total
<b>ASSETS</b>					
Cash and investments	\$5,466	\$51,435	\$2,786	\$ 980	\$60,667
Deferred acquisition costs and intangible assets	34	2,310	133	7	2,484
Reinsurance recoverable, net	—	15,922	636	—	16,558
Deferred tax and other assets	225	1,223	33	451	1,932
Separate account assets	—	—	4,298	—	4,298
Total assets	<u>\$5,725</u>	<u>\$70,890</u>	<u>\$7,886</u>	<u>\$1,438</u>	<u>\$85,939</u>
<b>LIABILITIES AND EQUITY</b>					
Liabilities:					
Future policy benefits	\$ —	\$38,093	\$ 2	\$ —	\$38,095
Policyholder account balances	—	14,515	3,074	—	17,589
Liability for policy and contract claims	510	11,467	21	6	12,004
Unearned premiums	213	381	3	—	597
Other liabilities	129	1,012	43	495	1,679
Borrowings	742	—	—	880	1,622
Separate account liabilities	—	—	4,298	—	4,298
Liabilities related to discontinued operations	—	—	—	6	6
Total liabilities	<u>1,594</u>	<u>65,468</u>	<u>7,441</u>	<u>1,387</u>	<u>75,890</u>
Equity:					
Allocated equity, excluding accumulated other comprehensive income (loss)	3,722	7,289	461	584	12,056
Allocated accumulated other comprehensive income (loss)	(349)	(1,867)	(16)	(533)	(2,765)
Total Genworth Financial, Inc.'s stockholders' equity	<u>3,373</u>	<u>5,422</u>	<u>445</u>	<u>51</u>	<u>9,291</u>
Noncontrolling interests	758	—	—	—	758
Total equity	<u>4,131</u>	<u>5,422</u>	<u>445</u>	<u>51</u>	<u>10,049</u>
Total liabilities and equity	<u>\$5,725</u>	<u>\$70,890</u>	<u>\$7,886</u>	<u>\$1,438</u>	<u>\$85,939</u>

<sup>(1)</sup> Includes inter-segment eliminations and other businesses that are managed outside the operating segments.

**GENWORTH FINANCIAL, INC.  
FINANCIAL SUPPLEMENT  
THIRD QUARTER 2022**

**Consolidated Balance Sheet by Segment  
(amounts in millions)**

	June 30, 2022				
	Enact	U.S. Life Insurance	Runoff	Corporate and Other <sup>(1)</sup>	Total
<b>ASSETS</b>					
Cash and investments	\$5,539	\$54,314	\$2,751	\$1,141	\$63,745
Deferred acquisition costs and intangible assets	35	2,374	133	8	2,550
Reinsurance recoverable, net	—	15,984	647	—	16,631
Deferred tax and other assets	189	616	50	604	1,459
Separate account assets	—	—	4,683	—	4,683
Total assets	<u>\$5,763</u>	<u>\$73,288</u>	<u>\$8,264</u>	<u>\$1,753</u>	<u>\$89,068</u>
<b>LIABILITIES AND EQUITY</b>					
Liabilities:					
Future policy benefits	\$ —	\$38,132	\$ 1	\$ —	\$38,133
Policyholder account balances	—	14,825	3,082	—	17,907
Liability for policy and contract claims	559	11,335	14	7	11,915
Unearned premiums	225	386	3	—	614
Other liabilities	144	847	42	435	1,468
Borrowings	742	—	—	1,031	1,773
Separate account liabilities	—	—	4,683	—	4,683
Liabilities related to discontinued operations	—	—	—	4	4
Total liabilities	<u>1,670</u>	<u>65,525</u>	<u>7,825</u>	<u>1,477</u>	<u>76,497</u>
Equity:					
Allocated equity, excluding accumulated other comprehensive income (loss)	3,582	7,329	446	608	11,965
Allocated accumulated other comprehensive income (loss)	(240)	434	(7)	(332)	(145)
Total Genworth Financial, Inc.'s stockholders' equity	<u>3,342</u>	<u>7,763</u>	<u>439</u>	<u>276</u>	<u>11,820</u>
Noncontrolling interests	751	—	—	—	751
Total equity	<u>4,093</u>	<u>7,763</u>	<u>439</u>	<u>276</u>	<u>12,571</u>
Total liabilities and equity	<u>\$5,763</u>	<u>\$73,288</u>	<u>\$8,264</u>	<u>\$1,753</u>	<u>\$89,068</u>

<sup>(1)</sup> Includes inter-segment eliminations and other businesses that are managed outside the operating segments.

**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Deferred Acquisition Costs Rollforward**  
**(amounts in millions)**

	<u>Enact</u>	<u>U.S. Life Insurance</u>	<u>Runoff</u>	<u>Total</u>
Unamortized balance as of June 30, 2022 .....	\$ 27	\$2,143	\$117	\$2,287
Costs deferred .....	1	(2)	—	(1)
Amortization, net of interest accretion .....	<u>(2)</u>	<u>(67)</u>	<u>(6)</u>	<u>(75)</u>
Unamortized balance as of September 30, 2022 .....	26	2,074	111	2,211
Effect of accumulated net unrealized investment (gains) losses .....	<u>—</u>	<u>15</u>	<u>21</u>	<u>36</u>
Balance as of September 30, 2022 .....	<u>\$ 26</u>	<u>\$2,089</u>	<u>\$132</u>	<u>\$2,247</u>

## **Enact Segment**

**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Adjusted Operating Income and Sales—Enact Segment**  
**(amounts in millions)**

	2022				2021				
	3Q	2Q	1Q	Total	4Q	3Q	2Q	1Q	Total
<b>REVENUES:</b>									
Premiums .....	\$ 235	\$ 238	\$ 234	\$ 707	\$ 237	\$ 243	\$ 243	\$ 252	\$ 975
Net investment income .....	39	36	35	110	35	36	35	35	141
Net investment gains (losses) .....	—	(1)	—	(1)	—	1	(2)	(1)	(2)
Policy fees and other income .....	1	—	1	2	1	1	—	2	4
Total revenues .....	<u>275</u>	<u>273</u>	<u>270</u>	<u>818</u>	<u>273</u>	<u>281</u>	<u>276</u>	<u>288</u>	<u>1,118</u>
<b>BENEFITS AND EXPENSES:</b>									
Benefits and other changes in policy reserves .....	(40)	(62)	(10)	(112)	6	34	30	55	125
Acquisition and operating expenses, net of deferrals .....	55	58	54	167	55	55	63	57	230
Amortization of deferred acquisition costs and intangibles .....	4	3	3	10	4	3	4	4	15
Interest expense .....	12	13	13	38	13	13	12	13	51
Total benefits and expenses .....	<u>31</u>	<u>12</u>	<u>60</u>	<u>103</u>	<u>78</u>	<u>105</u>	<u>109</u>	<u>129</u>	<u>421</u>
<b>INCOME FROM CONTINUING OPERATIONS BEFORE INCOME TAXES</b> .....	244	261	210	715	195	176	167	159	697
Provision for income taxes .....	53	57	45	155	41	38	35	34	148
<b>INCOME FROM CONTINUING OPERATIONS</b> .....	191	204	165	560	154	138	132	125	549
Less: net income from continuing operations attributable to noncontrolling interests .....	35	38	30	103	29	4	—	—	33
<b>INCOME FROM CONTINUING OPERATIONS AVAILABLE TO GENWORTH FINANCIAL, INC.'S COMMON STOCKHOLDERS</b> .....	156	166	135	457	125	134	132	125	516
<b>ADJUSTMENTS TO INCOME FROM CONTINUING OPERATIONS AVAILABLE TO GENWORTH FINANCIAL, INC.'S COMMON STOCKHOLDERS:</b>									
Net investment (gains) losses .....	—	1	—	1	—	(1)	2	1	2
Expenses related to restructuring .....	—	—	—	—	—	1	2	—	3
Taxes on adjustments .....	—	—	—	—	—	—	(1)	—	(1)
<b>ADJUSTED OPERATING INCOME</b> .....	<u>\$ 156</u>	<u>\$ 167</u>	<u>\$ 135</u>	<u>\$ 458</u>	<u>\$ 125</u>	<u>\$ 134</u>	<u>\$ 135</u>	<u>\$ 126</u>	<u>\$ 520</u>
<b>SALES:</b>									
Primary New Insurance Written (NIW) .....	\$15,069	\$17,448	\$18,823	\$51,340	\$21,441	\$23,972	\$26,657	\$24,934	\$97,004



**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Primary New Insurance Written Metrics—Enact Segment**  
(amounts in millions)

