

DISCLAIMERS AND IMPORTANT INFORMATION
PLEASE READ CAREFULLY

Evergreen Life Limited is a Bermuda life insurance company offering Evergreen Private Placement Variable Universal Life (PPVUL) Policies and Private Placement Variable Annuity (PPVA) Contracts. In conjunction with our offering of the PPVUL Policies and PPVA Contracts, we are providing you with important information. You should read this document carefully along with the Offering Memorandum which will be securely sent to you through the website.

Evergreen Life

Due to the fact that Evergreen Life Limited (Evergreen Life) is a Bermuda life insurance company, applications for Evergreen Life's insurance products will only be received by the company at its offices in Bermuda and all offers and sales of its Policies and Contracts may only be made in Bermuda. It does not conduct business in any other jurisdiction.

The material which is provided via the web site should not be construed as any offer to sell or a solicitation of any offer to buy a Policy or to submit an application for the purchase of, an insurance product, in any jurisdiction other than Bermuda. Evergreen Life may initially make hypothetical illustrations available. These should be construed as illustrative only and do not constitute a proposal to enter into an insurance contract or an undertaking to offer insurance coverage under any specific terms and conditions in any jurisdiction.

Only personnel of Evergreen Life are authorised to make representations regarding Evergreen Life and its PPVUL Policies and PPVA Contracts. Any materials which have not been prepared by Evergreen Life should not be considered as representations by Evergreen Life.

Who Can Purchase an Evergreen PPVUL Policy or PPVA Contract

The Evergreen PPVUL Policy and PPVA Contract are not suitable for all potential purchasers. Consequently, no sale of a PPVUL Policy or a PPVA Contract will be made unless the purchaser demonstrates that he or she has such knowledge and experience in financial and business matters and that he or she is capable of evaluating the merits and risks of the purchase. We require that the person responsible for the payment of the premiums for the Policy or Contract complete a financial questionnaire. While we do not undertake a suitability review, we do verify that the person responsible for the premium provides us with such information so as to enable us to conclude that he or she has sufficient knowledge and experience as well as sufficient net assets to sustain losses, should these occur.

The potential insured under a PPVUL Policy will be required to provide us with personal health information in order that the Policy may be underwritten.

There is no guarantee that we will issue a Policy or Contract to all applicants. We may refuse to do so based solely on our own discretion.

Advice

While we provide you with various materials for discussion purposes with your professional advisers, who will assist you to determine whether the PPVUL Policy or PPVA Contract is suitable for you, these materials should in no way be considered to be legal, tax, financial, or accounting advice. You must consult with your own personal advisers prior to making any decision.

You will be sent a document titled Offering Memorandum, for the PPVUL Policy or the PPVA Contract (Offering Memorandum) in a secure method through the Evergreen website. We encourage you to read it carefully. You may contact us with any matter you wish to discuss. We urge you to discuss the information contained in the Offering Memorandum with your advisers.

Risks

There are a number of potential risks associated with the purchase of a PPVUL Policy or PPVA Contract issued by a Bermuda life insurance company. These issues are set out in our Offering Memorandum. Special attention should be paid to the section on risks so that they may be fully understood and considered prior to any decision to accept potential exposure to them.

Tax Disclaimer

Evergreen Life is committed to complying with both the spirit and the letter of the law. With respect to any U.S. taxpayer, it should be noted that any information, products, or service which Evergreen Life provides to you, is not intended, nor may it be relied upon or used by any U.S. taxpayer for the purpose of avoiding penalties which may be imposed on the taxpayer under the U.S. Internal Revenue Code.

Use of Internet and Privacy

Evergreen Life is committed to protecting and safeguarding your privacy. We have made every attempt to create a secure location on our website in which we are able to conduct business with you. We will not request any personal information outside of that environment, other than sending you your user login to enable you to proceed beyond the introductory pages of our web site.

Please be aware that, unless you are working in our secure location, having logged in, any messages sent to or from us over the open internet, can be accessed by other Internet users. We urge you to take all reasonable precautions necessary in order to protect any data or information which you receive or download from us onto your computer, by implementing your own computer security measures, including, but not limited to, employing current reputable anti-virus, spyware and malware applications and always securing (locking) your computer screen when not actively using it.

Evergreen Life Limited
Financial Condition Report
For the year ending 31 December 2024

Evergreen Life Limited was incorporated in Bermuda on 8 November, 2008 and licensed as a Class C insurer by the Bermuda Monetary Authority, to write life insurance business.

BUSINESS AND PERFORMANCE

a. Name of Insurer

Evergreen Life Limited ("the Company")
3rd Floor Wessex House
45 Reid Street
Hamilton
Bermuda

b. Supervisors

Insurance Supervisor
Bermuda Monetary Authority
BMA House
43 Victoria Street,
Hamilton
Bermuda

c. Approved Auditor

Statutory Reporting
Deloitte Ltd
Corner House
20 Parliament Street, Hamilton
Bermuda

GAAP Reporting
Deloitte Ltd
Corner House
20 Parliament Street, Hamilton
Bermuda

d. Ownership Details

The Company is wholly owned by two shareholders: Evergreen Financial Holdings Ltd (incorporated in the BVI) and IBEX Life Services, LLC (incorporated in the United States). These two companies are the ultimate owners of the Company.

e. Group Structure

N/A

f. Insurance Business Written by Business Segment and by Geographical Region

The Company offers individual and group life private placement variable universal life insurance policies (the "PPVUL Policy"). In terms of the Company's license, the life element of such PPVUL Policy is 100% reinsured by reinsurance companies with a minimum rating of A-. All reinsurance risk is held by the policyholder since they are only entitled to funds received by the Company.

The Company also offers private placement variable annuity contracts ("PPVA").

Evergreen Life Limited ("Company") is a long-term insurer (Class C) and is a Segregated Account Company. All business is segregated account business. The Company issues variable annuity and variable life insurance policies (collectively referred to as "universal life-type contracts") to high and ultra-high, net worth clients. The insurance is written in Bermuda and the lives insured are resident in the USA.

