



DIRECTORS' STATEMENT

On behalf of the Board of Directors of Sagcor Group Jamaica Limited (SGJ or the Group), we present our performance report for the six-month period ended June 2026.

OVERVIEW

The Group recorded net profit attributable to stockholders of \$4.87 billion for the first half of 2026, a resilient result against a backdrop of elevated Hurricane Melissa-related provisions and challenging market conditions. SGJ's insurance business reported strong sales and its commercial bank benefited from higher net investment income. This performance was moderated by additional claims provisioning, higher onerosity, and market experience losses, as well as the non-recurrence of one-off gains that benefited the prior period. Core earnings, which measure the underlying performance of the Group's operations and exclude market-related impacts on insurance assets and liabilities as well as other non-recurring items, were \$6.18 billion (2025: \$7.99 billion), reflecting the continued strength of the Group's core operations.

The Group ended the half year with earnings per share attributable to stockholders (EPS) of \$1.25 (2025: \$2.24) and Return on Equity (ROE) of 8% (2025: 16%).

FINANCIAL PERFORMANCE

Sagcor Group Jamaica's insurance revenue increased by \$1.38 billion or 5%, year over year, supported by continued growth in revenue across Group Health and Life portfolios. Net investment income of \$16.67 billion was below the prior year's \$19.15 billion, which benefited from higher realised and unrealised gains. Fees and other revenue of \$10.41 billion were 4% higher relative to the comparative period, driven by stronger performance from the Commercial Banking segment.

As at June 2026, stockholders' equity stood at \$116.81 billion (Dec 2025: \$115.05 billion), including dividends of \$3.48 billion declared during the first quarter. Total assets ended the period at \$724.87 billion (Dec 2025: \$703.60 billion), mainly due to \$9.33 billion and \$10.32 billion increases in cash resources and financial investments, respectively. This growth in assets was funded primarily by a \$15.29 billion growth in deposit and security liabilities.

HIGHLIGHTS			
	June 2026 Unaudited	June 2025 Unaudited	% Change
OPERATING RESULTS (INCOME STATEMENT DATA):			
Net Profit, Attributable to Stockholders - J\$ billions	4.87	8.73	-44%
Core Earnings - J\$ billions	6.18	7.99	-23%
Insurance Service Results - J\$ billions	4.32	6.12	-29%
Contractual Service Margin (CSM) - J\$ billions	3.30	3.09	7%
FINANCIAL POSITION & STRENGTH (BALANCE SHEET DATA):			
Total Assets of Sagcor Group Jamaica - J\$ billions	724.87	652.70	11%
Total Assets Under Management - J\$ billions	1,200.58	1,125.82	7%
Stockholders' Equity - J\$ billions	116.81	110.28	6%
Adjusted Stockholders' Equity (+ CSM) - J\$ billions	166.35	155.53	7%
PROFITABILITY:			
Return on Average Stockholders' Equity (ROE)	8%	16%	-8%
Earnings Per Share (EPS) - J\$	1.25	2.24	-44%
OTHER MARKET INFORMATION:			
SJ Share Price - J\$	39.49	42.44	-7%
Market Capitalization - J\$ billions	154.23	165.76	-7%

NET PROFIT ATTRIBUTABLE TO STOCKHOLDERS	INSURANCE SERVICE RESULT	TOTAL ASSETS
\$4.87 B	\$4.32 B	\$724.87 B
▼ -44%	▼ -29%	▲ 11%
ADJUSTED STOCKHOLDERS' EQUITY	CONTRACTUAL SERVICE MARGIN	EARNINGS PER SHARE
\$166.35 B	\$3.30 B	\$1.25
▲ 7%	▲ 7%	▼ -44%

Long-Term Insurance

This segment comprises products with contract boundaries exceeding one year and is measured under IFRS 17 using the General Measurement Model (GMM) and Variable Fee Approach (VFA). Long-Term Insurance delivered net profit of \$3.66 billion (2025: \$5.45 billion), with performance impacted by higher onerosity and adverse market experience. Continued growth in insurance revenue was driven by CSM releases of \$3.30 billion (2025: \$3.09 billion) and new business CSM generation of \$3.89 billion (2025: \$3.55 billion).