	2022						2021							
	3Q		2Q		1Q		4Q		3Q		2Q		1Q	
	Primary NIW	% of Primary NIW	Primary NIW	% of Primary NIW	Primary NIW	% of Primary NIW	Primary NIW	% of Primary NIW	Primary NIW	% of Primary NIW	Primary NIW	% of Primary NIW	Primary NIW	% of Primary NIW
<b>Payment Type</b>														
Monthly .....	\$14,138	94%	\$16,169	93%	\$17,071	91%	\$19,395	91%	\$21,475	90%	\$24,887	93%	\$23,358	94%
Single .....	890	6	1,218	7	1,690	9	1,991	9	2,431	10	1,686	7	1,446	6
Other <sup>(1)</sup> .....	41	—	61	—	62	—	55	—	66	—	84	—	130	—
<b>Total Primary</b> .....	<u>\$15,069</u>	<u>100%</u>	<u>\$17,448</u>	<u>100%</u>	<u>\$18,823</u>	<u>100%</u>	<u>\$21,441</u>	<u>100%</u>	<u>\$23,972</u>	<u>100%</u>	<u>\$26,657</u>	<u>100%</u>	<u>\$24,934</u>	<u>100%</u>
<b>Origination</b>														
Purchase .....	\$14,634	97%	\$16,802	96%	\$17,326	92%	\$19,284	90%	\$20,988	88%	\$21,143	79%	\$15,500	62%
Refinance .....	435	3	646	4	1,497	8	2,157	10	2,984	12	5,514	21	9,434	38
<b>Total Primary</b> .....	<u>\$15,069</u>	<u>100%</u>	<u>\$17,448</u>	<u>100%</u>	<u>\$18,823</u>	<u>100%</u>	<u>\$21,441</u>	<u>100%</u>	<u>\$23,972</u>	<u>100%</u>	<u>\$26,657</u>	<u>100%</u>	<u>\$24,934</u>	<u>100%</u>
<b>FICO Scores</b>														
Over 760 .....	\$ 6,948	46%	\$ 7,981	45%	\$ 8,359	45%	\$ 9,401	44%	\$10,708	45%	\$11,762	44%	\$10,520	42%
740 - 759 .....	2,554	17	2,916	17	3,085	16	3,406	16	3,830	16	3,995	15	3,836	15
720 - 739 .....	2,106	14	2,530	15	2,515	13	2,844	13	3,177	13	3,467	13	3,423	14
700 - 719 .....	1,531	10	1,917	11	1,952	10	2,257	11	2,702	11	3,131	12	2,979	12
680 - 699 .....	1,085	7	1,099	6	1,316	7	1,589	7	1,875	8	2,513	9	2,480	10
660 - 679 <sup>(2)</sup> .....	527	3	598	3	931	5	1,106	5	1,010	4	1,068	4	983	4
640 - 659 .....	234	2	297	2	486	3	611	3	504	2	547	2	511	2
620 - 639 .....	79	1	106	1	173	1	223	1	166	1	174	1	202	1
<620 .....	5	—	4	—	6	—	4	—	—	—	—	—	—	—
<b>Total Primary</b> .....	<u>\$15,069</u>	<u>100%</u>	<u>\$17,448</u>	<u>100%</u>	<u>\$18,823</u>	<u>100%</u>	<u>\$21,441</u>	<u>100%</u>	<u>\$23,972</u>	<u>100%</u>	<u>\$26,657</u>	<u>100%</u>	<u>\$24,934</u>	<u>100%</u>
<b>Loan-To-Value Ratio</b>														
95.01% and above .....	\$ 1,741	11%	\$ 2,177	12%	\$ 3,146	17%	\$ 3,660	17%	\$ 3,396	14%	\$ 2,767	11%	\$ 2,241	9%
90.01% to 95.00% .....	6,184	41	7,458	43	6,682	35	7,548	35	8,838	37	10,758	40	9,453	38
85.01% to 90.00% .....	5,094	34	5,207	30	5,620	30	6,253	29	7,454	31	8,618	32	8,392	34
85.00% and below .....	2,050	14	2,606	15	3,375	18	3,980	19	4,284	18	4,514	17	4,848	19
<b>Total Primary</b> .....	<u>\$15,069</u>	<u>100%</u>	<u>\$17,448</u>	<u>100%</u>	<u>\$18,823</u>	<u>100%</u>	<u>\$21,441</u>	<u>100%</u>	<u>\$23,972</u>	<u>100%</u>	<u>\$26,657</u>	<u>100%</u>	<u>\$24,934</u>	<u>100%</u>
<b>Debt-To-Income Ratio</b>														
45.01% and above .....	\$ 3,728	25%	\$ 4,067	23%	\$ 4,452	24%	\$ 4,977	23%	\$ 4,167	17%	\$ 3,269	12%	\$ 2,566	10%
38.01% to 45.00% .....	5,681	38	6,436	37	6,361	34	7,047	33	7,949	33	9,204	35	8,746	35
38.00% and below .....	5,660	37	6,945	40	8,010	42	9,417	44	11,856	50	14,184	53	13,622	55
<b>Total Primary</b> .....	<u>\$15,069</u>	<u>100%</u>	<u>\$17,448</u>	<u>100%</u>	<u>\$18,823</u>	<u>100%</u>	<u>\$21,441</u>	<u>100%</u>	<u>\$23,972</u>	<u>100%</u>	<u>\$26,657</u>	<u>100%</u>	<u>\$24,934</u>	<u>100%</u>

(1) Includes loans with annual and split payment types.  
(2) Loans with unknown FICO scores are included in the 660-679 category.

**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Other Metrics—Enact Segment**  
**(dollar amounts in millions)**

	2022				2021				
	3Q	2Q	1Q	Total	4Q	3Q	2Q	1Q	Total
<b>Primary Insurance In-Force<sup>(1)</sup></b> .....	\$241,813	\$237,563	\$231,853		\$226,514	\$222,464	\$217,477	\$210,187	
<b>Risk In-Force</b>									
Primary <sup>(2)</sup> .....	\$ 61,124	\$ 59,911	\$ 58,295		\$ 56,881	\$ 55,866	\$ 54,643	\$ 52,866	
Pool .....	84	89	97		105	117	123	134	
<b>Total Risk In-Force</b> .....	<u>\$ 61,208</u>	<u>\$ 60,000</u>	<u>\$ 58,392</u>		<u>\$ 56,986</u>	<u>\$ 55,983</u>	<u>\$ 54,766</u>	<u>\$ 53,000</u>	
<b>Expense Ratio<sup>(3)</sup></b> .....	25%	26%	24%	25%	25%	24%	27%	24%	25%
<b>Primary Persistency</b> .....	82%	80%	76%	79%	69%	65%	63%	56%	62%
<b>Combined Risk To Capital Ratio<sup>(4)</sup></b> .....	12.3:1	12.6:1	12.0:1		12.2:1	11.8:1	11.8:1	11.7:1	
<b>EMICO Risk To Capital Ratio<sup>(4),(5)</sup></b> .....	12.3:1	12.6:1	12.1:1		12.3:1	11.9:1	12.0:1	11.9:1	
<b>PMIERS Available Assets<sup>(6)</sup></b> .....	\$ 5,292	\$ 5,147	\$ 5,222		\$ 5,077	\$ 5,126	\$ 4,926	\$ 4,769	
<b>PMIERS Required Assets<sup>(6)</sup></b> .....	\$ 3,043	\$ 3,100	\$ 2,961		\$ 3,074	\$ 2,839	\$ 2,985	\$ 3,005	
<b>Available Assets Above PMIERS Requirements<sup>(6)</sup></b> .....	\$ 2,249	\$ 2,047	\$ 2,261		\$ 2,003	\$ 2,287	\$ 1,941	\$ 1,764	
<b>PMIERS Sufficiency Ratio<sup>(6)</sup></b> .....	174%	166%	176%		165%	181%	165%	159%	
<b>Average Primary Loan Size (in thousands)</b> .....	\$ 255	\$ 251	\$ 246		\$ 242	\$ 237	\$ 233	\$ 228	

The expense ratio included above was calculated using whole dollars and may be different than the ratio calculated using the rounded numbers included herein.

- (1) Primary insurance in-force represents aggregate unpaid balance for loans the company's U.S. mortgage insurance subsidiaries insure.
- (2) Primary risk in-force represents risk on current loan balances as provided by servicers, lenders and investors.
- (3) The ratio of an insurer's general expenses to net earned premiums. In the business, general expenses consist of acquisition and operating expenses, net of deferrals, and amortization of DAC and intangibles.
- (4) Certain states limit a private mortgage insurer's risk in-force to 25 times the total of the insurer's policyholders' surplus plus the statutory contingency reserve, commonly known as the "risk to capital" requirement. The current period risk to capital ratio is an estimate due to the timing of the filing of statutory statements and is prepared consistent with the presentation of the statutory financial statements in the combined annual statement of the company's U.S. mortgage insurance subsidiaries.
- (5) Enact Mortgage Insurance Corporation (EMICO), the company's principal U.S. mortgage insurance subsidiary.
- (6) The Private Mortgage Insurer Eligibility Requirements (PMIERS) sufficiency ratio is calculated as available assets divided by required assets as defined within PMIERS. The current period PMIERS sufficiency ratio is an estimate due to the timing of the PMIERS filing and does not take into consideration the impact of restrictions recently imposed by the government-sponsored enterprises (GSEs). The GSEs have imposed certain capital restrictions on the company's U.S. mortgage insurance subsidiaries which remain in effect until certain conditions are met. These restrictions required EMICO to maintain 115% of published PMIERS minimum required assets among other restrictions as of December 31, 2021. Effective January 1, 2022, these requirements increased to 120%.