Premiums, net of expenses, paid by the policyholder with respect to the universal life-type products are placed in segregated accounts based upon the investment selections made by the policyholder. Segregated accounts are either managed by one or more investment managers appointed by the Company or are invested in insurance dedicated investment funds. The policyholder retains the benefits of favorable investment performance, as well as the risk of adverse investment results. Assets held in the segregated accounts are not subject to the claims of the Company's general creditors. The Company does not provide any investment management or advisory services. The Company's revenues earned from these policies consist of fee income assessed against the assets in each segregated account. The Company's variable products do not guarantee investment returns.

- g. The Company's income derives from policy charges and fee income in relation to the policies. The major portion of the expenses arise as a result of insurance servicing costs from the insurance manager. There is no material income or expense in relation to investments held in the segregated accounts.

GOVERNANCE STRUCTURE

The Company's governance structure is established to;

- ensure the enterprise risk management is maintained at high standards;
- ensure the business is operating in an efficient and effective manner; and
- Align control procedures for units within the organization based on the risks they carry.

a. Board and Senior Executive

- i. **Board and Senior Executive Structure, role, responsibilities and segregation of responsibilities.**

The role of the Board of Directors ("the Board") is to exercise oversight in relation to the organization. Executive decisions and risk oversight is determined by the Board.

The Board consists of 3 directors, all of whom are executive directors. Their roles and responsibilities are outlined in the Company's Bye-Laws which comply with the regulatory requirements of Bermuda.

ii. Remuneration Policy

N/A- No employees

iii. Pension or Early Retirement Schemes for Members, Board and Senior Employees

N/A- No employees

iv. Shareholder Controllers, Persons who Exercise Significant Influence, the Board or Senior Executive Material Transactions

During the financial period, the Company did not declare a dividend.

b. Fitness and Proprietary Requirements

i. Fit and Proper Process in assessing the Board and Senior Executives

The Company appoints members of the Board based on the individual's expertise and work experience as well as professional judgment. Before being appointed to the Board, all candidates must undergo a rigorous background screening.

ii. Board and Senior Executives Professional Qualifications, Skills and Expertise

Below are details of the qualifications, skills and expertise of the Board and Senior Executives:

Allan Rosenzweig

Allan Rosenzweig is a founder and CEO of the Evergreen Life Insurance Group. He has been active over many years in the fields of insurance, asset-backed finance and international taxation. He has law and tax degrees and has been admitted as an Advocate of the Supreme Court of South Africa.

Mr. Rosenzweig has considerable experience in the fields of international structuring and taxation, M&A and insurance. He is an accomplished and proactive independent director and audit committee financial expert, having served on the boards of several public companies in Europe and the USA. The products of Evergreen are largely a result of certain aspects of that expertise combined with his tax knowledge and experience. Such products present solutions to complex problems through the use of insurance.

Brad Adderley

Brad Adderley is the Bermuda Office Managing Partner and has overall responsibility for managing the operations of Appleby's Bermuda office. He is also the Bermuda Group Head of the Corporate department and the Insurance and Reinsurance global sector leader. Brad was appointed to these positions in January 2022. Brad is also a partner in the corporate department in Bermuda and has been a member of the Insurance team for over 25 years.

He has extensive experience in the insurance and reinsurance market and specializes in ILS and alternative collateralized reinsurance investment transactions. He has advised clients on a wide range of transactions including catastrophe bonds, special purpose insurers, sidecars, life insurance securitizations, and other fully collateralized structures. Brad is also a member of Appleby's global Technology & Innovation group, providing comprehensive advice in connection with all aspects of digital asset issuances and the carrying on of digital asset business.

Brad is ranked in Band 1 for Insurance by Chambers Global 2022 and clients say he is "one of the most notable insurance lawyers, both in Bermuda and internationally." He regularly appears in major insurance transactions and is well regarded for his deep knowledge of reinsurance, securities and insurance company formation mandates. Brad is also consistently recognized by Legal 500 Caribbean as a 'Leading Individual' in the Insurance/Reinsurance category. He is also recommended by IFLR1000 in the Financial, Corporate and Commercial and Insurance/Reinsurance categories.

Brad is recognized for his significant contribution to Bermuda's reinsurance sector in Bermuda's Risk Transfer Hall of Fame. He sits on the steering committee of ILS Bermuda, the trade association for the ILS industry in Bermuda. He also led the Bermuda team recognized at the 2015 UK Captive Services Awards for 'Most Innovative Use of an ART Structure'. Brad participates regularly at conferences and seminars, and provides commentary to international and local media on the Bermuda insurance industry.

Janita Burke

Ms. Burke is an independent non-executive Director. She is a former Partner of a prominent law firm in Bermuda, where she practiced in all areas of corporate and commercial law with specialization in non-contentious insurance work. Ms. Burke has advised a number of Fortune 500 companies on a range of areas including regulation and financing of insurance companies, public and private offerings of debt and equity securities and segregated account structures.

Ms. Burke's legal career in private practice, which spanned 17 years, included forming and advising captives, commercial (re)insurers and special purpose insurers. She sits on the boards of such companies as an independent director. Following her career as a legal practitioner, Ms Burke, served as a director and senior member of management in a fiduciary services company for five years where she also provided in-house legal advice.

Ms. Burke is a former member of the Insurance Advisory Committee, the Bermuda Insurance Institute - Education Committee and the Bermuda Bar Association. She is a current member of WiRE (Women in Reinsurance Bermuda). She was educated in Bermuda, Canada, and England. She received her LLB (Hons) from Warwick University in Coventry, England and completed the Legal Practice course at the College of Law, London.

c. Risk Management and Solvency Self-Assessment

i. Risk Management Process & Procedures to Identify, Measure, Manage and Report on Risk Exposures

The identification and assessment of all reasonably foreseeable material risks, (i.e. insurance underwriting risk; investment, liquidity and concentration risk; market risk; operational risk; strategic risk; reputational risk and legal risk).

