

Financial Corporation Limited

THIRD QUARTER REPORT

September 30, 2026

Financial Highlights

(Millions of dollars, except per share amounts)

Nine months ended September 30		**2026**		2025
Net Equity Value per Common Share[1]	**$**	**27.89**	$	24.86
Net Income per Common Share	**$**	**3.66**	$	3.00
Contribution to Shareholders' Net Income:				
E-L Corporate	**$**	**1,177**	$	827
Empire Life		**66**		194
Shareholders' Net Income		**1,243**		1,021
Preferred Shareholder Dividends		**11**		11
Net Income attributable to Common Shareholders	**$**	**1,232**	$	1,010
E-L Corporate				
Shareholders' Net Income	**$**	**1,177**	$	827
Investments - Corporate	**$**	**9,308**	$	8,203
Investments in Associates	**$**	**605**	$	477
Empire Life				
Common Shareholders' Net Income	**$**	**66**	$	195
Net Insurance Service Result	**$**	**158**	$	152
Life Insurance Capital Adequacy Test Total Ratio (“LICAT”) (%)		**150**		145

[1] See Non-GAAP measures within the Management’s Discussion and Analysis.

NOTICE OF NO AUDITOR REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

The Company’s external auditors have not performed a review of these unaudited interim condensed consolidated financial statements of E-L Financial Corporation Limited.

REPORT ON E-L FINANCIAL CORPORATION LIMITED

The following Management's Discussion and Analysis ("MD&A") of the operating results and financial condition of E-L Financial Corporation Limited ("E-L Financial" or the "Company") for the third quarter of 2026 should be read in conjunction with the MD&A for the year ended December 31, 2025, the Company's annual audited consolidated financial statements and the notes related thereto, and the quarterly unaudited interim condensed consolidated financial statements for the quarters of 2025 and the previous quarters of 2026. The unaudited interim condensed consolidated financial statements have been prepared in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board ("IFRS Accounting Standards"). Unless otherwise noted, both the consolidated financial statements and this MD&A are expressed in Canadian dollars. Figures in MD&A may differ due to rounding. This MD&A is dated November 10, 2026.

This MD&A contains certain forward-looking statements that are subject to risks and uncertainties, including but not limited to, those described in the Risk Management sections of this MD&A and notes 22 and 23 of the Company's consolidated financial statements for the year ended December 31, 2025. No assurance can be given that results, performance or achievement expressed in, or implied by, any forward-looking statements within this discussion will occur, or if they do, that any benefits may be derived from them. Actual results may differ materially from those expressed or implied by such forward-looking information.

Unless otherwise stated, all per share amounts are based on the weighted average number of common shares and Series A Convertible Preference Shares outstanding for the period, adjusted for the Company's proportionate interest in its own common shares held indirectly through investments in associates.

On May 7, 2025, E-L Financial approved a 100 for one share split ("Common Share Split") of E-L Financial's issued and outstanding common shares. Each shareholder of record at the close of business on May 23, 2025 ("Record Date") that continued to hold their shares through May 30, 2025 ("Payment Date") received 99 additional shares for every one share held on the Record Date.

As a result of the Common Share Split, the ratio by which the Series A Preference Shares of the Company are convertible into common shares will be adjusted by a proportion corresponding to the Common Share Split ratio. The Common Share Split will not change the number of Series A Preference Shares that the Company is authorized to issue or the number of Series A Preference Shares outstanding.

Additional information relating to the Company, including its Annual Information Form, may be found at www.sedarplus.ca.

Forward-looking statements and information

Certain statements in this MD&A about the Company's current and future plans, expectations and intentions, results, market share growth and profitability, strategic objectives or any other future events or developments constitute forward-looking statements and information within the meaning of applicable securities laws. The words "may", "will", "would", "should", "could", "expects", "plans", "intends", "trends", "indications", "anticipates", "believes", "estimates", "predicts", "likely" or "potential" or the negative or other variations of these words or other comparable words or phrases, are intended to identify forward-looking statements and information. Although management anticipates that the expectations and assumptions on which such forward-looking statements and information are based are reasonable, undue reliance should not be placed on the forward-looking statements and information because there can be no assurance that they will prove to be correct. By their nature, such forward-looking statements and information are subject to various risks and uncertainties, which could cause the actual results and expectations to differ

materially from the anticipated results or expectations expressed. These risks and uncertainties include, but are not limited to: market risk (including equity risk and interest rate risk), product risk (including product design and pricing risk, underwriting and claims risk, and reinsurance risk), credit risk (including credit concentration risk, counterparty risk, preferred share concentration risk, and reinsurer credit risk), liquidity risk, operational risk (including legal and regulatory compliance risk, model risk, human resources risk, third-party risk, technology and cyber risk, and business continuity risk), business and strategic risk (including strategic planning risk, commercial practices risk, and environmental and social risk), and financial instrument risk (including market risk and credit risk). Please see the section titled "Description of the Business" in E-L Financial's Annual Information Form available at www.sedarplus.ca for more details on these risks.