Short-Term Insurance

This segment includes products whose contract boundaries are less than one year and are measured using the Premium Allocation Approach (PAA) under IFRS 17. Short-term insurance reported modest growth in insurance revenue of \$18.94 billion (2025: \$18.45 billion). The Group Health and Life portfolios generated \$0.42 billion in new business sales. This was offset by higher insurance expenses net of reinsurance of \$18.11 billion (2025: \$16.51 billion). The significantly higher insurance costs were attributable to Hurricane Melissa-related claims. Net profit was \$0.66 billion (2025: \$1.65 billion); the prior year that benefited from IBNR reserve releases in the Group Health and Creditor Life portfolios.

Commercial Banking

Commercial Banking delivered net profit of \$2.26 billion (2025: \$1.64 billion), a 38% increase year over year, driven by higher net investment income and a significant reduction in credit impairment losses, reflecting enhanced credit quality. Loan portfolio expansion, including \$22.15 billion in new loans, was funded by bank deposits of \$217.03 billion (Dec 2025: \$202.86 billion).

Investment Banking

This segment recorded net profit of \$0.58 billion compared to the prior year's \$0.96 billion, driven by lower realised capital gains. Net investment income of \$2.33 billion fell by 11% (2025: \$2.61 billion), primarily due to one-off trading gains in the prior year and higher interest expense of \$2.63 billion (2025: \$2.44 billion). Sagicor Investments Cayman Limited made broadly similar contributions relative to the comparative period.

LIQUIDITY AND SOLVENCY

Cash and cash equivalents as at June 30, 2026, were \$57.94 billion (2025: \$55.63 billion). The Group's net cash used in operating activities during the period was \$12.92 billion (2025: \$26.18 billion), a significant improvement year over year driven by a \$5.37 billion favourable movement in other operating assets and liabilities.

Regulatory capital requirements continue to be exceeded by all operating entities.

OUTLOOK

Global markets strengthened in the second quarter of 2026, supported by easing geopolitical tensions in the Middle East and lower energy prices, which helped investor confidence. US inflation slowed to 3.5%, down from 4.2% in May, signalling a gradual tempering of price pressures. The US Federal Reserve maintained its policy rate within the 3.50% to 3.75% range at its June 2026 meeting, a fourth consecutive hold and the first decision under new Fed Chair Kevin Warsh. US equity markets rebounded sharply, with the S&P 500 Index advancing approximately 15% over the quarter supported by lower crude oil prices, renewed appetite for Artificial Intelligence stocks, and improved investor sentiment. As tensions between the US and Iran eased, crude oil prices retreated from a peak of nearly US\$105 per barrel to close the quarter at around US\$70 per barrel, broadly in line with pre-conflict levels.

In Jamaica, the economy is estimated to have contracted by 5.9% in the first quarter of 2026, reflecting the lingering effects of Hurricane Melissa, which weighed heavily on agriculture, mining, tourism, and other key sectors.

CAPITAL RATIOS

Regulated Entities	Key Regulatory Ratios	Minimum Statutory Requirements	June 30, 2026	June 30, 2025
Sagicor Life Jamaica Limited	Life insurance capital adequacy test (LICAT) ¹	100.0%	155.6%	144.5%
Sagicor Bank Jamaica Limited	Regulatory capital to risk weighted assets ratio	10.0%	13.1%	12.8%
Sagicor Investments Jamaica Limited	Regulatory capital to risk weighted assets ratio	10.0%	16.7%	16.7%
Sagicor Life of the Cayman Islands Limited	Minimum capital requirement (MCR)	125.0%	562.2%	435.3%
Advantage General Insurance Company Limited	Minimum capital test ratio (MCT)	150.0%	181.74%	206.8%

¹ SLJ's capital ratio is now calculated using the Life Insurance Capital Adequacy Test (LICAT)

Goods-producing industries declined 11.2%, while services fell 4.1%, with agriculture down 20.3%, mining down 26.6%, and accommodation and food services down 20.4%. Despite the declines, reconstruction efforts continued to gather momentum, supported by the Government's establishment of the National Reconstruction and Resilience Authority (NaRRA), which has been mandated to accelerate the delivery of infrastructure projects and drive economic recovery in affected areas.

The Bank of Jamaica (BOJ) held its policy rate at 5.5% at both its May and June 2026 meetings, citing elevated uncertainty surrounding inflation and global economic conditions. Point-to-point inflation climbed to 5.5% in May 2026, up from 4.3% in April, bringing it closer to the upper bound of the BOJ's 4.0% to 6.0% target range.