Liquidity/ Operating Risk - The primary financial risk that the Company is exposed to is the ability for the policy charges, commission and fee income in the Company to cover the operating expenses of the Company. The Company retains sufficient low risk liquid assets to cover over one year of operating expenses and the annual income of the Company historically has covered the majority of operating expenses, this is not a material risk to the Company. The Board review the capital position of the Company on an annual basis to determine if any changes are necessary to ensure that the Company has sufficient capital to meet the operating needs of the Company.

The Company has performed positively in 2024 and 2023 , achieving profit of \$7.172M and \$4.259M respectively

Legal, Strategic, and Reputational risk - The Company may also be exposed to legal risk, strategic risk and reputational risk. In order to mitigate these risks, the Company has an experienced management team, Board and outsources services where appropriate to qualified independent professionals.

Concentration risk - The Company has a diverse pool of customers. Consequently, it is not exposed to concentration risk.

Underwriting risk -The Company has no underwriting risk as its license conditions require mortality risk to be 100% reinsured with a reinsurer with an A.M. Best or similar rating of A- or better or to be fully collateralized. The company requires the reinsurers to perform all underwriting and only issues a policy if the reinsurer agrees to assume the risk.

Reinsurance/ Credit Risk - As mentioned, the Company is not exposed to any reinsurance/ credit risk since the risk of the reinsurance recoveries is assumed by the policyholder. All reinsurers are rated at or above A-.

Investment risk - Investment risk is low as the Company's investments, apart from segregated accounts, are held in cash. The investment risk on the segregated accounts is held by the policyholder.

Market risk - To the extent fees collected by the Company are based on asset values, performance of the underlying assets would affect the amount of those fees.

ii. **Risk Management and Solvency Self-Assessment Systems Implementation**

Policy owner benefits and rights on maturity or surrender are limited to the realized value of the attributable segregated account assets at the date of distribution, together with the proceeds of the reinsurance (100%). In terms of Evergreen's Private Act, the reinsurer is obliged to pay proceeds directly into the relevant segregated account. As a consequence, all policy activity occurs within the segregated accounts and policy owner rights are restricted thereto. Consequently, Evergreen is not exposed to financial risk in respect of the policies that it issues. The Company takes a cautious and prudent approach with regard to all other risks (e.g. operational).

iii. **Relationship Between Solvency Self-Assessment, Solvency Needs & Capital, and Risk Management**

Underwriting risk and counterparty risk are managed (together) by selecting reinsurers carefully and monitoring them for changes that could increase the Company's risk exposure.

A regular evaluation is undertaken as to whether the Company has sufficient capital and liquidity available, including an assessment of whether capital is fungible and assets are

transferable. This is performed in order to achieve the Company's strategic goals over its planning horizon and to deal with any potential adverse consequences if insufficient.

The Company presently has sufficient capital available to cover additional growth in policies as well as any reasonable contingencies. The current personnel and systems have the capacity to deal with a significant increase in the level of activity without the need for any additional capital or other investment.

iv. **Solvency Self-Assessment Approval Process**

This involves a forward-looking analysis of the risks faced by the Company over its planning horizon and an analysis demonstrating the ability to manage its business and its capital needs in adverse circumstances and still meet regulatory capital requirements.

The Company has no plans to significantly increase risks on policies and current capital is sufficient to cover operating needs.

The Board reviews, on an annual basis, whether exposures are in compliance with the Company's risk appetite statement, risk tolerance levels and limits.

d. **Internal Controls**

i. **Internal Control System**

The Company has systems, processes and procedures to ensure that data and reporting is reliable, organizational policies are adhered to and adequate security measures are implemented. The Company uses the services of external consultants to perform independent assessments of the internal control system. If any deficiencies or material weaknesses are found, they are documented and presented to the Board.

ii. Compliance Function

The Company uses the services of a third-party agent in Bermuda to review the compliance function and report any deficiencies or material weaknesses to the Board.

e. Internal Audit

N/A- Not deemed necessary for this Company due to the size and position.

f. Actuarial Function

The Company outsources the annual actuarial function.

g. Outsourcing

i. Outsourcing Policy and Key Functions that have been Outsourced

The Company has an outsourcing policy that outlines Board delegation regarding various thresholds that may be authorized by staff at various levels, and includes those which require Board authorization. The outsourcing policy also outlines the tender and vetting process, as well as the procedures to be taken to monitor the work of outsourced partners and ensure that arrangements do not negatively affect the Company's reputation. Other than the actuarial function, the Company has not outsourced any other control functions (defined as being Risk Management, Compliance and Internal Audit).

ii. Material Intra-Group Outsourcing

N/A

h. Other Material Information

No other material information to report.

iii. RISK PROFILE

a. Material Risks the Insurer is Exposed to During the Reporting Period

The Company's main risk categories are operational, liquidity, strategic and reputational risk.

- **Operational Risk** - the risk of loss arising from inadequate or failed internal processes, personnel or systems, or from external events.
- **Liquidity Risk**- the risk of not being able to meet obligations when they fall due owing to the lack of sufficient liquid assets, the inability to sell assets without incurring significant losses or the difficulty of raising capital when needed.

- **Strategic Risk** - the risk of loss arising from the adverse effect of management decisions on both business strategies and their execution, as well as from unexpected changes in environmental trends that damage the operating economics of the business.
- **Reputational Risk** - the risk that business practices, conduct of business and associations may damage stakeholder confidence.

b. Risk Mitigation in the Organization

The Company controls risk in the organization in a variety of ways, but ultimately risks are reported and monitored centrally by the Risk Management Function. The Risk Management Function also verifies that risks are either kept within agreed limits or temporary breaches for unique situations are appropriately escalated to the Board and either approved or corrected. Further, the Board reviews the enterprise risk management framework and ensures that the controls in place for managing the risk exposures are operating as intended. If a new risk emerges, the Risk Management Committee establishes new controls to manage such risk. These controls are reported to the Board prior to adoption.

c. Material Risk Concentrations

The Company has policies governing risk concentrations in relation to counterparties, credit quality, sectors and geographical locations.