**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Loss Metrics—Enact Segment**  
**(amounts in millions)**

	2022				2021				
	3Q	2Q	1Q	Total	4Q	3Q	2Q	1Q	Total
Average Paid Claim (in thousands) <sup>(1)</sup> .....	\$ 42.2	\$ 50.1	\$ 51.6		\$ 27.2	\$ 26.7	\$ 63.1	\$ 54.7	
Average Reserve Per Primary Delinquency (in thousands) <sup>(2)</sup> .....	\$ 25.2	\$ 27.0	\$ 26.2		\$ 24.4	\$ 21.2	\$ 17.5	\$ 13.7	
<b>Reserves:</b>									
Direct primary case .....	\$ 476	\$ 526	\$ 591		\$ 606	\$ 613	\$ 589	\$ 564	
All other <sup>(3)</sup> .....	34	33	34		35	35	35	39	
<b>Total Reserves</b> .....	<u>\$ 510</u>	<u>\$ 559</u>	<u>\$ 625</u>		<u>\$ 641</u>	<u>\$ 648</u>	<u>\$ 624</u>	<u>\$ 603</u>	
<b>Beginning Reserves</b> .....	\$ 559	\$ 625	\$ 641	\$ 641	\$ 648	\$ 624	\$ 603	\$ 555	\$ 555
Paid claims .....	(9)	(4)	(6)	(19)	(13)	(10)	(9)	(7)	(39)
Increase (decrease) in reserves .....	<u>(40)</u>	<u>(62)</u>	<u>(10)</u>	<u>(112)</u>	<u>6</u>	<u>34</u>	<u>30</u>	<u>55</u>	<u>125</u>
<b>Ending Reserves</b> .....	<u>\$ 510</u>	<u>\$ 559</u>	<u>\$ 625</u>	<u>\$ 510</u>	<u>\$ 641</u>	<u>\$ 648</u>	<u>\$ 624</u>	<u>\$ 603</u>	<u>\$ 641</u>
<b>Loss Ratio</b> <sup>(4)</sup> .....	(17)%	(26)%	(4)%	(16)%	3%	14%	12%	22%	13%

The loss ratio included above was calculated using whole dollars and may be different than the ratio calculated using the rounded numbers included herein.

<sup>(1)</sup> Average paid claim in the third quarter of 2022 and the fourth and third quarters of 2021 includes payments in relation to agreements on non-performing loans.

<sup>(2)</sup> Direct primary case reserves divided by primary delinquency count.

<sup>(3)</sup> Other includes loss adjustment expenses, pool, incurred but not reported and reinsurance reserves.

<sup>(4)</sup> The ratio of benefits and other changes in policy reserves to net earned premiums.

**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Delinquency Metrics—Enact Segment**  
(dollar amounts in millions)

	2022				2021				
	3Q	2Q	1Q	Total	4Q	3Q	2Q	1Q	Total
<b>Primary Loans</b>									
Primary loans in-force	949,052	946,891	941,689		937,350	936,934	933,616	922,186	
Primary delinquent loans	18,856	19,513	22,571		24,820	28,904	33,568	41,332	
Primary delinquency rate	1.99%	2.06%	2.40%		2.65%	3.08%	3.60%	4.48%	
<b>Beginning Number of Primary Delinquencies</b>	19,513	22,571	24,820	24,820	28,904	33,568	41,332	44,904	44,904
New delinquencies	9,121	7,847	8,724	25,692	8,282	7,427	6,862	10,053	32,624
Delinquency cures	(9,588)	(10,806)	(10,860)	(31,254)	(11,929)	(11,746)	(14,473)	(13,478)	(51,626)
Paid claims	(187)	(90)	(107)	(384)	(430)	(343)	(143)	(134)	(1,050)
Rescissions and claim denials	(3)	(9)	(6)	(18)	(7)	(2)	(10)	(13)	(32)
<b>Ending Number of Primary Delinquencies</b>	<u>18,856</u>	<u>19,513</u>	<u>22,571</u>	<u>18,856</u>	<u>24,820</u>	<u>28,904</u>	<u>33,568</u>	<u>41,332</u>	<u>24,820</u>
<b>Composition of Cures</b>									
Reported delinquent and cured-intraquarter	1,598	1,306	1,581		1,274	1,143	1,149	1,549	
Number of missed payments delinquent prior to cure:									
3 payments or less	3,719	4,037	3,902		3,563	3,080	4,179	4,812	
4 - 11 payments	2,279	2,484	2,315		2,691	3,492	6,055	6,849	
12 payments or more	1,992	2,979	3,062		4,401	4,031	3,090	268	
<b>Total</b>	<u>9,588</u>	<u>10,806</u>	<u>10,860</u>		<u>11,929</u>	<u>11,746</u>	<u>14,473</u>	<u>13,478</u>	
<b>Primary Delinquencies by Missed Payment Status</b>									
3 payments or less	7,446	6,442	6,837		6,586	6,192	6,030	8,296	
4 - 11 payments	6,119	6,372	6,875		7,360	9,021	12,378	21,011	
12 payments or more	5,291	6,699	8,859		10,874	13,691	15,160	12,025	
<b>Primary Delinquencies</b>	<u>18,856</u>	<u>19,513</u>	<u>22,571</u>		<u>24,820</u>	<u>28,904</u>	<u>33,568</u>	<u>41,332</u>	

**September 30, 2022**

<u>Direct Primary Case Reserves<sup>(1)</sup> and Percentage Reserved by Payment Status</u>	<u>Direct Case Reserves</u>	<u>Risk In-Force</u>	<u>Reserves as % of Risk In-Force</u>
3 payments or less in default	\$ 48	\$ 401	12%
4 - 11 payments in default	146	358	41%
12 payments or more in default	282	295	96%
<b>Total</b>	<u>\$ 476</u>	<u>\$ 1,054</u>	<u>45%</u>

**December 31, 2021**

<u>Direct Primary Case Reserves<sup>(1)</sup> and Percentage Reserved by Payment Status</u>	<u>Direct Case Reserves</u>	<u>Risk In-Force</u>	<u>Reserves as % of Risk In-Force</u>
3 payments or less in default	\$ 35	\$ 340	10%
4 - 11 payments in default	111	426	26%
12 payments or more in default	460	643	72%
<b>Total</b>	<u>\$ 606</u>	<u>\$ 1,409</u>	<u>43%</u>

<sup>(1)</sup> Direct primary case reserves exclude loss adjustment expenses, pool, incurred but not reported and reinsurance reserves.

**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Portfolio Quality Metrics—Enact Segment**  
**(amounts in millions)**

	September 30, 2022					
Policy Year	% of Direct Primary Case Reserves <sup>(1)</sup>	Primary Insurance In-Force	% of Total	Primary Risk In-Force	% of Total	Delinquency Rate
2008 and prior	28%	\$ 6,849	3%	\$ 1,764	3%	9.71%
2009-2014	4	2,293	1	609	1	5.00%
2015	4	3,133	1	840	1	3.68%
2016	7	6,772	3	1,805	3	3.14%
2017	8	6,818	3	1,792	3	3.75%
2018	10	7,133	3	1,806	3	4.47%
2019	12	17,070	7	4,313	7	2.65%
2020	16	58,497	24	14,891	25	1.31%
2021	10	83,740	35	20,848	34	0.92%
2022	1	49,508	20	12,456	20	0.26%
Total	100%	\$241,813	100%	\$61,124	100%	1.99%

  

	September 30, 2022		June 30, 2022		September 30, 2021	
Loan-to-value ratio	Primary Risk In-Force	Percent of Primary Risk In-Force	Primary Risk In-Force	Percent of Primary Risk In-Force	Primary Risk In-Force	Percent of Primary Risk In-Force
95.01% and above	\$10,809	18%	\$10,647	18%	\$ 9,490	17%
90.01% to 95.00%	29,379	48	28,838	48	27,509	49
85.01% to 90.00%	17,019	28	16,517	27	15,322	28
85.00% and below	3,917	6	3,909	7	3,545	6
Total	\$61,124	100%	\$59,911	100%	\$55,866	100%

  

	September 30, 2022		June 30, 2022		September 30, 2021	
Credit Quality	Primary Risk In-Force	Percent of Primary Risk In-Force	Primary Risk In-Force	Percent of Primary Risk In-Force	Primary Risk In-Force	Percent of Primary Risk In-Force
Over 760	\$24,965	41%	\$24,252	40%	\$21,767	39%
740 - 759	9,808	16	9,559	16	8,824	16
720 - 739	8,656	14	8,484	14	7,966	14
700 - 719	7,200	12	7,129	12	6,923	12
680 - 699	5,356	9	5,329	9	5,383	10
660 - 679 <sup>(2)</sup>	2,739	4	2,728	5	2,568	5
640 - 659	1,541	3	1,547	3	1,497	3
620 - 639	672	1	687	1	705	1
<620	187	—	196	—	233	—
Total	\$61,124	100%	\$59,911	100%	\$55,866	100%

(1) Direct primary case reserves exclude loss adjustment expenses, pool, incurred but not reported and reinsurance reserves.