Material factors or assumptions that were applied in drawing a conclusion or making an estimate set out in the forward-looking statements and information include that the general economy remains stable; assumptions on interest rates, mortality rates and insurance contract liabilities; and capital markets continue to provide access to capital. These factors are not intended to represent a complete list of the factors that could affect the Company; however, these factors should be considered carefully, and readers should not place undue reliance on forward-looking statements made herein or in the documents reproduced herein.

To the extent any forward-looking information in this MD&A constitutes future-oriented financial information or financial outlooks within the meaning of securities laws, such information is being provided to demonstrate potential benefits and readers are cautioned that this information may not be appropriate for any other purpose. Future-oriented financial information and financial outlooks are, without limitation, based on the assumptions and subject to the risks set out above.

The forward-looking information contained herein is expressly qualified in its entirety by this cautionary statement. When relying on the Company's forward-looking statements and information to make decisions, investors and others should carefully consider the foregoing factors, assumptions and other uncertainties and potential events. Readers are cautioned not to place undue reliance on this forward-looking information, which is given as of the date hereof or the date indicated, and to not use such forward-looking information for anything other than its intended purpose. The Company undertakes no obligation to update publicly or revise any forward-looking statements and information, whether as a result of new information, future events or otherwise after the date of this document, except as required by law.

Non-GAAP measures

The MD&A contains information using non-GAAP measures. Current Canadian GAAP is the IFRS Accounting Standards for the Company's consolidated financial statements. The Company believes that these measures provide useful information to its shareholders in evaluating the Company's financial results. Where non-GAAP measures are used, descriptions have been provided as to the nature of the adjustments made.

The MD&A contains reference to net equity value, net equity value per common share and growth in net equity value per common share. Net equity value per common share is described and reconciled to shareholders' equity on page 6. These terms do not have any standardized meaning according to IFRS Accounting Standards and therefore may not be comparable to similar measures presented by other companies.

Other non-GAAP measures are also used in The Empire Life Insurance Company ("Empire" or "Empire Life") section of the MD&A. These include references to assets under management, annualized premium sales, gross and net sales for segregated funds and fixed annuities to provide investors with supplemental measures of its operating performance and to highlight trends in its core business that may not otherwise be apparent when relying solely on IFRS Accounting Standards financial measures. Empire Life also believes that securities analysts, investors and other interested parties frequently use non-GAAP

measures in the evaluation of issuers. Empire Life's management also uses non-GAAP measures to facilitate operating performance comparisons from period to period, to prepare annual operating budgets and to determine components of management compensation. Empire Life believes that these measures provide information useful to its shareholders and policyholders in evaluating the Empire's underlying financial results.

Annualized premium sales is used as a method of measuring sales volume. It is equal to the premium expected to be received in the first 12 months for all new individual insurance and employee benefit policies sold during the period. For segregated funds and annuity contracts, sales include new and renewal deposits to policy contracts. Net sales in the Wealth Management line reflect the gross sales (deposits) less the effect of redemptions and surrenders.

Assets under management is a non-GAAP measure of the assets managed by Empire Life, which includes general fund assets and segregated fund assets. It represents the total assets of Empire Life and the assets its customers invest in.

The following table provides a reconciliation of assets under management to total assets in Empire Life's financial statements:

(in millions of dollars)	**September 30 2026**	December 31 2025
General fund assets	**$ 10,538**	$ 10,636
Segregated fund assets	**10,911**	10,148
Total Empire Life assets under management	**$ 21,449**	$ 20,784

The Company

E-L Financial operates as an investment and insurance holding company. In managing its operations, the Company distinguishes between two operating segments, E-L Corporate and Empire Life.

E-L Corporate's operations include the oversight of investments in global equities held through direct and indirect holdings of common shares, investment funds, closed-end investment companies and other private companies. E-L Financial holds a 56.7% (December 31, 2025 - 56.6%) interest in a closed-end investment corporation, United Corporations Limited ("United") which is listed on the Toronto Stock Exchange. United is an investment vehicle for long-term growth through investments in common equities. The invested assets and operations of United are consolidated and included in the E-L Corporate segment. In addition, E-L Corporate has two significant investments in associates which include a 34.9% (December 31, 2025 - 34.9%) interest in Algoma Central Corporation ("Algoma") and a 24.9% (December 31, 2025 - 24.9%) interest in Economic Investment Trust Limited ("Economic"). Algoma and Economic are accounted for using the equity method.