The BOJ remained proactive in preserving relative stability in the foreign exchange market, sustaining its B-FXITT interventions through the quarter. Net International Reserves remained strong at US\$6.49 billion as at June 2026, providing a strong buffer against external shocks. The exchange rate remained relatively stable over the period. The BOJ maintained its projection of real GDP growth of 1.0% to 3.0% for FY 2026/27, supported by reconstruction activity and the ongoing recovery of productive sectors.

Notwithstanding the headwinds of inflation and persistent global uncertainty, Sagicor Group Jamaica continued to deliver credible financial performance. The Group's solid balance sheet, robust risk and governance frameworks, and diverse revenue base bode well for long-term value creation.

CORPORATE SOCIAL RESPONSIBILITY

In the second quarter of 2026, Sagicor Foundation Jamaica (the Foundation) continued to advance SGJ's sustainability agenda through focused investment in education, youth development, health, and community upliftment. The Foundation's activities during the period reflect its commitment to creating measurable social impact across Jamaica, with initiatives that expanded access to educational support, promoted literacy, strengthened school infrastructure, and encouraged youth participation in sport. Key highlights included the launch of the 2026 Scholarships Programme, Read Across Jamaica Day activities, Labour Day projects under the Adopt-A-School Programme, and the successful staging of the 41st Jamaica Teachers' Association (JTA)/Sagicor National Athletics Championships.

Investing in Education

Applications for the Foundation's 2026 Scholarship Programme opened on May 4 and closed on May 31, attracting 1,327 applications from students across Jamaica. Successful applicants will be recognised at the annual Scholarship Awards Ceremony in August, where they will officially join the Foundation's growing community of scholarship recipients.

To commemorate Read Across Jamaica Day on May 5, the Foundation visited three early childhood institutions that formed part of the 2025



1. Michael Sutherland, Branch Manager, New Brunswick – Retail Banking at Sagikor Bank, engages with students from Cotton Piece Early Childhood Institution during Sagikor Foundation's 2026 Read Across Jamaica Day initiative.
2. From left: Willard Brown, CEO of Sagikor Life Jamaica; Shanoya Douglas, Event Patron; and Mark Malabver, President, Jamaica Teachers' Association, share a celebratory moment with student-athletes from St. Catherine, the champion parish at the 41st JTA/Sagikor National Athletics Championships.
3. From left: Gizelle Cunningham, 2025 Sagikor Foundation Scholar; and Mark Chisholm, Chief Revenue Officer, Sagikor Life Jamaica, were among the volunteers who supported Sagikor Foundation's Adopt-A-School/Labour Day project at Holy Trinity Basic School on Monday, May 25.

Adopt-A-School Programme. Volunteers engaged approximately 90 students through interactive reading sessions designed to foster a love of literacy from an early age. To further support literacy development, the Foundation donated \$108,000 to local author Amina Blackwood-Meeks to provide age-appropriate reading materials to the participating schools.

Empowering Youth and Strengthening Communities

The 41st staging of the JTA/Sagikor National Athletics Championships was officially launched on May 12 at the JTA Headquarters. Demonstrating its continued investment in youth development through sport, the Foundation contributed \$16,000,000 to support the Championships. The Foundation and the Jamaica Teachers' Association welcomed 2024 World Under-20 sprint relay gold medallist, Shanoya Douglas, as the event's patron, providing young athletes with an inspiring role model. Held on June 26 and 27 at the National Stadium, the Championships brought together 1,120 student-athletes from across the island for two days of spirited competition. St. Catherine successfully retained the championship title with 292 points, followed by St. Andrew with 274.5 points and Portland with 177.5 points.

The Foundation continued to strengthen its Adopt-A-School Programme by engaging team members from Sagikor Life, Sagikor Investments, and Sagikor Bank in the school selection process. This collaborative approach encouraged greater employee participation while helping to direct support to communities where it can have meaningful impact. Holy Trinity Basic School was selected as the Foundation's first adopted school for the 2026–2027 programme. On Labour Day, volunteers transformed the school through painting, repairs, and general beautification, demonstrating the positive impact of employee volunteerism and community partnership.

The Foundation also expanded its support beyond the Adopt-A-School Programme through a \$750,000 contribution, made in partnership with the organisers of the Jill Stewart MoBay City Run, to fund infrastructure improvements at Maldon High School in St. James. This support further strengthened educational opportunities for students in western Jamaica.

Collectively, these initiatives demonstrate Sagikor Foundation Jamaica's continued commitment to delivering meaningful and measurable social impact. During the quarter, the Foundation supported students at multiple stages of their educational journey, encouraged literacy among young learners, invested in school infrastructure, and created opportunities for youth to develop through sport. The period also underscored the value of employee volunteerism and strategic partnerships in extending the reach of the Foundation's work. Through these efforts, Sagikor Foundation Jamaica continues to contribute to stronger schools, more empowered youth, and more resilient communities, while advancing Sagikor Group Jamaica's broader sustainability agenda.