(2) Loans with unknown FICO scores are included in the 660-679 category.

**U.S. Life Insurance Segment**

**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Adjusted Operating Income (Loss)—U.S. Life Insurance Segment**  
**(amounts in millions)**

	2022				2021				
	3Q	2Q	1Q	Total	4Q	3Q	2Q	1Q	Total
<b>REVENUES:</b>									
Premiums	\$ 697	\$ 688	\$ 695	\$2,080	\$ 338	\$ 699	\$ 703	\$ 714	\$2,454
Net investment income	711	700	676	2,087	777	773	763	716	3,029
Net investment gains (losses)	(61)	4	56	(1)	134	87	66	42	329
Policy fees and other income	138	129	137	404	128	144	145	148	565
Total revenues	1,485	1,521	1,564	4,570	1,377	1,703	1,677	1,620	6,377
<b>BENEFITS AND EXPENSES:</b>									
Benefits and other changes in policy reserves	1,210	816	1,141	3,167	849	1,097	1,129	1,155	4,230
Interest credited	81	80	82	243	84	85	87	90	346
Acquisition and operating expenses, net of deferrals	169	513	199	881	243	211	219	192	865
Amortization of deferred acquisition costs and intangibles	69	72	83	224	99	96	77	68	340
Total benefits and expenses	1,529	1,481	1,505	4,515	1,275	1,489	1,512	1,505	5,781
<b>INCOME (LOSS) FROM CONTINUING OPERATIONS BEFORE INCOME TAXES</b>	(44)	40	59	55	102	214	165	115	596
Provision (benefit) for income taxes	(2)	15	20	33	28	53	42	32	155
<b>INCOME (LOSS) FROM CONTINUING OPERATIONS</b>	(42)	25	39	22	74	161	123	83	441
<b>ADJUSTMENTS TO INCOME (LOSS) FROM CONTINUING OPERATIONS:</b>									
Net investment (gains) losses, net <sup>(1)</sup>	60	(5)	(55)	—	(135)	(87)	(67)	(41)	(330)
Initial loss from life block transaction	—	—	—	—	92	—	—	—	92
Expenses related to restructuring	—	1	—	1	—	1	2	14	17
Pension plan termination costs	6	—	—	6	—	—	—	—	—
Taxes on adjustments	(13)	—	12	(1)	10	18	13	6	47
<b>ADJUSTED OPERATING INCOME (LOSS)</b>	<b>\$ 11</b>	<b>\$ 21</b>	<b>\$ (4)</b>	<b>\$ 28</b>	<b>\$ 41</b>	<b>\$ 93</b>	<b>\$ 71</b>	<b>\$ 62</b>	<b>\$ 267</b>

(1) Net investment (gains) losses were adjusted for DAC and other intangible amortization and certain benefit reserves as reconciled below:

Net investment (gains) losses, gross	\$ 61	\$ (4)	\$ (56)	\$ 1	\$ (134)	\$ (87)	\$ (66)	\$ (42)	\$ (329)
Adjustment for DAC and other intangible amortization and certain benefit reserves	(1)	(1)	1	(1)	(1)	—	(1)	1	(1)
Net investment (gains) losses, net	<u>\$ 60</u>	<u>\$ (5)</u>	<u>\$ (55)</u>	<u>\$ —</u>	<u>\$ (135)</u>	<u>\$ (87)</u>	<u>\$ (67)</u>	<u>\$ (41)</u>	<u>\$ (330)</u>

**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Adjusted Operating Income—U.S. Life Insurance Segment—Long-Term Care Insurance**  
(amounts in millions)

	2022				2021				
	3Q	2Q	1Q	Total	4Q	3Q	2Q	1Q	Total
<b>REVENUES:</b>									
Premiums	\$ 642	\$ 628	\$ 621	\$1,891	\$ 644	\$ 652	\$ 648	\$ 646	\$2,590
Net investment income	497	486	447	1,430	532	521	509	465	2,027
Net investment gains (losses)	(47)	5	41	(1)	83	80	67	27	257
Policy fees and other income	—	—	—	—	(6)	3	2	2	1
Total revenues	1,092	1,119	1,109	3,320	1,253	1,256	1,226	1,140	4,875
<b>BENEFITS AND EXPENSES:</b>									
Benefits and other changes in policy reserves	961	935	812	2,708	817	802	822	829	3,270
Interest credited	—	—	—	—	—	—	—	—	—
Acquisition and operating expenses, net of deferrals	117	104	143	364	163	165	176	141	645
Amortization of deferred acquisition costs and intangibles	21	23	29	73	30	31	27	24	112
Total benefits and expenses	1,099	1,062	984	3,145	1,010	998	1,025	994	4,027
<b>INCOME (LOSS) FROM CONTINUING OPERATIONS BEFORE INCOME TAXES</b>	(7)	57	125	175	243	258	201	146	848
Provision for income taxes	6	19	34	59	59	63	50	38	210
<b>INCOME (LOSS) FROM CONTINUING OPERATIONS</b>	(13)	38	91	116	184	195	151	108	638
<b>ADJUSTMENTS TO INCOME (LOSS) FROM CONTINUING OPERATIONS:</b>									
Net investment (gains) losses	47	(5)	(41)	1	(83)	(80)	(67)	(27)	(257)
Expenses related to restructuring	—	1	—	1	—	1	1	10	12
Taxes on adjustments	(9)	—	9	—	18	17	13	4	52
<b>ADJUSTED OPERATING INCOME</b>	<b>\$ 25</b>	<b>\$ 34</b>	<b>\$ 59</b>	<b>\$ 118</b>	<b>\$ 119</b>	<b>\$ 133</b>	<b>\$ 98</b>	<b>\$ 95</b>	<b>\$ 445</b>
<b>RATIOS:</b>									
Loss Ratio <sup>(1)</sup>	83%	81%	64%	76%	62%	58%	62%	62%	61%
Gross Benefits Ratio <sup>(2)</sup>	149%	149%	131%	143%	127%	123%	127%	128%	126%

(1) The loss ratio was calculated by dividing benefits and other changes in policy reserves less tabular interest on reserves less loss adjustment expenses by net earned premiums.

(2) The gross benefits ratio was calculated by dividing benefits and other changes in policy reserves by net earned premiums.



**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Adjusted Operating Loss—U.S. Life Insurance Segment—Life Insurance**  
**(amounts in millions)**

	2022				2021				
	3Q	2Q	1Q	Total	4Q	3Q	2Q	1Q	Total
<b>REVENUES:</b>									
Premiums <sup>(1)</sup> .....	\$ 55	\$ 60	\$ 74	\$ 189	\$(306)	\$ 47	\$ 55	\$ 68	\$ (136)
Net investment income .....	118	121	121	360	124	128	126	125	503
Net investment gains (losses) .....	(7)	2	9	4	50	6	6	12	74
Policy fees and other income .....	136	127	135	398	131	139	142	143	555
Total revenues .....	<u>302</u>	<u>310</u>	<u>339</u>	<u>951</u>	<u>(1)</u>	<u>320</u>	<u>329</u>	<u>348</u>	<u>996</u>
<b>BENEFITS AND EXPENSES:</b>									
Benefits and other changes in policy reserves <sup>(1)</sup> .....	215	213	282	710	(14)	252	245	282	765
Interest credited .....	53	52	52	157	53	53	53	56	215
Acquisition and operating expenses, net of deferrals .....	45	37	47	129	66	36	34	40	176
Amortization of deferred acquisition costs and intangibles .....	45	49	50	144	62	59	43	41	205
Total benefits and expenses .....	<u>358</u>	<u>351</u>	<u>431</u>	<u>1,140</u>	<u>167</u>	<u>400</u>	<u>375</u>	<u>419</u>	<u>1,361</u>
<b>LOSS FROM CONTINUING OPERATIONS BEFORE INCOME TAXES</b> .....	(56)	(41)	(92)	(189)	(168)	(80)	(46)	(71)	(365)
Benefit for income taxes .....	(12)	(9)	(20)	(41)	(37)	(17)	(10)	(15)	(79)
<b>LOSS FROM CONTINUING OPERATIONS</b> .....	(44)	(32)	(72)	(148)	(131)	(63)	(36)	(56)	(286)
<b>ADJUSTMENTS TO LOSS FROM CONTINUING OPERATIONS:</b>									
Net investment (gains) losses .....	7	(2)	(9)	(4)	(50)	(6)	(6)	(12)	(74)
Initial loss from life block transaction .....	—	—	—	—	92	—	—	—	92
Expenses related to restructuring .....	—	—	—	—	—	—	1	3	4
Pension plan termination costs .....	6	—	—	6	—	—	—	—	—
Taxes on adjustments .....	(2)	—	2	—	(9)	1	1	2	(5)
<b>ADJUSTED OPERATING LOSS</b> .....	<u>\$ (33)</u>	<u>\$ (34)</u>	<u>\$ (79)</u>	<u>\$ (146)</u>	<u>\$ (98)</u>	<u>\$ (68)</u>	<u>\$ (40)</u>	<u>\$ (63)</u>	<u>\$ (269)</u>

<sup>(1)</sup> In the fourth quarter of 2021, as part of a life block transaction, the company entered into a new reinsurance agreement to cede certain of its term life insurance policies. This new reinsurance agreement primarily reduced premiums by \$360 million and reduced benefits and other changes in policy reserves by \$268 million for the amounts initially ceded.