The Company's investment in Empire Life (99.5% interest) is consolidated by E-L Financial. The Empire Life operating segment underwrites life and health insurance policies and provides segregated funds and annuity products.

The Company's strategy is to accumulate shareholder value through long-term capital appreciation and dividend and interest income from its investments. E-L Financial oversees its investments through representation on the Boards of Directors of the subsidiaries and the other companies in which the Company has significant shareholdings.

Overview of results attributable to shareholders of E-L Financial

E-L Financial consolidated	Third quarter		Year to date	
(millions of dollars)	**2026**	2025	**2026**	2025
Contribution to net income				
E-L Corporate[1]	**$ 222**	$ 477	**$ 1,177**	$ 827
Empire Life[1]	**(23)**	93	**66**	194
Net income	**199**	570	**1,243**	1,021
Other comprehensive (loss) income[1]	**(2)**	10	**10**	10
Comprehensive income	**$ 197**	$ 580	**$ 1,253**	$ 1,031

[1] Net of non-controlling interests

The following tables summarize the results of the Company's business segments:

E-L Corporate	Third quarter		Year to date	
(millions of dollars)	**2026**	2025	**2026**	2025
Net gain on investments	**$ 207**	$ 581	**$ 1,216**	$ 884
Investment and other income	**34**	38	**161**	169
Share of associates' income	**23**	32	**125**	57
	264	651	**1,502**	1,110
Expenses	**9**	10	**31**	33
Income taxes	**34**	86	**189**	139
Non-controlling interests	**(1)**	78	**105**	111
	42	174	**325**	283
Net income	**222**	477	**1,177**	827
Other comprehensive income, net of taxes[1]	**—**	4	**7**	—
Comprehensive income	**$ 222**	$ 481	**$ 1,184**	$ 827

Empire Life	Third quarter		Year to date	
(millions of dollars)	**2026**	2025	**2026**	2025
Net insurance service result	**$ 56**	$ 43	**$ 158**	$ 152
Net investment and insurance finance result	**(44)**	114	**56**	213
Fee and other income[2]	**19**	10	**55**	27
	31	167	**269**	392
Expenses	**52**	35	**159**	114
Income and other taxes	**(9)**	31	**20**	64
Non-controlling interests and net income attributable to the participating account	**11**	8	**24**	19
	54	74	**203**	197
Net (loss) income	**(23)**	93	**66**	195
Other comprehensive (loss) income, net of taxes[1]	**(2)**	6	**3**	10
Comprehensive (loss) income	**$ (25)**	$ 99	**$ 69**	$ 205

[1] Net of non-controlling interests
[2] Included in Non-insurance investment income in the Consolidated Statements of Income

E-L Financial reported a consolidated shareholders' net income of $199 million or $0.58 per common share for the third quarter of 2026 compared to $570 million or $1.68 per common share in 2025.

E-L Corporate reported net income of $222 million for the third quarter of 2026 compared to $477 million in 2025. The decrease in earnings was due to a lower net gain on investments of $207 million in 2026 compared to $581 million in 2025. E-L Corporate's global investment portfolio had a pre-tax total return, including dividend income, of 3% in 2026 compared to a pre-tax total return of 8% in the prior year.

Empire Life reported common shareholders' net loss of $23 million compared to common shareholders' net income of $93 million in the third quarter of 2025. The decrease was primarily attributable to a lower net investment and insurance finance result, reflecting unfavourable impacts from interest rate movements. Additionally, higher net insurance service results in the Individual Insurance segment were partially offset by higher expenses related to company-wide strategic initiatives.

E-L Financial reported a consolidated shareholders' net income of $1,243 million or $3.66 per common share for the first nine months of 2026 compared to $1,021 million or $3.00 per common share in 2025.

E-L Corporate reported net income of $1,177 million for the first nine months of 2026 compared to $827 million in 2025. The increase in earnings was due to net gain on investments of $1,216 million in 2026 compared to $884 million for the comparative period in 2025. E-L Corporate's global investment portfolio had a pre-tax total return, including dividend income, of 16% in the first nine months of 2026 compared to a pre-tax total return of 15% in the prior year.

Empire Life reported a net income of $66 million for the first nine months of 2026 compared to $195 million for the comparable period in 2025. This variance was primarily driven by less favourable impacts from interest rate movements during the year.