Policy owner (and beneficiary) benefits and rights on maturity or surrender are limited to the realized value of the attributable segregated account assets at the date of distribution, together with the proceeds of the reinsurance (100% of the life insurance element of policies). In terms of Evergreen's Private Act, the reinsurer is obliged to pay proceeds directly into the relevant segregated account. As a consequence, all policy activity occurs within the segregated accounts and policy owner rights are restricted thereto. Consequently, Evergreen is not exposed to financial risk in respect of the policies that it issues. The Company takes a cautious and prudent approach with regard to all other risks (e.g. operational).

These matters are debated and reviewed regularly by the Company. The Company is in compliance with its policy.

d. Investment in Assets in Accordance With the Prudent Person Principles of the Code of Conduct

The Company's investment portfolio (general account assets) is managed by the investment team in accordance with the Company's investment policy guidelines. These guidelines require that

high liquidity and low volatility fixed income securities (typically cash and cash equivalents) support technical provisions. The size of the high-quality investment portfolio is determined by the amount of technical provisions recorded for the quarter plus a large safety buffer.

These guidelines are reviewed on an annual basis and where required, ad hoc, if any significant deviations have occurred that materially affect the financial markets.

e. Stress Testing and Sensitivity Analysis to Assess Material Risks

■ Underwriting Risk Exposures

Underwriting risk exposure is tested for risk concentration to a specific region as well as identification of stress events that can lead to material losses across the portfolio.

■ Interest Rate Risk

N/A to this Company.

■ Credit Risk

The Company's reinsurance recoverables are tested to assess the impact of counterparty's ability to make payments in accordance with the contractual terms.

Based on the latest results, management of the Company believe that it has sufficient capital and liquidity to comply with the contractual obligations of the organization and regulatory requirements upon experiencing losses within its risk tolerance.

iv. SOLVENCY VALUATION

a. Valuation Bases, Assumptions and Methods to Derive the Value of Each Asset Class

The Company has used the valuation principles outlined by Bermuda Monetary Authority's "Guidance Note for Statutory Reporting Regime" for the reporting period's statutory filing. The economic valuation principles outlined in this document are to be used to measure assets and liabilities on a fair value basis (which is the value that would be received upon the sale of an asset or paid to transfer a liability in an orderly transaction between open market participants at the measurement date). The fair value principles used for the assets are as follows:

- Cash and Cash Equivalents - includes cash, time deposits and investments maturing within three months. The fair value of these holdings is determined by using mark to market valuation, quoted market prices in active markets for similar assets (with adjustments to reflect differences) if mark to market valuation is not possible or mark to model valuation.

- Fixed Income Securities - are valued in accordance with mark to market principles where possible or quoted market prices in active markets for similar assets with adjustments to reflect differences if mark to market valuation is not possible. For fixed income securities that are not actively traded and for which similar assets are not actively traded, the Company uses pricing services to prepare inputs to assist the Company with mark to model valuations.
- Accounts Receivable and Premium Receivable - are recorded at a fair value and balances due in more than one year have been discounted at the relevant risk-free rate.

b. Valuation Bases, Assumptions and Methods to Derive the Value of Technical Provisions

Insurance technical provisions are valued based on best estimate cash flows, adjusted to reflect the time value of money using a risk-free discount rate term structure with an appropriate illiquidity adjustment. In addition, there is a risk margin to reflect the uncertainty contained inherent in the underlying cash flows which is calculated using the cost of capital approach and a risk-free discount rate term structure. The discount rate term structures are prescribed by the Bermuda Monetary Authority for each reporting period.

The best estimate for the loss and loss expense provision is calculated by using United States Generally Accepted Accounting Principles (US GAAP) reserves as the starting point and then performing a series of adjustments:

- Removal of prudence margins.
- Incorporation of expected reinsurance counterparty defaults.
- Incorporation of events not in data (ENID).
- Other adjustments related to consideration for investment expenses, etc.
- Discounting of cash flows.

The best estimate for the premium provision is calculated by using the unearned premium reserve on a US GAAP basis, adjusting for bound but not incepted business as at 31 December 2024 and applying expected future loss ratios, expense ratios and appropriate claims pay-out patterns to derive cash flows which are then discounted.

c. Valuation Bases, Assumptions and Methods to Derive the Value of Other Liabilities

Similar to the valuation principles for assets, the Company's liabilities follow the valuation principles outlined by Bermuda Monetary Authority's "Guidance Note for Statutory Reporting Regime" which values liabilities at a fair value basis. All other liabilities (with the exception of Loans and Notes Payable and Derivative Instruments) are valued on a GAAP basis and

settlements not expected to be settled within a year are discounted using the prescribed discount rates provided by the Bermuda Monetary Authority as at December 31, 2024. Loans and Notes Payable are valued on a GAAP basis and Derivative Instruments are valued at quoted market prices. In the absence of an active market, prices are based on observable market inputs.

d. Any Other Material Information

No additional material information to report.

v. CAPITAL MANAGEMENT

a. Eligible capital

i. Capital Management Policy and Process for Capital Needs, How Capital is Managed and Material Changes during the Reporting Period

To maintain a strong capital base, the Company identifies, assesses, manages and monitors the various risk sources it faces in the course of business both currently and as anticipated over a two-year planning horizon. This process culminates in an assessment of the capital necessary to maintain solvency at the threshold targeted by senior management given the firm's risk profile. The Company's risk profile includes an assessment of the current and anticipated future material risks faced by the Company, the strength of the organization's enterprise risk management, capital measures derived from proprietary and vendor models, qualitative risk stress testing, liquidity, and contingent financing mechanisms.