**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Adjusted Operating Income—U.S. Life Insurance Segment—Fixed Annuities**  
(amounts in millions)

	2022				2021				
	3Q	2Q	1Q	Total	4Q	3Q	2Q	1Q	Total
<b>REVENUES:</b>									
Premiums .....	\$—	\$—	\$—	\$—	\$—	\$—	\$—	\$—	\$—
Net investment income .....	96	93	108	297	121	124	128	126	499
Net investment gains (losses) .....	(7)	(3)	6	(4)	1	1	(7)	3	(2)
Policy fees and other income .....	2	2	2	6	3	2	1	3	9
Total revenues .....	<u>91</u>	<u>92</u>	<u>116</u>	<u>299</u>	<u>125</u>	<u>127</u>	<u>122</u>	<u>132</u>	<u>506</u>
<b>BENEFITS AND EXPENSES:</b>									
Benefits and other changes in policy reserves <sup>(1)</sup> .....	34	(332)	47	(251)	46	43	62	44	195
Interest credited .....	28	28	30	86	31	32	34	34	131
Acquisition and operating expenses, net of deferrals <sup>(1)</sup> .....	7	372	9	388	14	10	9	11	44
Amortization of deferred acquisition costs and intangibles .....	3	—	4	7	7	6	7	3	23
Total benefits and expenses .....	<u>72</u>	<u>68</u>	<u>90</u>	<u>230</u>	<u>98</u>	<u>91</u>	<u>112</u>	<u>92</u>	<u>393</u>
<b>INCOME FROM CONTINUING OPERATIONS BEFORE INCOME TAXES</b> .....	19	24	26	69	27	36	10	40	113
Provision for income taxes .....	4	5	6	15	6	7	2	9	24
<b>INCOME FROM CONTINUING OPERATIONS</b> .....	15	19	20	54	21	29	8	31	89
<b>ADJUSTMENTS TO INCOME FROM CONTINUING OPERATIONS:</b>									
Net investment (gains) losses, net <sup>(2)</sup> .....	6	2	(5)	3	(2)	(1)	6	(2)	1
Expenses related to restructuring .....	—	—	—	—	—	—	—	1	1
Taxes on adjustments .....	(2)	—	1	(1)	1	—	(1)	—	—
<b>ADJUSTED OPERATING INCOME</b> .....	<u>\$ 19</u>	<u>\$ 21</u>	<u>\$ 16</u>	<u>\$ 56</u>	<u>\$ 20</u>	<u>\$ 28</u>	<u>\$ 13</u>	<u>\$ 30</u>	<u>\$ 91</u>

(1) In the second quarter of 2022, the recapture of certain single premium immediate annuity contracts by a third party reduced benefits and other changes in policy reserves by \$374 million and increased acquisition and operating expenses, net of deferrals, by \$365 million.

(2) Net investment (gains) losses were adjusted for DAC and other intangible amortization and certain benefit reserves as reconciled below:

Net investment (gains) losses, gross .....	\$ 7	\$ 3	\$ (6)	\$ 4	\$ (1)	\$ (1)	\$ 7	\$ (3)	\$ 2
Adjustment for DAC and other intangible amortization and certain benefit reserves ..	(1)	(1)	1	(1)	(1)	—	(1)	1	(1)
Net investment (gains) losses, net .....	<u>\$ 6</u>	<u>\$ 2</u>	<u>\$ (5)</u>	<u>\$ 3</u>	<u>\$ (2)</u>	<u>\$ (1)</u>	<u>\$ 6</u>	<u>\$ (2)</u>	<u>\$ 1</u>

## **Runoff Segment**

**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Adjusted Operating Income—Runoff Segment**  
**(amounts in millions)**

	2022				2021				
	3Q	2Q	1Q	Total	4Q	3Q	2Q	1Q	Total
<b>REVENUES:</b>									
Net investment income	\$ 57	\$ 51	\$ 50	\$158	\$ 53	\$ 49	\$ 43	\$49	\$194
Net investment gains (losses)	(12)	(10)	(15)	(37)	—	(1)	10	(6)	3
Policy fees and other income	28	29	31	88	33	33	35	33	134
Total revenues	<u>73</u>	<u>70</u>	<u>66</u>	<u>209</u>	<u>86</u>	<u>81</u>	<u>88</u>	<u>76</u>	<u>331</u>
<b>BENEFITS AND EXPENSES:</b>									
Benefits and other changes in policy reserves	10	11	8	29	5	12	2	8	27
Interest credited	47	45	43	135	43	38	40	41	162
Acquisition and operating expenses, net of deferrals	10	12	12	34	14	12	14	13	53
Amortization of deferred acquisition costs and intangibles	6	9	6	21	4	7	4	5	20
Total benefits and expenses	<u>73</u>	<u>77</u>	<u>69</u>	<u>219</u>	<u>66</u>	<u>69</u>	<u>60</u>	<u>67</u>	<u>262</u>
<b>INCOME (LOSS) FROM CONTINUING OPERATIONS BEFORE INCOME TAXES</b>	—	(7)	(3)	(10)	20	12	28	9	69
Provision (benefit) for income taxes	(1)	(2)	(1)	(4)	4	2	6	1	13
<b>INCOME (LOSS) FROM CONTINUING OPERATIONS</b>	1	(5)	(2)	(6)	16	10	22	8	56
<b>ADJUSTMENTS TO INCOME (LOSS) FROM CONTINUING OPERATIONS:</b>									
Net investment (gains) losses, net <sup>(1)</sup>	11	9	14	34	—	1	(9)	5	(3)
Taxes on adjustments	(3)	(2)	(3)	(8)	—	—	2	(1)	1
<b>ADJUSTED OPERATING INCOME</b>	<u>\$ 9</u>	<u>\$ 2</u>	<u>\$ 9</u>	<u>\$ 20</u>	<u>\$ 16</u>	<u>\$ 11</u>	<u>\$ 15</u>	<u>\$12</u>	<u>\$ 54</u>

<sup>(1)</sup> Net investment (gains) losses were adjusted for DAC and other intangible amortization and certain benefit reserves as reconciled below:

Net investment (gains) losses, gross	\$ 12	\$ 10	\$ 15	\$ 37	\$—	\$ 1	\$(10)	\$ 6	\$( 3)
Adjustment for DAC and other intangible amortization and certain benefit reserves	(1)	(1)	(1)	(3)	—	—	1	(1)	—
Net investment (gains) losses, net	<u>\$ 11</u>	<u>\$ 9</u>	<u>\$ 14</u>	<u>\$ 34</u>	<u>\$—</u>	<u>\$ 1</u>	<u>\$(9)</u>	<u>\$ 5</u>	<u>\$( 3)</u>

## **Corporate and Other**

**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Adjusted Operating Income (Loss)—Corporate and Other<sup>(1)</sup>**  
**(amounts in millions)**

	2022				2021				
	3Q	2Q	1Q	Total	4Q	3Q	2Q	1Q	Total
<b>REVENUES:</b>									
Premiums	\$ 2	\$ 1	\$ 2	\$ 5	\$ 1	\$ 2	\$ 1	\$ 2	\$ 6
Net investment income	1	—	3	4	1	1	3	1	6
Net investment gains (losses)	4	15	(13)	6	(2)	1	(4)	(2)	(7)
Policy fees and other income	(1)	1	—	—	—	1	—	—	1
Total revenues	6	17	(8)	15	—	5	—	1	6
<b>BENEFITS AND EXPENSES:</b>									
Benefits and other changes in policy reserves	—	(1)	—	(1)	1	—	—	—	1
Acquisition and operating expenses, net of deferrals	6	6	6	18	42	12	8	13	75
Amortization of deferred acquisition costs and intangibles	—	—	—	—	1	—	1	—	2
Interest expense	14	13	13	40	18	22	31	38	109
Total benefits and expenses	20	18	19	57	62	34	40	51	187
<b>LOSS FROM CONTINUING OPERATIONS BEFORE INCOME TAXES</b>	(14)	(1)	(27)	(42)	(62)	(29)	(40)	(50)	(181)
Provision (benefit) for income taxes	2	3	(6)	(1)	(11)	(26)	(8)	(8)	(53)
<b>LOSS FROM CONTINUING OPERATIONS</b>	(16)	(4)	(21)	(41)	(51)	(3)	(32)	(42)	(128)
<b>ADJUSTMENTS TO LOSS FROM CONTINUING OPERATIONS:</b>									
Net investment (gains) losses	(4)	(15)	13	(6)	2	(1)	4	2	7
(Gains) losses on early extinguishment of debt	3	1	3	7	35	6	—	4	45
Expenses related to restructuring	—	—	—	—	5	1	1	7	14
Taxes on adjustments	—	4	(4)	—	(9)	(2)	—	(3)	(14)
<b>ADJUSTED OPERATING INCOME (LOSS)</b>	<u>\$ (17)</u>	<u>\$ (14)</u>	<u>\$ (9)</u>	<u>\$ (40)</u>	<u>\$ (18)</u>	<u>\$ 1</u>	<u>\$ (27)</u>	<u>\$ (32)</u>	<u>\$ (76)</u>

<sup>(1)</sup> Includes inter-segment eliminations and the results of other businesses that are managed outside the operating segments, including certain international mortgage insurance businesses.