Normal course issuer bid

On March 10, 2026, the Company obtained approval from the TSX to renew its normal course issuer bid ("NCIB"). After adjusting for the Common Share Split, the Company can purchase up to 17,305,020 common shares between March 12, 2026 and March 11, 2027. Daily purchases (other than pursuant to a block purchase exemption) on the TSX under the NCIB are limited to 10,985 common shares. The price that the Company pays for the common shares is the prevailing market price at the time of acquisition.

During the first nine months of 2026, 604,700 common shares were purchased under the NCIB at an average price of $16.99 per share, compared to 6,600 common shares purchased at an average price of $15.96 per share during the same period in 2025.

Net equity value per common share

E-L Corporate's investments in Algoma and Economic are accounted for using the equity method and are not carried at fair value. Therefore, to provide an indication of the accumulated shareholder value, the following table adjusts shareholders' equity to reflect investments in associates at fair value:

(millions of dollars, except per share amounts)	**Q3 2026**	Q4 2025	Q3 2025
E-L Financial shareholders' equity	**$ 9,896**	$ 9,069	$ 8,875
Less: First preference shares	**(300)**	(300)	(300)
	9,596	8,769	8,575
Adjustments for E-L Corporate's investments in associates not carried at fair value:			
Carrying value	**(605)**	(514)	(477)
Fair value[1]	**652**	559	513
	47	45	36
Non-controlling interest and deferred tax	**(7)**	(7)	(5)
	40	38	31
Net equity value	**$ 9,636**	$ 8,807	$ 8,606
Common shares outstanding[2]	**345,522,700**	346,127,400	346,191,400
Net equity value per common share[3]	**$ 27.89**	$ 25.45	$ 24.86

[1] Based on quoted market prices

[2] Common shares include Series A Convertible Preference Shares

[3] See non-GAAP measures

Growth in net equity value per common share

The Company's objective is to build long-term shareholder value by compounding growth in net equity value per common share over the long term. Set out below is a table that shows the net equity value per common share and growth for the respective fiscal periods. The growth in net equity value per common share and compounded annual growth in net equity value per common share is calculated as the change in net equity value per share for the respective period and includes dividends paid to common shareholders.

Annual	**Net equity value per common share[1]**	**Growth**
	$	%
2016	11.59	6.8
2017	13.17	14.0
2018	12.96	(1.2)
2019	14.86	15.1
2020	16.85	15.4
2021	18.84	17.1
2022	17.86	(3.4)
2023	19.68	11.1
2024	23.36	22.5
2025	25.45	16.1
Year to date		
September 30, 2026	27.89	14.2
Compounded annual growth in net equity value per common share		
2016 - 2025 - 10 years		11.1
1969 - 2025 - Since inception		12.4

[1] This chart was drawn from the individual annual reports and has not been restated for any subsequent changes in accounting policies. Net equity value amounts are reduced by deferred income tax liabilities on net unrealized investment gains. See non-GAAP measures.

Summary of quarterly results

The following table summarizes the quarterly results:

(millions of dollars, except per share amounts)	**2026**			2025				2024
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4
Insurance service revenue	**$ 400**	$ 399	$ 395	$ 392	$ 386	$ 379	$ 373	$ 358
Net investment and insurance finance result	**(44)**	88	12	18	115	18	80	4
Fair value change in fair value through profit or loss investments	**207**	1,128	(119)	211	581	373	(70)	301
Non-insurance investment and other income	**51**	74	87	47	49	60	89	47
Share of income of associates	**25**	47	58	42	31	23	2	19
Total revenue	**$ 639**	$ 1,736	$ 433	$ 710	$ 1,162	$ 853	$ 474	$ 729
Net income[1]	**$ 199**	$ 1,011	$ 32	$ 213	$ 570	$ 365	$ 86	$ 287
Earnings per common share[2]								
- basic	**$ 0.58**	$ 2.99	$ 0.09	$ 0.62	$ 1.68	$ 1.07	$ 0.24	$ 0.84
- diluted	**$ 0.56**	$ 2.85	$ 0.09	$ 0.59	$ 1.59	$ 1.02	$ 0.24	$ 0.78

[1] Attributable to shareholders

[2] Amounts have been adjusted to reflect the Common Share Split as if it was retroactively applied to all prior periods presented.

Quarterly trend analysis

The consolidated revenue and consolidated net income of the Company are expected to fluctuate on a quarterly basis given its two segments. In particular, equity market movements, changes in interest rates, underwriting results, insurance contract liability discount rates and reserve adjustments are likely to cause fluctuations. Investment income includes dividend income earned by the Company. In general, dividends earned on investments outside North America peak in the second and fourth quarters of the year.