Eligible Capital Categorized by Tiers in Accordance With the Eligible Capital Rules

At the end of the reporting period, the Company's Eligible Capital was categorized as follows:

(Reported in thousand units)

Tier 1	\$20,434
Tier 2	0
Tier 3	<u>0</u>
Total	\$20,434

The capital is Tier 1, the highest quality capital, consisting of capital stock, contributed surplus, and statutory surplus.

ii. **Eligible Capital Categorized by Tiers in Accordance to the Eligible Capital Rules Used to Meet ECR and MSM Requirements of the Insurance Act**

At the end of the reporting period, the Company's Eligible Capital for its Minimum Margin of Solvency (MSM) and Enhanced Capital Requirement (ECR) was categorized as follows:

(Reported in thousand units)

	Minimum Margin of Solvency	Enhanced Capital <u>Requirement</u>
Tier 1	500	500
Tier 2		
Tier 3		
Total	\$ 500	\$ 500

iii. **Confirmation of Eligible Capital That is Subject to Transitional Arrangements**
None

iv. **Identification of Any Factors Affecting Encumbrances on the Availability and Transferability of Capital to Meet the ECR**

The Company has entered into contracts with cedants that require the Company to fully collateralize estimates of its obligations calculated by the cedant. These assets are released to the Company upon payment of the obligations.

v. **Identification of Ancillary Capital Instruments Approved by the Authority**
N/A- None

vi. **Identification of Differences in Shareholder's Equity as Stated in the Financial Statements versus the Available Capital and Surplus**

Other than the impact of employing statutory-based technical provision valuation techniques, significant differences between GAAP shareholder equity and available statutory capital and surplus include the reduction in available statutory capital for goodwill and other intangible assets.

b. Regulatory capital requirements

i. ECR and MSM Requirements at the End of the Reporting Period

At the end of the reporting period, the Company's regulatory capital requirements were assessed as follows:

(Reported in thousand units)

Requirement	<u>Amount</u>
Minimum Margin of Solvency	\$ 500
Enhanced Capital Requirement	\$ 500

ii. Identification of Any Non-Compliance with the MSM and the ECR

The Company was compliant with the MSM and ECR requirement at the end of the reporting period.

iii. A Description of the Amount and Circumstances Surrounding the Non-compliance, the Remedial Measures and Their Effectiveness

Not applicable.

iv. Where the Non-Compliance is not Resolved, a Description of the Amount of the Non-Compliance

Not applicable.

c. Approved Internal Capital Model

i. Description of the Purpose and Scope of the Business and Risk Areas Where the Internal Model is Used

Not applicable - the Company has not applied to have its internal capital model approved to determine regulatory capital requirements.

ii. Where a Partial Internal Model is Used, Description of the Integration with the

BSCR Model

Not applicable.

iii. Description of Methods Used in the Internal Model to Calculate the ECR

Not applicable.

iv. Description of Aggregation Methodologies and Diversification Effects

Not applicable.

v. Description of the Main Differences in the Methods and Assumptions Used for the Risk Areas in the Internal Model versus the BSCR Model

Not applicable.

vi. Description of the Nature & Suitability of the Data Used in the Internal Model

Not applicable.

vii. Any Other Material Information

Not applicable.

vi. SUBSEQUENT EVENTS

Not Applicable

We declare that to the best of our knowledge and belief, the financial condition report fairly represents the financial condition report of the insurer in all material respects.

Signed: 

Date: 23 April, 2025

Name: Allan Rosenzweig

Title: CEO

Signed: 

Date: 23 April, 2025

Name: Sharon Fisch

Title: Compliance Officer

REPORT OF INDEPENDENT AUDITORS

To the Board of Directors of
Evergreen Life Limited

Opinion

We have audited the accompanying statutory financial statements of Evergreen Life Limited (the “Company”), which comprise the statutory balance sheet (Form 1SFS*) and statutory statement of capital and surplus (Form 8SFS*) as of December 31, 2024, and the related statutory statement of income (Form 2SFS*) for the year then ended, including the related notes (collectively referred to as the “statutory financial statements”).

*Forms referenced refer to the respective statutory financial statement form references contained in the Legislation, as defined below. For the purposes of our audit the notes, reconciliations and other disclosures contained on those Forms form part of the notes to the statutory financial statements.

In our opinion, the accompanying statutory financial statements present fairly, in all material respects, the financial position of the Company as of December 31, 2024, and its operations for the year then ended in accordance with the financial reporting provisions of the Insurance Act 1978, amendments thereto and the Insurance Account Rules 2016 (the “Legislation”).

Basis for opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (US GAAS). Our responsibilities under those standards are further described in the *Auditors’ responsibilities for the audit of the statutory financial statements* section of our report. We are required to be independent of the Company and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis of accounting

We note that the statutory financial statements are prepared in accordance with the financial reporting provisions of the Legislation, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the Bermuda Monetary Authority. As a result, the statutory financial statements may not be suitable for another purpose. Our opinion is not modified with respect to this matter.

Responsibilities of management for the statutory financial statements

Management is responsible for the preparation and fair presentation of the statutory financial statements in accordance with the financial reporting provisions of the Legislation. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of statutory financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the statutory financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Company’s ability to continue as a going concern for one year after the date the statutory financial statements are available to be issued.

Deloitte refers to one or more of Deloitte Touche Tohmatsu Limited (“DTTL”), its global network of member firms, and their related entities (collectively, the “Deloitte organization”). DTTL (also referred to as “Deloitte Global”) and each of its member firms and related entities are legally separate and independent entities, which cannot obligate or bind each other in respect of third parties. DTTL and each DTTL member firm and related entity is liable only for its own acts and omissions, and not those of each other. DTTL does not provide services to clients. Please see www.deloitte.com/about to learn more. Deloitte Ltd. is an affiliate of DCB Holding Ltd., a member firm of Deloitte Touche Tohmatsu Limited.

Auditors' responsibilities for the audit of the statutory financial statements

Our objectives are to obtain reasonable assurance about whether the statutory financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and, therefore, is not a guarantee that an audit conducted in accordance with US GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgement made by a reasonable user based on the statutory financial statements.