## **Additional Financial Data**

**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Investments Summary**  
**(amounts in millions)**

	September 30, 2022		June 30, 2022		March 31, 2022		December 31, 2021		September 30, 2021	
	Carrying Amount	% of Total	Carrying Amount	% of Total	Carrying Amount	% of Total	Carrying Amount	% of Total	Carrying Amount	% of Total
<b>Composition of Investment Portfolio</b>										
Fixed maturity securities:										
Investment grade:										
Public fixed maturity securities	\$25,550	43%	\$27,342	43%	\$30,897	45%	\$34,181	46%	\$34,382	46%
Private fixed maturity securities	10,997	18	11,727	19	12,873	19	13,872	19	13,742	18
Residential mortgage-backed securities <sup>(1)</sup>	1,069	2	1,213	2	1,320	2	1,440	2	1,572	2
Commercial mortgage-backed securities	1,980	3	2,126	3	2,349	3	2,570	3	2,656	4
Other asset-backed securities	2,139	4	2,009	3	2,016	3	2,127	3	2,374	3
State and political subdivisions	2,532	4	2,849	5	3,134	5	3,450	5	3,418	5
Non-investment grade fixed maturity securities	1,948	3	2,020	3	2,438	4	2,840	4	3,130	4
Equity securities:										
Common stocks and mutual funds	204	—	172	—	151	—	115	—	72	—
Preferred stocks	70	—	71	—	79	—	83	—	84	—
Commercial mortgage loans, net	7,063	11	7,065	12	6,913	10	6,830	9	6,886	9
Policy loans	2,153	4	2,178	3	2,028	3	2,050	3	2,067	3
Limited partnerships	2,195	4	2,123	3	2,007	3	1,900	3	1,617	2
Cash, cash equivalents, restricted cash and short-term investments	1,563	3	1,774	3	1,367	2	1,597	2	2,006	3
Other invested assets:										
Derivatives:										
Interest rate swaps	25	—	30	—	162	—	364	—	298	—
Foreign currency swaps	32	—	17	—	5	—	6	—	5	—
Equity index options	38	—	30	—	30	—	42	—	33	—
Other foreign currency contracts	—	—	—	—	—	—	2	—	2	—
Other	493	1	446	1	398	1	380	1	311	1
Total invested assets and cash	<u>\$60,051</u>	<u>100%</u>	<u>\$63,192</u>	<u>100%</u>	<u>\$68,167</u>	<u>100%</u>	<u>\$73,849</u>	<u>100%</u>	<u>\$74,655</u>	<u>100%</u>
<b>Public Fixed Maturity Securities—Credit Quality:</b>										
<b>NRSRO<sup>(2)</sup> Designation</b>										
AAA	\$ 6,174	20%	\$ 6,713	20%	\$ 7,484	20%	\$ 8,316	20%	\$ 8,393	19%
AA	2,958	9	3,245	10	3,538	9	3,872	9	3,907	9
A	8,278	26	8,886	26	9,880	26	11,039	26	11,134	26
BBB	13,322	43	14,155	42	16,177	42	17,789	42	17,980	42
BB	780	2	846	2	1,079	3	1,443	3	1,658	4
B	33	—	33	—	61	—	42	—	53	—
CCC and lower	—	—	—	—	—	—	—	—	—	—
Total public fixed maturity securities	<u>\$31,545</u>	<u>100%</u>	<u>\$33,878</u>	<u>100%</u>	<u>\$38,219</u>	<u>100%</u>	<u>\$42,501</u>	<u>100%</u>	<u>\$43,125</u>	<u>100%</u>
<b>Private Fixed Maturity Securities—Credit Quality:</b>										
<b>NRSRO<sup>(2)</sup> Designation</b>										
AAA	\$ 830	6%	\$ 806	5%	\$ 775	5%	\$ 821	5%	\$ 856	5%
AA	1,407	10	1,421	9	1,554	9	1,718	9	1,831	10
A	4,059	28	4,308	28	4,773	28	5,224	29	5,240	29
BBB	7,239	48	7,732	50	8,408	50	8,861	49	8,803	48
BB	1,028	7	1,015	7	1,159	7	1,186	7	1,252	7
B	107	1	120	1	131	1	161	1	158	1
CCC and lower	—	—	6	—	8	—	8	—	9	—
Total private fixed maturity securities	<u>\$14,670</u>	<u>100%</u>	<u>\$15,408</u>	<u>100%</u>	<u>\$16,808</u>	<u>100%</u>	<u>\$17,979</u>	<u>100%</u>	<u>\$18,149</u>	<u>100%</u>

(1) The company does not have any material exposure to residential mortgage-backed securities collateralized debt obligations (CDOs).

(2) Nationally Recognized Statistical Rating Organizations.



**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Fixed Maturity Securities Summary**  
**(amounts in millions)**

	September 30, 2022		June 30, 2022		March 31, 2022		December 31, 2021		September 30, 2021	
	Fair Value	% of Total	Fair Value	% of Total	Fair Value	% of Total	Fair Value	% of Total	Fair Value	% of Total
<b>Fixed Maturity Securities—Security Sector:</b>										
U.S. government, agencies and government-sponsored enterprises .....	\$ 3,307	7%	\$ 3,627	7%	\$ 4,097	8%	\$ 4,552	8%	\$ 4,500	7%
State and political subdivisions .....	2,532	6	2,849	6	3,134	6	3,450	6	3,418	6
Foreign government .....	622	1	682	1	784	1	835	1	835	1
U.S. corporate .....	26,562	58	28,243	58	31,823	58	34,924	58	35,132	57
Foreign corporate .....	7,947	17	8,482	17	9,453	17	10,535	17	10,740	18
Residential mortgage-backed securities .....	1,069	2	1,213	2	1,320	2	1,440	2	1,572	3
Commercial mortgage-backed securities .....	1,989	4	2,137	5	2,361	4	2,584	4	2,670	4
Other asset-backed securities .....	2,187	5	2,053	4	2,055	4	2,160	4	2,407	4
Total fixed maturity securities .....	\$46,215	100%	\$49,286	100%	\$55,027	100%	\$60,480	100%	\$61,274	100%
<b>Corporate Bond Holdings—Industry Sector:</b>										
Investment Grade:										
Finance and insurance .....	\$ 8,858	26%	\$ 9,313	25%	\$10,235	25%	\$11,204	25%	\$11,231	25%
Utilities .....	4,476	13	4,857	14	5,450	14	5,963	13	5,953	13
Energy .....	2,790	8	3,043	8	3,372	8	3,622	8	3,645	8
Consumer - non-cyclical .....	4,782	14	5,221	15	5,967	15	6,635	15	6,703	15
Consumer - cyclical .....	1,557	5	1,576	4	1,758	4	1,877	4	1,891	4
Capital goods .....	2,505	7	2,677	7	2,972	7	3,291	7	3,349	7
Industrial .....	1,806	5	1,877	5	2,092	5	2,278	5	2,251	5
Technology and communications .....	3,481	10	3,681	10	4,224	10	4,612	10	4,547	10
Transportation .....	1,385	4	1,465	4	1,642	4	1,832	4	1,836	4
Other .....	1,072	3	1,147	3	1,298	3	1,473	3	1,510	3
Subtotal .....	32,712	95	34,857	95	39,010	95	42,787	94	42,916	94
Non-Investment Grade:										
Finance and insurance .....	159	1	168	1	185	—	219	—	226	—
Utilities .....	48	—	56	—	62	—	69	—	95	—
Energy .....	399	1	431	1	568	1	695	2	782	2
Consumer - non-cyclical .....	140	—	141	—	192	1	267	1	270	1
Consumer - cyclical .....	302	1	290	1	321	1	363	1	369	1
Capital goods .....	158	1	146	—	159	—	159	—	163	—
Industrial .....	146	—	171	1	209	1	263	1	366	1
Technology and communications .....	266	1	286	1	372	1	446	1	490	1
Transportation .....	35	—	29	—	29	—	28	—	26	—
Other .....	144	—	150	—	169	—	163	—	169	—
Subtotal .....	1,797	5	1,868	5	2,266	5	2,672	6	2,956	6
Total .....	\$34,509	100%	\$36,725	100%	\$41,276	100%	\$45,459	100%	\$45,872	100%
<b>Fixed Maturity Securities—Contractual Maturity Dates:</b>										
Due in one year or less .....	\$ 1,128	2%	\$ 1,314	3%	\$ 1,420	3%	\$ 1,499	2%	\$ 1,449	2%
Due after one year through five years .....	7,856	17	7,958	16	8,501	15	8,807	15	9,039	15
Due after five years through ten years .....	11,751	25	12,765	26	13,943	25	15,053	25	14,956	24
Due after ten years .....	20,235	45	21,846	44	25,427	47	28,937	48	29,181	48
Subtotal .....	40,970	89	43,883	89	49,291	90	54,296	90	54,625	89
Mortgage and asset-backed securities .....	5,245	11	5,403	11	5,736	10	6,184	10	6,649	11
Total fixed maturity securities .....	\$46,215	100%	\$49,286	100%	\$55,027	100%	\$60,480	100%	\$61,274	100%