ACKNOWLEDGEMENT

We reflect on the second quarter of 2026 with sincere gratitude for the support of our clients, team, advisors, brokers, partners, and shareholders. Our Management and Board remain focused on sustaining performance and further strengthening the Group's resilience. We are also deeply appreciative to the Board of Directors for its continued oversight and guidance as we uphold strong governance and deliver sustainable long-term value.

On behalf of The Board of Directors:



PETER MELHADO
Chairman



CHRISTOPHER ZACCA, C.D., J.P.
President & CEO

04 August 2026

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at 30 June 2026

(Expressed in thousands of Jamaican dollars)

	June 2026 Unaudited	June 2025 Unaudited	December 2025 Audited
ASSETS:			
Cash resources & Cash reserve at Central Bank	40,455,891	36,743,837	31,130,300
Financial investments	431,734,977	395,692,092	421,410,453
Loans & leases, after allowance for credit losses	159,768,573	150,140,023	157,560,278
Investment properties	1,473,328	1,618,689	1,471,269
Investment in joint venture	3,061,470	2,823,036	2,977,806
Intangible assets	6,349,315	6,793,767	6,589,309
Property, plant and equipment	7,376,931	7,098,975	7,620,005
Right-of-use assets	6,001,308	5,963,662	6,310,964
Retirement benefit assets	193,550	324,678	193,549
Reinsurance contract assets	28,073,046	4,782,566	27,556,654
Insurance contract assets	2,877,119	1,083,153	1,355,271
Deferred income taxes	6,585,972	7,800,440	7,305,629
Taxation recoverable	13,265,074	9,651,076	10,733,874
Other assets	17,649,369	22,183,260	21,381,417
TOTAL ASSETS	724,865,923	652,699,254	703,596,778
STOCKHOLDERS' EQUITY AND LIABILITIES:			
Equity attributable to:			
Stockholders' of the parent company			
Share capital	9,085,347	9,129,547	8,999,157
Equity reserves	20,695,918	18,308,139	19,660,002
Retained earnings	87,027,441	82,841,271	86,387,676
	116,808,706	110,278,957	115,046,835
Non-controlling interests	2,177,960	2,157,216	2,256,078
Total Equity	118,986,666	112,436,173	117,302,913
Liabilities			
Deposit and security liabilities	347,085,821	319,585,394	331,792,650
Deferred income taxes	316,330	321,370	278,500
Taxation payable	122,041	1,043,949	1,245,724
Reinsurance contract liabilities	370,640	284,378	366,240
Retirement benefit obligations	5,402,298	5,169,543	5,173,576
Lease liabilities	5,620,058	6,198,982	5,862,473
Other liabilities	17,010,323	16,053,280	18,539,603
Insurance contracts liabilities	206,019,965	168,653,632	199,643,191
Investment contracts liabilities	23,931,781	22,952,553	23,391,908
Total Liabilities	605,879,257	540,263,081	586,293,865
TOTAL STOCKHOLDERS' EQUITY AND LIABILITIES	724,865,923	652,699,254	703,596,778

PETER MELHADO
Chairman

04 August 2026

CHRISTOPHER ZACCA, C.D., J.P.
President & CEO

CONSOLIDATED INCOME STATEMENT

for the six months ended 30 June 2026

(Expressed in thousands of Jamaican dollars)