In performing an audit in accordance with US GAAS, we:

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the statutory financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the statutory financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the statutory financial statements.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Company's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Other matter

The Company has prepared a separate set of condensed financial statements for the year ended December 31, 2024, in accordance with the financial reporting provisions of the Legislation with respect to the condensed general purpose financial statements, on which we issued a separate auditors' report to the Board of Directors of the Company dated April 22, 2025.

Restriction on use

This report is intended solely for the information and use of the Board of Directors of Evergreen Life Limited and the Bermuda Monetary Authority and is not intended to be and should not be used by anyone other than these specified parties.

Deloitte Ltd.

April 22, 2025

STATUTORY BALANCE SHEET

Evergreen Life Limited

As at **31 December 2024**

Expressed in **United States Dollars**

FORM 1SFS

LINE No.		2024 ('000s)	2023 ('000s)
1.	CASH AND CASH EQUIVALENTS	14,215	12,296
2.	QUOTED INVESTMENTS:		
(a)	Bonds and debentures		
	i. Held to maturity	-	-
	ii. Other	-	-
(b)	Total Bonds and Debentures	-	-
(c)	Equities		
	i. Common Stocks	-	-
	ii. Preferred Stocks	-	-
	iii. Mutual Funds	-	-
(d)	Total Equity Investments	-	-
(e)	Other Quoted Investments	-	-
(f)	Total Quoted Investments	-	-
3.	UNQUOTED INVESTMENTS:		
(a)	Bonds and debentures		
	i. Held to maturity	-	-
	ii. Other	-	-
(b)	Bonds and Debentures	-	-
(c)	Equities		
	i. Common Stocks	-	-
	ii. Preferred Stocks	-	-
	iii. Mutual Funds	-	-
(d)	Total Equity Investments	-	-
(e)	Other Unquoted Investments	-	-
(f)	Total Unquoted Investments	-	-
4.	INVESTMENTS IN AND ADVANCES TO AFFILIATES (EQUITY METHOD):		
(a)	Unregulated entities that conduct ancillary services	-	-
(b)	Unregulated non-financial operating	-	-
(c)	Unregulated financial operating entities	-	-
(d)	Regulated non-insurance financial operating entities	-	-
(e)	Regulated insurance financial operating entities	-	-
(f)	Total investments in affiliates (equity method)	-	-
(g)	Advances to affiliates	4,127	-
(h)	Total investments in and advances to affiliates (equity method)	4,127	-
5.	INVESTMENTS IN MORTGAGE LOANS ON REAL ESTATE:		
(a)	First Liens		
(b)	Other than First Liens	-	-
(c)	Total Investments in Mortgage Loans on Real Estate	-	-
6.	POLICY LOANS	-	-
7.	REAL ESTATE:		

STATUTORY BALANCE SHEET

Evergreen Life Limited

As at **31 December 2024**

Expressed in **United States Dollars**

FORM 1SFS

LINE No.	2024	2023
(a) Occupied by the company (less encumbrances)	-	-
(b) Other properties (less encumbrances)	-	-
(c) Total real estate	-	-
8. COLLATERAL LOANS	-	-
9. INVESTMENT INCOME DUE AND ACCRUED	-	-
10. ACCOUNTS AND PREMIUMS RECEIVABLE		
(a) In course of collection	4,766	3,731
(b) Deferred - not yet due	-	-
(c) Receivables from retrocessional contracts	-	-
(d) Total accounts and premiums receivable	4,766	3,731
11. REINSURANCE BALANCES RECEIVABLE		
(a) Foreign affiliates	-	-
(b) Domestic affiliates	-	-
(c) Pools & associations	-	-
(d) All other insurers	-	-
(e) Total reinsurance balances receivable	-	-
12. FUNDS HELD BY CEDING REINSURERS	-	-
13. SUNDRY ASSETS:		
(a) Derivative instruments	-	-
(b) Segregated accounts companies - long-term business - variable annuities	18,928	34,371
(c) Segregated accounts companies - long-term business - others	4,438,909	3,521,732
(d) Segregated accounts companies - general business	-	-
(e) Deposit assets	-	-
(f) Deferred acquisition costs	-	-
(g) Net receivables for investments sold	-	-
(h) Deferred Tax Asset	5,598	5,187
(i) Prepaid Income Taxes	488	-
(j) Other Sundry Assets (Specify)	-	-
(k) Total sundry assets	4,463,924	3,561,290
14. LETTERS OF CREDIT, GUARANTEES AND OTHER INSTRUMENTS		
(a) Letters of credit	-	-
(b) Guarantees	-	-
(c) Other instruments	-	-
(d) Total letters of credit, guarantees and other instruments	-	-
15. TOTAL	4,487,031	3,577,317

INSURANCE RESERVES, OTHER LIABILITIES AND STATUTORY CAPITAL AND SURPLUS

INSURANCE RESERVES

STATUTORY BALANCE SHEET

Evergreen Life Limited

As at **31 December 2024**

Expressed in **United States Dollars**

FORM 1SFS

LINE No.		2024	2023
16.	UNEARNED PREMIUM RESERVE		
(a)	Gross unearned premium reserves	-	-
(b)	Less: Ceded unearned premium reserve		
	i. Foreign affiliates	-	-
	ii. Domestic affiliates	-	-
	iii. Pools & associations	-	-
	iv. All other insurers	-	-
(c)	Total ceded unearned premium reserve	-	-
(d)	Net unearned premium reserves	-	-
17.	LOSS AND LOSS EXPENSE PROVISIONS:		
(a)	Gross loss and loss expense provisions	-	-
(b)	Less : Reinsurance recoverable balance		
	i. Foreign affiliates	-	-
	ii. Domestic affiliates	-	-
	iii. Pools & associations	-	-
	iv. All other insurers	-	-
(c)	Total reinsurance recoverable balance	-	-
(d)	Net loss and loss expense provisions	-	-
18.	OTHER INSURANCE RESERVES	-	-
19.	TOTAL GENERAL BUSINESS - INSURANCE RESERVES	-	-
	LONG-TERM BUSINESS INSURANCE RESERVES		
20.	RESERVES FOR REPORTED CLAIMS	-	-
21.	RESERVES FOR UNREPORTED CLAIMS	-	-
22.	POLICY RESERVES - LIFE	-	-
23.	POLICY RESERVES - ACCIDENT AND HEALTH	-	-
24.	POLICYHOLDER'S FUNDS ON DEPOSIT	-	-
25.	LIABILITY FOR FUTURE POLICYHOLDER DIVIDENDS	-	-
26.	OTHER LONG-TERM BUSINESS INSURANCE RESERVES	-	-
27.	TOTAL LONG-TERM BUSINESS - INSURANCE RESERVES		
(a)	Total Gross Long-Term Business Insurance Reserves	-	-
(b)	Less: Reinsurance Recoverable Balance:		
	(i) Foreign Affiliates	-	-
	(ii) Domestic Affiliates	-	-
	(iii) Pools and Associations	-	-
	(iv) All Other Insurers	-	-
(c)	Total Reinsurance Recoverable Balance	-	-
(d)	Net Long-Term Business Insurance Reserves	-	-