**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**General Account U.S. GAAP Net Investment Income Yields**  
(amounts in millions)

	2022			2021					
	3Q	2Q	1Q	Total	4Q	3Q	2Q	1Q	Total
<b>U.S. GAAP Net Investment Income</b>									
Fixed maturity securities - taxable	\$ 576	\$ 578	\$ 580	\$1,734	\$ 590	\$ 614	\$ 608	\$ 599	\$2,411
Fixed maturity securities - non-taxable	2	1	1	4	2	2	1	2	7
Equity securities	3	2	2	7	2	2	2	3	9
Commercial mortgage loans	81	78	81	240	102	93	103	78	376
Policy loans	55	51	50	156	52	47	40	50	189
Limited partnerships	38	32	7	77	79	59	54	31	223
Other invested assets	67	66	63	196	62	63	58	58	241
Cash, cash equivalents, restricted cash and short-term investments	7	1	—	8	—	1	—	—	1
Gross investment income before expenses and fees	829	809	784	2,422	889	881	866	821	3,457
Expenses and fees	(21)	(22)	(20)	(63)	(23)	(22)	(22)	(20)	(87)
Net investment income	<u>\$ 808</u>	<u>\$ 787</u>	<u>\$ 764</u>	<u>\$2,359</u>	<u>\$ 866</u>	<u>\$ 859</u>	<u>\$ 844</u>	<u>\$ 801</u>	<u>\$3,370</u>
<b>Annualized Yields</b>									
Fixed maturity securities - taxable	4.5%	4.5%	4.4%	4.5%	4.5%	4.6%	4.6%	4.5%	4.5%
Fixed maturity securities - non-taxable	7.1%	3.6%	3.6%	4.8%	6.7%	6.3%	3.1%	6.3%	5.6%
Equity securities	4.6%	3.4%	3.7%	3.9%	4.5%	5.3%	4.1%	3.8%	4.0%
Commercial mortgage loans	4.6%	4.5%	4.7%	4.6%	5.9%	5.4%	6.0%	4.6%	5.5%
Policy loans	10.2%	9.7%	9.8%	9.9%	10.1%	9.1%	7.9%	10.1%	9.3%
Limited partnerships <sup>(1)</sup>	7.0%	6.2%	1.4%	5.0%	18.0%	15.9%	17.2%	11.2%	15.7%
Other invested assets <sup>(2)</sup>	57.0%	62.6%	64.8%	60.9%	71.9%	79.5%	68.6%	65.0%	69.7%
Cash, cash equivalents, restricted cash and short-term investments	1.7%	0.3%	— %	0.7%	— %	0.2%	— %	— %	— %
Gross investment income before expenses and fees	5.1%	4.9%	4.8%	4.9%	5.4%	5.3%	5.2%	5.0%	5.2%
Expenses and fees	(0.1)%	(0.1)%	(0.1)%	(0.1)%	(0.1)%	(0.1)%	(0.1)%	(0.2)%	(0.1)%
Net investment income	<u>5.0%</u>	<u>4.8%</u>	<u>4.7%</u>	<u>4.8%</u>	<u>5.3%</u>	<u>5.2%</u>	<u>5.1%</u>	<u>4.8%</u>	<u>5.1%</u>

Yields are based on net investment income as reported under U.S. GAAP and are consistent with how the company measures its investment performance for management purposes. Yields are annualized, for interim periods, and are calculated as net investment income as a percentage of average quarterly asset carrying values except for fixed maturity securities, derivatives and derivative counterparty collateral, which exclude unrealized fair value adjustments and securities lending activity, which is included in other invested assets and is calculated net of the corresponding securities lending liability. See page 39 herein for average invested assets and cash used in the yield calculation.

<sup>(1)</sup> Limited partnership investments are primarily equity-based and do not have fixed returns by period.

<sup>(2)</sup> Investment income for other invested assets includes amortization of terminated cash flow hedges, which have no corresponding book value within the yield calculation.

**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Net Investment Gains (Losses), Net—Detail**  
**(amounts in millions)**

	2022				2021				
	3Q	2Q	1Q	Total	4Q	3Q	2Q	1Q	Total
Realized investment gains (losses):									
Net realized gains (losses) on available-for-sale securities:									
Fixed maturity securities:									
U.S. corporate	\$ (23)	\$ (2)	\$ (12)	\$ (37)	\$ 28	\$ 8	\$ 2	\$ 4	\$ 42
U.S. government, agencies and government-sponsored enterprises	9	—	6	15	—	—	—	—	—
Foreign corporate	(7)	(1)	(2)	(10)	10	1	(2)	1	10
Foreign government	—	—	—	—	—	(1)	1	—	—
Mortgage-backed securities	(5)	(1)	—	(6)	3	3	—	(1)	5
Asset-backed securities	(1)	—	—	(1)	—	—	—	—	—
Total net realized gains (losses) on available-for-sale securities	(27)	(4)	(8)	(39)	41	11	1	4	57
Net realized gains (losses) on equity securities sold	—	—	—	—	—	—	(2)	(5)	(7)
Net realized gains (losses) on limited partnerships	—	—	—	—	—	—	—	3	3
Total net realized investment gains (losses)	(27)	(4)	(8)	(39)	41	11	(1)	2	53
Net change in allowance for credit losses on available-for-sale fixed maturity securities	—	—	—	—	—	—	(4)	(2)	(6)
Write-down of available-for-sale fixed maturity securities	—	—	(2)	(2)	—	—	—	(1)	(1)
Net unrealized gains (losses) on equity securities still held	(13)	(27)	(6)	(46)	4	(1)	6	(8)	1
Net unrealized gains (losses) on limited partnerships	(24)	24	35	35	90	75	65	34	264
Commercial mortgage loans	—	2	1	3	(4)	3	(1)	(1)	(3)
Derivative instruments	(5)	9	4	8	5	(3)	4	8	14
Other	—	4	4	8	(4)	3	1	1	1
Net investment gains (losses), gross	(69)	8	28	(33)	132	88	70	33	323
Adjustment for DAC and other intangible amortization and certain benefit reserves	2	2	—	4	1	—	—	—	1
Net investment gains (losses), net	<u>\$(67)</u>	<u>\$ 10</u>	<u>\$ 28</u>	<u>\$(29)</u>	<u>\$133</u>	<u>\$ 88</u>	<u>\$ 70</u>	<u>\$ 33</u>	<u>\$324</u>

## **Reconciliations of Non-GAAP Measures**

**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Reconciliation of Operating ROE**  
**(amounts in millions)**

**Twelve Month Rolling Average ROE**

**U.S. GAAP Basis ROE**

Net income available to Genworth Financial, Inc.'s common stockholders for the twelve months ended <sup>(1)</sup> . . . . .	\$ 597	\$ 807	\$ 866	\$ 904	\$ 1,008
Quarterly average Genworth Financial, Inc.'s stockholders' equity, excluding accumulated other comprehensive income (loss) <sup>(2)</sup> . . . . .	\$11,789	\$11,643	\$11,467	\$11,286	\$11,079
U.S. GAAP Basis ROE <sup>(1)/(2)</sup> . . . . .	5.1%	6.9%	7.6%	8.0%	9.1%

**Operating ROE**

Adjusted operating income for the twelve months ended <sup>(1)</sup> . . . . .	\$ 630	\$ 710	\$ 728	\$ 765	\$ 789
Quarterly average Genworth Financial, Inc.'s stockholders' equity, excluding accumulated other comprehensive income (loss) <sup>(2)</sup> . . . . .	\$11,789	\$11,643	\$11,467	\$11,286	\$11,079
Operating ROE <sup>(1)/(2)</sup> . . . . .	5.3%	6.1%	6.3%	6.8%	7.1%