	Q2 2026 Unaudited	Q2 2025 Unaudited	June 2026 Year-to-date Unaudited	June 2025 Year-to-date Unaudited
Insurance revenue	15,612,912	15,129,865	30,814,694	29,434,263
Insurance service expenses	(12,437,000)	(10,774,508)	(30,783,321)	(21,515,004)
Net expenses from reinsurance contracts held	(511,819)	(820,800)	4,289,223	(1,796,893)
INSURANCE SERVICE RESULT	2,664,093	3,534,557	4,320,596	6,122,366
NET INSURANCE FINANCE EXPENSE	(3,457,676)	(3,302,411)	(4,468,107)	(6,581,382)
Realized capital gains	308,969	585,253	506,011	1,498,248
Unrealized capital gains	1,029,585	1,655,426	530,243	4,359,349
Net interest income	8,070,687	6,932,523	15,852,108	13,894,130
Credit impairment losses	(81,261)	(254,677)	(219,241)	(601,890)
NET INVESTMENT INCOME	9,327,980	8,918,525	16,669,121	19,149,837
NET INSURANCE AND INVESTMENT RESULT	8,534,397	9,150,671	16,521,610	18,690,821
Fees and other revenue	5,821,213	4,993,869	10,409,559	9,965,117
Results from joint venture	(68,304)	254,820	(35,024)	168,161
Other operating expenses	(10,070,927)	(8,168,873)	(18,701,299)	(16,270,926)
Asset and other taxes	(12,100)	(5,246)	(1,120,558)	(982,973)
PROFIT BEFORE TAXES	4,204,279	6,225,241	7,074,288	11,570,200
Income taxes	(1,281,049)	(1,433,832)	(2,282,151)	(2,743,199)
NET INCOME	2,923,230	4,791,409	4,792,137	8,827,001
Non-controlling interests	(69,949)	(32,530)	74,952	(96,256)
STOCKHOLDERS' PROFIT	2,853,281	4,758,879	4,867,089	8,730,745

Basic earnings per stock unit for profit attributable

to the stockholders' of the parent company \$0.73 \$1.22 \$1.25 \$2.24

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the six months ended 30 June 2026

(Expressed in thousands of Jamaican dollars)

	Q2 2026 Unaudited	Q2 2025 Unaudited	June 2026 Year-to-date Unaudited	June 2025 Year-to-date Unaudited
Net profit for the period	2,923,230	4,791,409	4,792,137	8,827,001
Other comprehensive income:				
Items that may be subsequently reclassified to profit or loss				
Fair value reserve:				
Unrealised gains on FVTOCI bonds	1,557,494	1,413,660	717,679	2,293,995
Share of joint venture unrealised (losses)/gains on FVTOCI bonds	9,275	10,221	(17,235)	22,307
	1,566,769	1,423,881	700,444	2,316,302
	19,080	177,628	(650)	393,606
Gains recycled to the Profit or Loss Statement on sale and maturity of FVTOCI securities	(309,840)	(503,356)	(459,647)	(526,378)
Provision for expected credit losses on securities designated as FVTOCI	(10,329)	(4,202)	10,984	(7,871)
	(320,169)	(507,558)	(448,663)	(534,249)
Items that will not be subsequently reclassified to profit or loss				
Owner-occupied properties (OOP):				
Unrealised gains on OOP	-	183	-	27,389
	-	183	-	27,389
Total other income recognised directly in stockholders' equity, net of taxes	1,265,680	1,094,134	251,131	2,203,048
Total Comprehensive Income	4,188,910	5,885,543	5,043,268	11,030,049
Attributable to:				
Stockholders' of the parent company	4,122,563	5,850,479	5,121,386	10,926,131
Non-controlling interests	66,347	35,064	(78,118)	103,918
	4,188,910	5,885,543	5,043,268	11,030,049

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the six months ended 30 June 2026
(Expressed in thousands of Jamaican dollars)

	Share Capital	Equity Reserves	Retained Earnings	Stockholder's Equity	Non-controlling Interests Total	Total Equity Unaudited
Period ended June 30, 2026:						
Balance as reported December 31, 2025	8,999,157	19,660,002	86,387,676	115,046,835	2,256,078	117,302,913
Total comprehensive income for the period	-	254,297	4,867,089	5,121,386	(78,118)	5,043,268
Transactions with owners -						
- value of services provided	-	5,662	-	5,662	-	5,662
- options exercised/expired	253,329	-	-	253,329	-	253,329
Dividends declared	-	-	(3,476,015)	(3,476,015)	-	(3,476,015)
Treasury shares	(167,139)	-	24,648	(142,491)	-	(142,491)
Total transactions with owners	86,190	5,662	(3,451,367)	(3,359,515)	-	(3,359,515)
Transfer between reserves -						
From loan loss reserve	-	475,957	(475,957)	-	-	-
To retained earnings reserve	-	300,000	(300,000)	-	-	-
Transfers between retained earnings and reserves	-	775,957	(775,957)	-	-	-
Balance as at June 30, 2026	9,085,347	20,695,918	87,027,441	116,808,706	2,177,960	118,986,666
Period ended June 30, 2025:						
Balance as reported December 31, 2024	8,997,402	14,800,224	78,369,076	102,166,702	2,053,298	104,220,000
Total comprehensive income for the period	-	2,195,386	8,730,745	10,926,131	103,918	11,030,049
Transactions with owners -						
- value of services provided	-	10,859	-	10,859	-	10,859
- options exercised/expired	132,145	-	50,459	182,604	-	182,604
Dividends declared	-	-	(3,007,339)	(3,007,339)	-	(3,007,339)
Total transactions with owners	132,145	10,859	(2,956,880)	(2,813,876)	-	(2,813,876)
Transfer between reserves -						
From loan loss reserve	-	51,670	(51,670)	-	-	-
To retained earnings reserve	-	1,250,000	(1,250,000)	-	-	-
Transfers between retained earnings and reserves	-	1,301,670	(1,301,670)	-	-	-
Balance as at June 30, 2025	9,129,547	18,308,139	82,841,271	110,278,957	2,157,216	112,436,173