STATUTORY BALANCE SHEET

Evergreen Life Limited

As at **31 December 2024**

Expressed in **United States Dollars**

FORM 1SFS

LINE No.	2024	2023
28. INSURANCE AND REINSURANCE BALANCES PAYABLE	-	-
29. COMMISSIONS, EXPENSES, FEES AND TAXES PAYABLE	-	-
30. LOANS AND NOTES PAYABLE	-	-
31. (a) INCOME TAXES PAYABLE	-	353
(b) DEFERRED INCOME TAXES	-	-
32. AMOUNTS DUE TO AFFILIATES	-	-
33. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES	8,759	7,507
34. FUNDS HELD UNDER REINSURANCE CONTRACTS	-	-
35. DIVIDENDS PAYABLE	-	-
36. SUNDRY LIABILITIES:		
(a) Derivative instruments	-	-
(b) Segregated accounts	4,457,838	3,556,103
(c) Deposit liabilities	-	-
(d) Net payable for investments purchased	-	-
(e) Other sundry liabilities (specify)	-	-
(f) Other sundry liabilities (specify)	-	-
(g) Other sundry liabilities (specify)	-	-
(h) Total sundry liabilities	4,457,838	3,556,103
37. LETTERS OF CREDIT, GUARANTEES AND OTHER INSTRUMENTS		
(a) Letters of credit	-	-
(b) Guarantees	-	-
(c) Other instruments	-	-
(d) Total letters of credit, guarantees and other instruments	-	-
38. TOTAL OTHER LIABILITIES	4,466,597	3,563,963
39. TOTAL INSURANCE PROVISIONS AND OTHER LIABILITIES	4,466,597	3,563,963
STATUTORY CAPITAL AND SURPLUS		
40. TOTAL STATUTORY CAPITAL AND SURPLUS	20,434	13,355
41. TOTAL	4,487,031	3,577,317
	TRUE	TRUE
Difference	-	-

Notes to Form 1SFS

Line 10 Collateralized balances	-	-
Line 11(e) PUBLIC Collateralized balances	-	-

STATUTORY BALANCE SHEET

Evergreen Life Limited

As at **31 December 2024**

Expressed in **United States Dollars**

FORM 1SFS

LINE No.		2024	2023
Line 27(c)	Collateral placed in favor of the insurer	-	
Line 13	Sundry assets	4,463,436	3,561,290
Line 15	Encumbered assets for policyholder obligations		
	<u>Asset</u>		
	Cash	-	-
	Total quoted investments	-	-
	Total unquoted investments	-	-
	Funds held by ceding reinsurers	-	-
	Other asset types	-	-
	Total assets encumbered	-	-
Line 15	Encumbered assets not securing policyholder obligations		
	<u>Asset</u>		
	Cash	-	-
	Total quoted investments	-	-
	Total unquoted investments	-	-
	Other asset types	-	-
	Total assets encumbered	-	-
Line 36	Sundry liabilities	4,457,838	3,556,103
Line 37	Letters of Credit, Guarantees and other Instruments	-	-
	General Business		
Line 17	Reasons for the change in the net losses incurred and net loss expenses incurred related to prior years and indicate whether additional premiums or	0	
Line 17	Gross loss and loss expense provisions at beginning of year	-	-
	Less: Reinsurance recoverable at beginning of year	-	-
	Net loss and loss expense provisions at beginning of year	-	-
	Acquisition / Sale of loss reserves (net):	-	-
	Net losses incurred and net loss expenses incurred related to:		
	Current year	-	-
	Prior years	-	-
	Total net incurred losses & loss expenses	-	-
	Net losses and loss expenses paid or payable related to:		
	Current year	-	-
	Prior years	-	-
	Total losses and loss expenses paid or payable	-	-
	Foreign exchange and other	-	-
	Net loss and loss expense provisions at end of year	-	-

STATUTORY BALANCE SHEET

Evergreen Life Limited

As at **31 December 2024**

Expressed in **United States Dollars**

FORM 1SFS

LINE No.	2024	2023
Add: Reinsurance recoverable at end of year	-	-
Gross loss and loss expense provisions at end of year	-	-
	TRUE	TRUE
Difference	-	-

Long-Term Business

Line 27	Insurance Contracts		Investment Contracts	
	Gross	Reinsurance	Gross	Reinsurance
CURRENT YEAR				
Balance - Beginning of Year	-	-	-	-
Impact of Terminations	-	-	-	-
Impact of New Business	-	-	-	-
Normal Change in force	-	-	-	-
Management Actions and Changes in Assumptions	-	-	-	-
Impact of Foreign Exchange rate changes	-	-	-	-
Balance - End of Year	-	-	-	-
PRIOR YEAR				
Balance - Beginning of Year	-	-	-	-
Impact of Terminations	-	-	-	-
Impact of New Business	-	-	-	-
Normal Change in force	-	-	-	-
Management Actions and Changes in Assumptions	-	-	-	-
Impact of Foreign Exchange rate changes	-	-	-	-
Balance - End of Year	-	-	-	-

STATUTORY STATEMENT OF INCOME

Evergreen Life Limited

For the year ending 31 December 2024

Expressed in ['000s] United States Dollars

FORM 2SFS

LINE No.