Revenue for the third quarter of 2026 decreased compared to the same period in 2025, with fluctuations mainly due to a lower net fair value gain on investments.

The net investment and insurance finance result decreased by $158 million to a loss of $44 million in the third quarter of 2026 compared to the same period in 2025. The decline was primarily driven by unfavourable impacts from interest rate movements and non-fixed income asset performance compared to favourable impacts in the comparative quarter.

Liquidity and cash flows

The cash flow information, noted below, provides supplemental information that is considered useful in understanding the components within the cash flow statement on both a consolidated and non-consolidated basis.

Consolidated cash flows

The condensed cash flows of United and Empire Life, as well as E-L Financial non-consolidated and consolidated are presented below:

Period ended September 30 *(millions of dollars)*	E-L Financial (non-consolidated)	United	Empire Life	Consolidation adjustments	**E-L Financial Consolidated**	
					2026	2025
Cash flows from:						
Operating activities	$ 271	$ 17	$ 254	$ (228)	**$ 315**	$ 226
Financing activities	(431)	(183)	(94)	225	**(483)**	(686)
Investing activities	175	177	(238)	3	**117**	486
Increase (decrease) in cash and cash equivalents	15	11	(78)	—	**(51)**	26
Cash and cash equivalents, beginning of the period	217	28	319	—	**564**	373
Cash and cash equivalents, end of the period	$ 232	$ 39	$ 241	$ —	**$ 513**	$ 399

There is an increase in cash provided from operating activities during the first nine months of 2026 relative to 2025 which is mostly attributable to Empire Life. For Empire Life, cash flows from operating activities include premiums, net investment income and fee income. These funds are primarily used to pay policy benefit payments, commissions, operating expenses and policyholder dividends.

Cash used for financing activities decreased during the first nine months of 2026, primarily due to payment of special dividend of $363 million by E-L Financial (non-consolidated) and $163 million by United compared to $519 million and $186 million respectively in 2025. Empire Life's cash used for financing activities decreased compared to the same period in 2025, due to net proceeds from subordinated debt transactions.

Cash flows provided from investing activities decreased during the first nine months of 2026 mainly due to higher net purchases of investments during the first nine months of 2026 compared to the same period in 2025. The proceeds from the sales of investments by E-L Financial (non-consolidated) and United were primarily used to fund the special cash dividends paid by these companies.

Non-consolidated cash flows of E-L Financial

E-L Financial's corporate cash flows from operating activities, before payment of dividends, are primarily comprised of dividends and interest received, less operating expenses and income taxes.

The following table details the non-consolidated cash flows of the Company on a direct basis, excluding the cash flows of the subsidiaries. This table has been prepared to assist the reader in isolating the cash flows of E-L Financial (non-consolidated).

Nine months ended September 30		
(millions of dollars)	**2026**	2025
Cash flows from:		
Operating activities		
Dividends from subsidiaries	**$ 220**	$ 232
Dividends and interest	**120**	122
Expenses and taxes, net of other income	**(69)**	(56)
	271	298
Financing activities		
Cash dividends paid to shareholders	**(417)**	(571)
Interest paid on borrowings	**(4)**	(6)
Common share purchases	**(10)**	—
	(431)	(577)
Investing activities		
Purchases of investments	**(467)**	(375)
Proceeds from sales of investments	**602**	659
Dividends from associates	**40**	44
	175	328
Increase in cash and cash equivalents	**15**	49
Cash and cash equivalents, beginning of the period	**217**	112
Cash and cash equivalents, end of the period	**$ 232**	$ 161

During 2026, the non-consolidated cash and cash equivalents of E-L Financial increased by $15 million.

Operating cash flows for 2026 decreased compared with the prior year mainly due to relatively lower special dividends received from United. Cash flows used for financing and investing activities for 2026 were impacted by the items previously discussed in the consolidated cash flows narrative above.

E-L Financial maintains sufficient liquidity through holding cash equivalents and a sufficient amount of marketable investments that may be sold, if necessary, to fund new investment opportunities and to meet any operating cash flow requirements.

Changes in Accounting Policies

In the nine months ended September 30, 2026, the Company has not adopted any new or amended accounting standards that would have resulted in a material impact on our interim condensed consolidated financial statements. For upcoming accounting policy changes refer to Note 2 of the interim condensed consolidated financial statements.

Analysis of business segments

The remainder of this MD&A discusses the individual results of operations and financial condition of the Company's business segments: E-L Corporate and Empire Life.