CONSOLIDATED STATEMENT OF CASH FLOWS
for the six months ended 30 June 2026
(Expressed in thousands of Jamaican dollars)

	June 2026 Year-to-date Unaudited	June 2025 Year-to-date Unaudited
Cash Flows from Operating Activities:		
Net Profit	4,792,137	8,827,001
Adjustments for:		
Items not affecting cash and changes to policyholders' funds:		
Adjustments for non-cash items, interest and dividends	(6,182,320)	(9,263,785)
Changes in other operating assets and liabilities	(386,551)	(5,753,282)
Net Investment purchases	(21,082,117)	(30,149,029)
Interest and dividends received	20,396,581	18,683,541
Interest paid	(5,154,725)	(4,837,940)
Income taxes paid	(5,305,877)	(3,689,530)
Net cash used in operating activities	(12,922,872)	(26,183,024)
Cash Flows from Investing Activities:		
Proceeds from purchase of investment property, net	(2,060)	(4,250)
Purchase of property, plant and equipment, net	(143,446)	(344,813)
Purchase of intangible assets, net	(54,536)	(116,897)
Investment in joint venture	(31,480)	(39,109)
Dividends received from joint venture	31,480	39,372
Net cash used in investing activities	(200,042)	(465,697)
Cash Flows from Financing activities:		
Deposits and securities liabilities	16,950,446	30,856,656
Lease repayment	(431,861)	(462,488)
Purchase of treasury shares, net	110,834	182,604
Dividends paid to stockholders	(3,476,015)	(3,007,339)
Net cash generated from financing activities	13,153,404	27,569,433
Cash and cash equivalents:		
Effect of exchange rate on cash and cash equivalents	(249,490)	-
(Decrease)/Increase in cash and cash equivalents	(219,000)	1,617,504
Cash and cash equivalents at beginning of year	58,158,627	54,011,907
Cash and cash equivalents at end of period	57,939,627	55,629,411
Comprising:		
Balances with Banks	21,169,464	19,429,714
Short - Term Deposits	17,343,472	18,191,149
USA Government Treasury Bills and Short-Term Bonds	3,485,419	15,674,625
Securities purchased under resale agreements	15,941,326	2,333,923
Bank overdraft	(54)	-
	57,939,627	55,629,411

CONSOLIDATED SEGMENTAL FINANCIAL INFORMATION
for the six months ended 30 June 2026
(Expressed in thousands of Jamaican dollars)

