

# 2024 LICAT Disclosure

Amounts in \$CDN (000s)		Foresters Financial		
		December 31, 2024	December 31, 2023	Change %
<b>Available Capital (AC1+B)</b>	(AC)	2,869,504	2,778,623	3.3%
<i>Tier 1 Capital</i>	(AC1)	2,102,578	2,011,263	4.5%
<i>Tier 2 Capital</i>	B	766,926	767,360	(0.1%)
<b>Surplus Allowance and Eligible Deposits</b>	(SA+ED)	673,324	627,956	7.2%
<b>Base Solvency Buffer</b>	(BSB)	1,942,195	1,748,076	11.1%
<b>Total Ratio ([AC + SA + ED] / BSB) x 100</b>		182.4%	194.9%	-12.5 pts
<b>Core Ratio ([AC1 + 70% SA + 70% ED] / BSB) x 100</b>		132.5%	140.2%	-7.7 pts

The Office of the Superintendent of Financial Institutions (“OSFI”) introduced the Life Insurance Capital Adequacy Test (LICAT) 2024 as the regulatory capital standard for life insurers effective January 1, 2024. LICAT 2024 replaces the former life insurance capital adequacy test, LICAT 2023, which was in place starting January 1, 2023 coinciding with the transition to International Financial Reporting Standard 17 (IFRS 17). Under both LICAT guidelines, the Total Ratio is subject to a supervisory target of 100% and a minimum ratio of 90%. The Core Ratio is subject to a supervisory target of 70% and a minimum ratio of 55%.

The Total Ratio for Foresters Financial (“IOF”) as at December 31, 2024 was 182.4% compared with 194.9% as at December 31, 2023. The 12.5 percentage point decrease was primarily driven by the increase in liabilities from updated actuarial assumptions.

The Core Ratio as at December 31, 2024 was 132.5% compared with 140.2% as at December 31, 2023. The 7.7 percentage point decrease was primarily driven by similar factors.

# 2024 LICAT Disclosure

Amounts in \$CDN (000s)		Foresters Life Insurance Company		
		December 31, 2024	December 31, 2023	Change %
<b>Available Capital (AC1+B)</b>	(AC)	353,647	340,752	3.8%
<i>Tier 1 Capital</i>	(AC1)	273,989	246,372	11.2%
<i>Tier 2 Capital</i>	B	79,658	94,380	(15.6%)
<b>Surplus Allowance and Eligible Deposits</b>	(SA+ED)	68,845	64,465	6.8%
<b>Base Solvency Buffer</b>	(BSB)	211,547	205,397	3.0%
<b>Total Ratio ([AC + SA + ED] / BSB) x 100</b>		199.7%	197.3%	2.4 pts
<b>Core Ratio ([AC1 + 70% SA + 70% ED] / BSB) x 100</b>		152.3%	141.9%	10.4 pts

The Total Ratio for Foresters Life Insurance Company ("FLIC") as at December 31, 2024 was 199.7% compared with 197.3% as at December 31, 2023. The 2.4 percentage point increase was primarily driven by positive earnings and partially offset by the additional capital requirements on new business.

The Core Ratio as at December 31, 2024 was 152.3% compared with 141.9% as at December 31, 2023. The 10.4 percentage point increase was primarily driven by similar factors.