E-L CORPORATE

E-L Corporate's operations include the oversight of investments in global equities held through direct and indirect holdings of common shares, investment funds, closed-end investment companies, a limited partnership and other private companies.

Investments in Economic and Algoma are reported as investments in associates and are discussed below. Investments in equities and fixed income securities held directly by E-L Financial and through United are combined to form "Investments – corporate".

Investments - corporate

Investments - corporate includes investments in equities and short-term fixed-income investments. At September 30, 2026, investments - corporate had aggregate investments of $9.3 billion, comprised primarily of common shares and units of investment funds, compared to aggregate investments at December 31, 2025 of $8.4 billion. The fair value of investments - corporate is summarized in the table below:

(millions of dollars)	**September 30, 2026**	December 31, 2025
Preferred shares	**$ 2**	$ 2
Common shares and units		
Canada	**1,480**	1,288
U.S.	**5,305**	4,874
Europe and United Kingdom	**1,374**	1,381
Other	**1,147**	851
Total	**9,306**	8,394
Total invested assets	**$ 9,308**	$ 8,396

In the normal course of business, investment commitments are outstanding which are not reflected in the consolidated financial statements. As of September 30, 2026, E-L Corporate has $387 million (December 31, 2025 - $352 million) in unfunded commitments in limited partnerships.

The following table provides a summary of E-L Corporate's results:

	Third quarter		**Year to date**	
(millions of dollars)	**2026**	2025	**2026**	2025
Net gain on investments	**$ 207**	$ 581	**$ 1,216**	$ 884
Investment and other income	**34**	38	**161**	169
Share of associates' income	**23**	32	**125**	57
	264	651	**1,502**	1,110
Expenses	**9**	10	**31**	33
Income taxes	**34**	86	**189**	139
Non-controlling interests	**(1)**	78	**105**	111
	42	174	**325**	283
Net income	**222**	477	**1,177**	827
OCI, net of taxes	**—**	4	**7**	—
Comprehensive income	**$ 222**	$ 481	**$ 1,184**	$ 827

E-L Corporate reported net income of $222 million in the third quarter of 2026 compared to $477 million in 2025. For the third quarter of 2026 there was a net gain on investments of $207 million compared to $581 million for the third quarter of 2025. E-L Corporate's global investment portfolio had a pre-tax total return, including dividend income, of 3% for the third quarter of 2026 compared to 8% for the third quarter of 2025.

During the nine months ended September 30, 2026, E-L Corporate reported net income of $1,177 million compared to $827 million for the comparative period in 2025. E-L Corporate's year to date pre-tax total return, including dividend income was 16% for the first nine months of 2026 compared to 15% for the same period of 2025.

Investment and other income was lower on both a year to date and quarterly basis in 2026 compared to the same period in 2025. Investment and other income consists of dividend income received from E-L Corporate's investment portfolio. In general, dividend income is impacted by the composition of the investment portfolio and foreign exchange rates.

Operating expenses remained consistent on a quarterly basis compared to 2025.

Share of associates' income

The details of E-L Corporate's share of income (loss) of associates are as follows:

	Third quarter		Year to date	
(millions of dollars)	**2026**	2025	**2026**	2025
Algoma	**$ 19**	$ 14	**$ 68**	$ (1)
Economic	**4**	18	**57**	58
	$ 23	$ 32	**$ 125**	$ 57

Share of associates' year-to-date income includes an impairment reversal for Algoma of $36 million (September 30, 2025 - impairment provision of $18 million). No impairment was recorded for Economic (September 30, 2025 - an impairment reversal of $6 million).

Algoma's net income for the third quarter and year to date in 2026 increased compared to the same period of 2025. Higher earnings were reported in the Domestic Dry-Bulk, Product Tankers and Ocean Self-Unloaders segments.

Economic owns, directly and indirectly, long-term investments in the common shares of some publicly-traded Canadian companies, and a managed global investment portfolio of common shares of publicly-traded global companies. Economic's global investment portfolio had a pre-tax total return, gross of fees, of 1% for the third quarter of 2026 compared to 11% in 2025. On a year to date basis, Economic's global investment portfolio had a pre-tax total return, gross of fees, of 23% compared to 19% in 2025.

The ownership interests, carrying value and fair value of E-L Corporate's investment in associates is summarized in the table below:

	September 30, 2026			December 31, 2025		
	Ownership	**Carrying value**	**Fair value**	Ownership	Carrying value	Fair value
Algoma	**34.9 %**	**$ 330**	**$ 335**	34.9 %	$ 263	$ 269
Economic	**24.9 %**	**275**	**317**	24.9 %	251	290
Total		**$ 605**	**$ 652**		$ 514	$ 559

Algoma and Economic are Canadian public companies for which further information is publicly available.