	Long Term Insurance	Short Term Insurance	Commercial Banking	Investment Banking	Other including Consolidation Adjustments	Unaudited June 2026 Group
For the six-months ended June 30, 2026						
Operating results:						
Insurance revenue	11,876,883	18,937,811	-	-	-	30,814,694
Insurance service expenses	(8,315,947)	(22,467,374)	-	-	-	(30,783,321)
Net expense from reinsurance contracts	(71,862)	4,361,085	-	-	-	4,289,223
Inter-segment insurance service results	(231,280)	(231,682)	-	-	462,962	-
Insurance service results	3,257,794	599,840	-	-	462,962	4,320,596
Interest income earned and capital net gains	5,733,258	630,881	9,955,972	5,112,432	525,909	21,958,452
Interest expense	-	(10,709)	(1,898,442)	(2,628,327)	(532,612)	(5,070,090)
Credit impairment reversal/ (losses)	45	23	(165,454)	(21,222)	(32,633)	(219,241)
Inter-segment net investment income	(20,528)	(4,117)	(976)	(130,503)	156,124	-
Net investment income	5,712,775	616,078	7,891,100	2,332,380	116,788	16,669,121
Net Insurance Finance Expense	(4,468,107)	-	-	-	-	(4,468,107)
Net Insurance and Investment Results	4,502,462	1,215,918	7,891,100	2,332,380	579,750	16,521,610
Fee and other revenue	151,517	53,023	5,616,162	810,550	3,778,307	10,409,559
Inter-segment fee and other income	-	-	(2,859)	(10,821)	13,680	-
Share of results of joint venture	-	(35,024)	-	-	-	(35,024)
Other operating expenses	(231,280)	(531,183)	(9,335,385)	(2,102,976)	(6,500,475)	(18,701,299)
Inter-segment other operating expenses	231,280	218,977	(13,954)	(2)	(436,301)	-
Asset and other tax	(146,533)	(42,316)	(559,095)	(277,740)	(94,874)	(1,120,558)
Profit before taxation	4,507,446	879,395	3,595,969	751,391	(2,659,913)	7,074,288
Taxation	(851,941)	(220,830)	(1,340,613)	(172,537)	303,770	(2,282,151)
Net Profit	3,655,505	658,565	2,255,356	578,854	(2,356,143)	4,792,137
Attributable to:						
Stockholders of the parent company						4,867,089
Non-controlling interests						(74,952)
						4,792,137
Segment assets:						
Unallocated assets	198,043,763	51,853,829	255,648,300	161,878,179	41,251,545	708,675,616
Total Assets						16,190,307
						724,865,923
Segment liabilities:						
Unallocated liabilities	170,068,930	38,498,945	222,855,542	139,625,474	29,111,646	600,160,537
Total liabilities						5,718,720
						605,879,257
Other Segment items:						
Capital expenditure: Computer software						54,536
Property, plant and equipment						143,446

	Long Term Insurance	Short Term Insurance	Commercial Banking	Investment Banking	Other including Consolidation Adjustments	Unaudited June 2025 Group
For the six-months ended June 30, 2025						
Operating results:						
Insurance revenue	10,985,757	18,448,507	-	-	-	29,434,263
Insurance service expenses	(6,793,620)	(14,721,383)	-	-	-	(21,515,004)
Net expense from reinsurance contracts	(12,899)	(1,783,994)	-	-	-	(1,796,893)
Inter-segment insurance service results	(231,280)	(229,532)	-	-	460,812	-
Insurance service results	3,947,958	1,713,598	-	-	460,812	6,122,366
Interest income earned and capital net gains	9,202,326	422,970	8,865,294	5,129,741	788,911	24,409,242
Interest expense	-	(11,721)	(1,730,605)	(2,437,173)	(478,016)	(4,657,515)
Credit impairment reversal/ (losses)	(1,161)	(482)	(590,658)	3,637	(13,226)	(601,890)
Inter-segment net investment income	(14,414)	(3,347)	(976)	(89,041)	107,778	-
Net investment income	9,186,751	407,420	6,543,055	2,607,164	405,447	19,149,837
Net insurance finance expense	(6,581,382)	-	-	-	-	(6,581,382)
Net Insurance and Investment Results	6,553,327	2,121,018	6,543,055	2,607,164	866,259	18,690,821
Fee and other revenue	166,899	94,096	5,286,213	908,329	3,509,580	9,965,117
Inter-segment fee and other income	-	-	12,948	-	(12,948)	-
Share of results of joint venture	-	168,161	-	-	-	168,161
Other operating expenses	122,957	16,063	(8,677,247)	(1,992,005)	(5,740,694)	(16,270,926)
Inter-segment other operating expenses	(231,280)	(223,669)	17,205	-	437,744	-
Asset and other tax	(137,776)	(31,672)	(499,282)	(231,330)	(82,913)	(982,973)
Profit before taxation	6,474,127	2,143,997	2,682,892	1,292,158	(1,022,972)	11,570,200
Taxation	(1,021,593)	(496,088)	(1,044,311)	(336,502)	155,295	(2,743,199)
Net Profit	5,452,534	1,647,909	1,638,581	955,656	(867,677)	8,827,001
Attributable to:						
Stockholders of the parent company						8,730,745
Non-controlling interests						96,256
						8,827,001
Segment assets:						
Unallocated assets	181,227,596	28,688,875	232,979,933	150,944,573	41,116,356	634,957,333
Total assets						17,741,921
						652,699,254
Segment liabilities:						
Unallocated liabilities	160,604,440	13,976,022	203,090,305	129,935,498	27,165,906	534,772,171
Total liabilities						5,490,910
						540,263,081
Other Segment items:						
Capital expenditure: Computer software						116,897
Property, plant and equipment						344,813