**Quarterly Average ROE**

**U.S. GAAP Basis ROE**

Net income available to Genworth Financial, Inc.'s common stockholders for the period ended <sup>(3)</sup> . . . . .	\$ 104	\$ 181	\$ 149	\$ 163	\$ 314
Quarterly average Genworth Financial, Inc.'s stockholders' equity for the period, excluding accumulated other comprehensive income (loss) <sup>(4)</sup> . . . . .	\$12,011	\$11,881	\$11,723	\$11,563	\$11,403
Annualized U.S. GAAP Quarterly Basis ROE <sup>(3)/(4)</sup> . . . . .	3.5%	6.1%	5.1%	5.6%	11.0%

**Operating ROE**

Adjusted operating income for the period ended <sup>(3)</sup> . . . . .	\$ 159	\$ 176	\$ 131	\$ 164	\$ 239
Quarterly average Genworth Financial, Inc.'s stockholders' equity for the period, excluding accumulated other comprehensive income (loss) <sup>(4)</sup> . . . . .	\$12,011	\$11,881	\$11,723	\$11,563	\$11,403
Annualized Operating Quarterly Basis ROE <sup>(3)/(4)</sup> . . . . .	5.3%	5.9%	4.5%	5.7%	8.4%

**Non-GAAP Definition for Operating ROE**

The company references the non-GAAP financial measure entitled "operating return on equity" or "operating ROE." The company defines operating ROE as adjusted operating income (loss) divided by average ending Genworth Financial, Inc.'s stockholders' equity, excluding accumulated other comprehensive income (loss) in average ending Genworth Financial, Inc.'s stockholders' equity. Management believes that analysis of operating ROE enhances understanding of the efficiency with which the company deploys its capital. However, operating ROE is not a substitute for net income (loss) available to Genworth Financial, Inc.'s common stockholders divided by average ending Genworth Financial, Inc.'s stockholders' equity determined in accordance with U.S. GAAP.

- (1) The twelve months ended information is derived by adding the four quarters of net income available to Genworth Financial, Inc.'s common stockholders and adjusted operating income from page 9 herein.
- (2) Quarterly average Genworth Financial, Inc.'s stockholders' equity, excluding accumulated other comprehensive income (loss), is derived by averaging ending Genworth Financial, Inc.'s stockholders' equity, excluding accumulated other comprehensive income (loss), for the most recent five quarters.
- (3) Net income available to Genworth Financial, Inc.'s common stockholders and adjusted operating income from page 9 herein.
- (4) Quarterly average Genworth Financial, Inc.'s stockholders' equity, excluding accumulated other comprehensive income (loss), is derived by averaging ending Genworth Financial, Inc.'s stockholders' equity, excluding accumulated other comprehensive income (loss).

**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Reconciliation of Consolidated Expense Ratio**  
**(amounts in millions)**

	2022				2021					
	3Q	2Q	1Q	Total	4Q	3Q	2Q	1Q	Total	
<b>GAAP Basis Expense Ratio</b>										
(A)	Acquisition and operating expenses, net of deferrals	\$ 240	\$ 589	\$ 271	\$1,100	\$ 354	\$ 290	\$ 304	\$ 275	\$1,223
(B)	Premiums	\$ 934	\$ 927	\$ 931	\$2,792	\$ 576	\$ 944	\$ 947	\$ 968	\$3,435
(A) / (B)	GAAP Basis Expense Ratio	26%	64%	29%	39%	61%	31%	32%	28%	36%
<b>Adjusted Expense Ratio</b>										
	Acquisition and operating expenses, net of deferrals	\$ 240	\$ 589	\$ 271	\$1,100	\$ 354	\$ 290	\$ 304	\$ 275	\$1,223
	Less: Reinsurance recapture payment <sup>(1)</sup>	—	365	—	365	—	—	—	—	—
	Less: Legal settlement expenses <sup>(2)</sup>	10	6	43	59	59	57	70	23	209
(C)	Adjusted acquisition and operating expenses, net of deferrals	\$ 230	\$ 218	\$ 228	\$ 676	\$ 295	\$ 233	\$ 234	\$ 252	\$1,014
	Premiums	\$ 934	\$ 927	\$ 931	\$2,792	\$ 576	\$ 944	\$ 947	\$ 968	\$3,435
	Add: Policy fees and other income	166	159	169	494	162	179	180	183	704
	Add: Initial ceded premiums from a life block transaction <sup>(3)</sup>	—	—	—	—	360	—	—	—	360
(D)	Adjusted revenues	\$1,100	\$1,086	\$1,100	\$3,286	\$1,098	\$1,123	\$1,127	\$1,151	\$4,499
(C) / (D)	Adjusted expense ratio <sup>(4)</sup>	21%	20%	21%	21%	27%	21%	21%	22%	23%

**Non-GAAP Definition for Adjusted Expense Ratio**

The company references the non-GAAP financial measure entitled “adjusted expense ratio” as a measure of its operating performance. The company defines adjusted expense ratio as acquisition and operating expenses, net of deferrals, less certain reinsurance expenses, less legal settlement expenses incurred in the company’s long-term care insurance business divided by the sum of premiums, policy fees and other income and premiums initially ceded under life block transactions. Management believes that the expense ratio analysis enhances understanding of the operating performance of the company. However, the adjusted expense ratio as defined by the company should not be viewed as a substitute for the GAAP basis expense ratio.

- (1) In the second quarter of 2022, the company paid \$365 million to a third party in connection with the recapture of certain single premium immediate annuity contracts.
- (2) Estimated pre-tax impact of expenses related to policyholder benefit reduction elections made in connection with legal settlements in the company’s long-term care insurance business, which includes cash damages of \$7 million, \$6 million, \$43 million, \$54 million, \$50 million, \$61 million and \$20 million for the three months ended September 30, 2022, June 30, 2022, March 31, 2022, December 31, 2021, September 30, 2021, June 30, 2021 and March 31, 2021, respectively.
- (3) In the fourth quarter of 2021, the company entered into a new reinsurance agreement to cede certain of its term life insurance policies as part of a life block transaction. Under this new reinsurance agreement, the company initially ceded \$360 million of certain term life insurance premiums.
- (4) In the first quarter of 2022, the company recorded a legal settlement accrual of \$25 million in its life insurance business, which increased the adjusted expense ratio by three percentage points for the three months ended March 31, 2022.

**GENWORTH FINANCIAL, INC.**  
**FINANCIAL SUPPLEMENT**  
**THIRD QUARTER 2022**

**Reconciliation of Reported Yield to Core Yield**

	2022				2021				
	3Q	2Q	1Q	Total	4Q	3Q	2Q	1Q	Total
<b>(Assets - amounts in billions)</b>									
<b>Reported - Total Invested Assets and Cash</b> .....	\$60.1	\$63.2	\$68.2	\$ 60.1	\$73.8	\$74.7	\$75.2	\$72.9	\$ 73.8
Subtract:									
Securities lending .....	—	—	—	—	—	—	0.1	0.1	—
Unrealized gains (losses) .....	(4.9)	(1.9)	3.0	(4.9)	8.2	8.5	8.9	6.9	8.2
<b>Adjusted end of period invested assets and cash</b> .....	<u>\$65.0</u>	<u>\$65.1</u>	<u>\$65.2</u>	<u>\$ 65.0</u>	<u>\$65.6</u>	<u>\$66.2</u>	<u>\$66.2</u>	<u>\$65.9</u>	<u>\$ 65.6</u>
<b>(A) Average Invested Assets and Cash Used in Reported and Core Yield Calculation</b> .....	\$65.0	\$65.2	\$65.4	\$ 65.2	\$65.9	\$66.2	\$66.1	\$66.2	\$ 66.1
<b>(Income - amounts in millions)</b>									
<b>(B) Reported - Net Investment Income</b> .....	\$ 808	\$ 787	\$ 764	\$2,359	\$ 866	\$ 859	\$ 844	\$ 801	\$3,370
Subtract:									
Bond calls and commercial mortgage loan prepayments .....	6	7	10	23	38	43	39	15	135
Other non-core items <sup>(1)</sup> .....	—	—	—	—	2	(4)	3	2	3
<b>(C) Core Net Investment Income</b> .....	<u>\$ 802</u>	<u>\$ 780</u>	<u>\$ 754</u>	<u>\$2,336</u>	<u>\$ 826</u>	<u>\$ 820</u>	<u>\$ 802</u>	<u>\$ 784</u>	<u>\$3,232</u>
<b>(B) / (A) Reported Yield</b> .....	4.97%	4.83%	4.67%	4.82%	5.26%	5.19%	5.11%	4.84%	5.10%
<b>(C) / (A) Core Yield</b> .....	4.93%	4.79%	4.61%	4.78%	5.01%	4.95%	4.85%	4.73%	4.89%

Note: Yields have been annualized.

**Non-GAAP Definition for Core Yield**

The company references the non-GAAP financial measure entitled “core yield” as a measure of investment yield. The company defines core yield as the investment yield adjusted for items that do not reflect the underlying performance of the investment portfolio. Management believes that analysis of core yield enhances understanding of the investment yield of the company. However, core yield is not a substitute for investment yield determined in accordance with U.S. GAAP.

<sup>(1)</sup> Includes cost basis adjustments on structured securities and various other immaterial items.