Risk management

The objective of the Company's risk management process is to ensure that the operations of the Company encompassing risk are consistent with the Company's objectives and risk tolerance, while maintaining an appropriate risk/reward balance.

Market risk

Market risk is the most significant risk impacting E-L Corporate as its investing activities are influenced by market price, foreign currency and interest rate risk. As the Company's investment portfolio is represented by Canadian and global equities, the value of its investments will vary from day to day depending on a number of market factors including economic conditions, global events, market sentiment, and on the performance of the issuers of the securities in which the Company invests. Changes in foreign currency exchange rates will also affect the value of investments of non-Canadian dollar securities. As of September 30, 2026, 60% (December 31, 2025 - 61%) of the investments - corporate including cash and cash equivalents was denominated in U.S. dollars, 8% (December 31, 2025 - 9%) in Euros and 5% (December 31, 2025 - 4%) in the Japanese Yen representing the largest foreign currency exposures. The Company also holds investments within emerging markets. Investments in emerging markets are more likely to experience political, economic and social instability, which may result in higher levels of market value volatility.

Credit risk

In addition to the discussion of risks included in this MD&A, a comprehensive discussion of the material risks that impact the Company is included in the Annual Information Form which is available at www.sedarplus.ca. Disclosures regarding E-L Corporate's financial instruments, including financial risk management, are included in Notes 3 and 14 to the consolidated financial statements.

Outlook

The Company's future earning prospects are dependent on the successful management of its E-L Corporate portfolio and on the continued profitability of its insurance company subsidiary. The performance of the E-L Corporate portfolio is impacted by global equity markets and the selection of equity and fixed income investments. The Company continues to maintain its strategy of accumulating shareholder value through long-term capital appreciation and dividend and interest income.

REPORT ON EMPIRE LIFE

Empire Life provides a broad range of life insurance and wealth management products, employee benefit plans and financial services to meet the needs of individuals, professionals and businesses through a network of Independent Financial Advisors ("IFA"), Managing General Agents ("MGA"), National Account firms and Group Solutions brokers and representatives.

Empire Life's net income attributable to the owners of E-L Financial, after adjustment for non-controlling interests, is shown in the following table:

Financial analysis overview

	Third quarter		Year to date	
(millions of dollars)	**2026**	2025	**2026**	2025
Empire Life common shareholders' net (loss) income	**$ (23)**	$ 93	**$ 66**	$ 195
Non-controlling interests	**—**	—	—	1
Net income contribution to E-L Financial	**$ (23)**	$ 93	**$ 66**	$ 194

	Sep 30 2026	Jun 30 2026	Mar 31 2026	Dec 31 2025	Sep 30 2025
LICAT total ratio	**150 %**	159 %	150 %	153 %	145 %

Empire Life reported third quarter common shareholders' net loss of $23 million compared to common shareholders' net income of $93 million in the third quarter of 2025. The decrease was primarily attributable to a lower net investment and insurance finance result, reflecting unfavourable impacts from interest rate movements. Additionally, higher net insurance service results in the Individual Insurance segment were partially offset by higher expenses related to company-wide strategic initiatives.

Segmented Operating Results

The following tables provide a summary of Empire Life results by operating segment for the periods ended September 30, 2026 and September 30, 2025.

For the three months ended September 30, 2026

(in millions of dollars)	Wealth Management	Group Solutions	Individual Insurance	Capital & Surplus	Total
Insurance revenue	$ 68	$ 190	$ 141	$ —	**$ 399**
Insurance service expenses	(41)	(172)	(114)	—	**(327)**
Insurance service result	27	18	27	—	**72**
Net expense from reinsurance contracts held	—	(6)	(10)	—	**(16)**
Net insurance service result	27	12	17	—	**56**
Investment income (loss), excluding segregated fund account balances					
Investment loss	(87)	(5)	(333)	(43)	**(468)**
Change in investment contracts	1	—	—	—	**1**
Net investment result, excluding segregated fund account balances	(86)	(5)	(333)	(43)	**(467)**
Insurance finance income (expense), excluding segregated fund account balances					
Insurance contracts	83	8	332	—	**423**
Reinsurance contracts held	—	(3)	3	—	**—**
Net insurance finance income, excluding segregated fund account balances	83	5	335	—	**423**
Segregated fund account balances net investment and insurance finance result					
Investment income on investments for segregated fund account balances	16	—	—	—	**16**
Insurance finance expenses, segregated fund account balances	(16)	—	—	—	**(16)**
Segregated funds account balances net investment and insurance finance result	—	—	—	—	**—**
Net investment and insurance finance result	(3)	—	2	(43)	**(44)**
Other income (expenses)					
Fee and other income	—	3	—	16	**19**
Non-insurance expenses	(8)	(9)	(8)	(21)	**(46)**
Interest expenses	—	—	—	(6)	**(6)**
Total other expenses	(8)	(6)	(8)	(11)	**(33)**
Net income (loss) before taxes	$ 16	$ 6	$ 11	$ (54)	**$ (21)**
Income taxes					**9**
Net loss after taxes					**(12)**
Less: net income attributable to the participating account					**1**
Less: preferred share dividends declared and distributions on other equity instruments					**10**
Empire Life's common shareholder's net loss					**(23)**
Non-controlling interests in net income					**—**
Net loss attributable to owners of E-L Financial					**$ (23)**