Explanatory Notes

1. Identification and Principal Activities

Sagicor Group Jamaica Limited (SGJ, the Company) is incorporated and domiciled in Jamaica and is listed on the Jamaica Stock Exchange. It is 32.45% (2025 – 32.45%) owned by LOJ Holdings Limited (LOJH) which is also incorporated and domiciled in Jamaica and 6.06% (2025 – 6.06%) owned by Sagicor Life Inc which is domiciled in Barbados. Both LOJH and SLI are wholly owned by Sagicor Financial Company Limited (Sagicor), the ultimate parent company, which is incorporated and domiciled in Bermuda. Sagicor has an overall interest of 49.11% (2025 – 49.11%) in the Company. The other significant shareholder in SGJ is Pan Jamaica Group Limited with a 30.23% (2025 – 30.23%) holding.

The registered office of the Sagicor Group Jamaica Limited is located at 28 - 48 Barbados Avenue, Kingston 5, Jamaica.

Sagicor Group Jamaica comprises many companies offering a wide range of financial products and services. These include life and health insurance; property and casualty insurance; annuities; pensions administration; investment services; commercial banking; investments banking; captives management; property management; real estate sales and rentals; and remittance and cambio.

2. Basis of preparation

These condensed consolidated interim financial statements have been prepared in accordance with IAS 34 “Interim Financial Reporting”, unless otherwise noted. The condensed consolidated interim financial statements should be read in conjunction with the accounting policies as set out in Note 2 of the audited financial statements for the year ended 31 December 2025.

3. Accounting estimates and judgements

Certain amounts recorded in these audited consolidated financial statements reflect estimates and assumptions made by management about insurance liability reserves, investment valuations, interest rates and other factors. Actual results may differ from the estimates and assumptions made. Interim results are not necessarily indicative of full year results.

4. Changes in significant accounting policies

The Group has initially applied IFRS 17 and IFRS 9, including any consequential amendments to other standards, from 1 January 2023. These standards have brought significant changes to the accounting for insurance and reinsurance contracts and financial instruments.

IFRS 17 - Insurance Contracts

IFRS 17 became effective on January 1, 2023 and brings significant changes to the accounting for insurance and reinsurance contracts.

The standard introduces three measurement approaches that will be used to measure insurance contracts: the General Measurement Model (GMM), Variable Fee approach (VFA) and Premium Allocation approach (PAA). These are summarised as follows:

- GMM measures groups of insurance contracts based on estimates of the

present value of future cash flows that are expected to arise as the Group fulfils the contracts. An explicit risk adjustment is applied that reflects the compensation that the Group requires for bearing the uncertainty about the amount and timing of the cash flows from non-financial risk. The Contractual Service Margin (CSM) is a component of the carrying amount of the asset or liability for a group of insurance contracts that represents the unearned profit that the Group will recognise as obligations are fulfilled under the insurance contracts.

At initial recognition, the positive CSM on a group of insurance contracts is recorded as a liability and is subsequently amortised to future income. When the calculation of present value of expected future cash flows results in a net cash outflow, the insurance contracts are classified as “Onerous” and the negative CSM is immediately recognised in income.

- The VFA applies to insurance contracts issued with direct participation features, which are substantially investment-related service contracts under which the policyholder is promised an investment return based on underlying items, such as segregated funds and certain participating insurance contracts. The key difference between the VFA and the GMM is only evident at subsequent measurement, the transitional and at inception CSM is the same under both models. This difference is the ability to bring economic movements into the CSM each period as compared to income under the GMM.
- PAA is applied to short duration contracts where the policy’s contract boundary is one year or less. Under PAA, insurance contract results are measured based on unearned premiums, this accounting treatment is broadly similar to the approach applied under IFRS 4.

The Group uses different measurement approaches, depending on the portfolio of contract issued, as follows:

Measurement Model	Contracts Issued
General Measurement Model	- o Traditional Life contracts - o Universal life contracts - o Living Benefits - o Single premium health and creditor life - o Annuities
Variable Fee Approach	- o Universal life contract with direct participating features - o Variable endowments with direct participating features
Premium Allocation Approach	- o Group Life and Health contracts - o General Insurance- Accident, Liability, Marine, Property, Motor

For underlying direct insurance contracts measured under GMM or VFA, the corresponding reinsurance contract portfolios are measured using GMM. For underlying direct insurance contracts measured under PAA, the corresponding reinsurance contract portfolios are measured using PAA.