2024

('000)

2023

('000)

GENERAL BUSINESS UNDERWRITING INCOME

1.	GROSS PREMIUMS WRITTEN:		
	(a) Direct gross premiums written	-	-
	(b) Assumed gross premiums written	-	-
	(c) Total gross premiums written	-	-
2.	REINSURANCE PREMIUMS CEDED	-	-
3.	NET PREMIUMS WRITTEN	-	-
4.	INCREASE (DECREASE) IN UNEARNED PREMIUMS	-	-
5.	NET PREMIUMS EARNED	-	-
6.	OTHER INSURANCE INCOME	-	-
7.		-	-

GENERAL BUSINESS UNDERWRITING EXPENSES

8.	NET LOSSES INCURRED AND NET LOSS EXPENSES INCURRED	-	-
9.	COMMISSIONS AND BROKERAGE	-	-
10.		-	-
11.	NET UNDERWRITING PROFIT (LOSS) - GENERAL BUSINESS	-	-

LONG-TERM BUSINESS UNDERWRITING INCOME

12.	GROSS PREMIUMS AND OTHER CONSIDERATIONS:		
	(a) Direct gross premiums and other considerations	-	-
	(b) Assumed gross premiums and other considerations	-	-
	(c) Total gross premiums and other considerations	-	-
13.	PREMIUMS CEDED	-	-
14.	NET PREMIUMS AND OTHER CONSIDERATIONS:		
	(a) Life	-	-
	(b) Annuities	-	-
	(c) Accident and health	-	-
	(d) Total net premiums and other considerations	-	-
15.	OTHER INSURANCE INCOME	31,702	23,980
16.		31,702	23,980

DEDUCTIONS

17.	CLAIMS - LIFE	-	-
18.	POLICYHOLDERS' DIVIDENDS	-	-
19.	SURRENDERS	-	-

9 PUBLIC

STATUTORY STATEMENT OF INCOME

Evergreen Life Limited

For the year ending **31 December 2024**

Expressed in ['000s] **United States Dollars**

FORM 2SFS

LINE No.

	2024	2023
	('000)	('000)
20. MATURITIES	-	-
21. ANNUITIES	-	-
22. ACCIDENT AND HEALTH BENEFITS	-	-
23. COMMISSIONS	-	-
24. OTHER	-	-
25.	-	-
26. INCREASE (DECREASE) IN POLICY RESERVES:		
(a) Life	-	-
(b) Annuities	-	-
(c) Accident and health	-	-
(d) Total increase (decrease) in policy reserves	-	-
27.	-	-
28. NET UNDERWRITING PROFIT (LOSS) - LONG-TERM BUSINESS	31,702	23,980
29. COMBINED NET UNDERWRITING PROFIT (LOSS) BEFORE THE UNDERNOTED ITEMS	31,702	23,980
UNDERNOTED ITEMS		
30. COMBINED OPERATING EXPENSES:		
(a) General and administrative	23,181	18,961
(b) Personnel Costs	-	-
(c) Other	-	-
(d) Total combined operating expenses	23,181	18,961
31. COMBINED INVESTMENT INCOME - NET	-	-
32. COMBINED OTHER INCOME (DEDUCTIONS)	556	342
33. COMBINED INCOME BEFORE TAXES	9,078	5,361
34. COMBINED INCOME TAXES (IF APPLICABLE):		
(a) Current	2,316	2,038
(b) Deferred	(411)	(936)
(c) Total	1,906	1,103
35. COMBINED INCOME BEFORE REALIZED GAINS (LOSSES)	7,172	4,259
36. COMBINED REALIZED GAINS (LOSSES)	-	-
37. COMBINED INTEREST CHARGES	-	-
38. NET INCOME	7,172	4,259

STATUTORY STATEMENT OF CAPITAL AND SURPLUS

[Return to Index](#)

Evergreen Life Limited

For the year ending **31 December 2024**
FORM 8SFS

Expressed in ['000s **United States Dollars**

LINE No.		2024 ('000s)	2023 ('000s)
1.	STATUTORY CAPITAL		
(a)	Capital stock		
	(i) Common shares		
	authorized	1,000,000	1,000,000
	value	\$ 1.000	
	fully paid	1,000,000	
	(ii) Preferred shares	-	-
	authorized		
	value		
	fully paid		
	aggregate liquidation value for –		
	2024		
	2023		
	(iii) Treasury shares	-	-
	repurchased		
	value		
(b)	Contributed surplus	2,083	2,083
(c)	Any other fixed capital		
	(i) Hybrid capital instruments	-	-
	(ii) Guarantees and others	-	-
	(iii) Total any other fixed capital	-	-
(d)	Total Statutory Capital	3,083	3,083
2.	STATUTORY SURPLUS:		
(a)	Statutory Surplus - Beginning of Year	10,272	4,481
(b)	Add: Income for Year	7,172	4,259
(c)	Less: Dividends paid and payable	-	-
(d)	Add (Deduct) change in unrealized appreciation (depreciation) of investments	-	-
(e)	Add (Deduct) change in non-admitted assets	(93)	1,532
(f)	Add (Deduct) change in appraisal of real estate	-	-

STATUTORY STATEMENT OF CAPITAL AND SURPLUS

[Return to Index](#)

Evergreen Life Limited

For the year ending **31 December 2024**

FORM 8SFS

Expressed in ['000s **United States Dollars**

LINE No.		2024 ('000s)	2023 ('000s)
(g)	Add (Deduct) change in any other statutory capital	-	-
(h)	Statutory Surplus - End of Year	17,351	10,272
3.	MINORITY INTEREST	-	-
4.	TOTAL STATUTORY CAPITAL AND SURPLUS	20,434	13,355
Line 2g	Change in any other statutory capital		
Line 4	Total Statutory Capital & Surplus		