For the three months ended September 30, 2025

(in millions of dollars)	Wealth Management	Group Solutions	Individual Insurance	Capital & Surplus	Total
Insurance revenue	$ 65	$ 186	$ 135	$ —	$ 386
Insurance service expenses	(40)	(174)	(119)	—	(333)
Insurance service result	25	12	16	—	53
Net recovery (expense) from reinsurance contracts held	1	(1)	(10)	—	(10)
Net insurance service result	26	11	6	—	43
Investment income (loss), excluding segregated fund account balances					
Investment Income	27	4	157	34	222
Change in investment contracts	(10)	—	—	—	(10)
Net investment result, excluding segregated fund account balances	17	4	157	34	212
Insurance finance income (loss), excluding segregated fund account balances					
Insurance contracts	(12)	(5)	(76)	—	(93)
Reinsurance contracts held	—	2	(7)	—	(5)
Net insurance finance expense, excluding segregated fund account balances	(12)	(3)	(83)	—	(98)
Segregated fund account balances net investment and insurance finance result					
Investment income on investments for segregated fund account balances	583	—	2	—	585
Insurance finance expenses, segregated fund account balances	(583)	—	(2)	—	(585)
Segregated funds account balances net finance and investment result	—	—	—	—	—
Net investment and insurance finance result	5	1	74	34	114
Other income (expenses)					
Fee and other income	—	2	—	8	10
Non-insurance expenses	(7)	(8)	(7)	(9)	(31)
Interest expenses	—	—	—	(4)	(4)
Total other expenses	(7)	(6)	(7)	(5)	(25)
Net income before taxes	$ 24	$ 6	$ 73	$ 29	$ 132
Income taxes					(31)
Net income after taxes					101
Less: net income attributable to the participating account					5
Less: preferred share dividends declared and distributions on other equity instruments					3
Empire Life's common shareholder's net income					93
Non-controlling interests in net income					—
Net income attributable to owners of E-L Financial					$ 93

For the nine months ended September 30, 2026

(in millions of dollars)	Wealth Management	Group Solutions	Individual Insurance	Capital & Surplus	Total
Insurance revenue	$ 203	$ 566	$ 425	$ —	**$ 1,194**
Insurance service expenses	(121)	(545)	(336)	—	**(1,002)**
Insurance service result	82	21	89	—	**192**
Net recovery (expense) from reinsurance contracts held	—	1	(35)	—	**(34)**
Net insurance service result	82	22	54	—	**158**
Investment income (loss), excluding segregated fund account balances					
Investment (loss) income	(53)	2	(69)	22	**(98)**
Change in investment contracts	(8)	—	—	—	**(8)**
Net investment result, excluding segregated fund account balances	(61)	2	(69)	22	**(106)**
Insurance finance income (expense), excluding segregated fund account balances					
Insurance contracts	66	(2)	98	—	**162**
Reinsurance contracts held	—	3	(3)	—	**—**
Net insurance finance income, excluding segregated fund account balances	66	1	95	—	**162**
Segregated fund account balances net investment and insurance finance result					
Investment income on investments for segregated fund account balances	991	—	2	—	**993**
Insurance finance expenses, segregated fund account balances	(991)	—	(2)	—	**(993)**
Segregated funds account balances net investment and insurance finance result	—	—	—	—	**—**
Net investment and insurance finance result	5	3	26	22	**56**
Other income (expenses)					
Fee and other income	—	8	—	47	**55**
Non-insurance expenses	(26)	(31)	(26)	(61)	**(144)**
Interest expenses	—	—	—	(15)	**(15)**
Total other expenses	(26)	(23)	(26)	(29)	**(104)**
Net income (loss) before taxes	$ 61	$ 2	$ 54	$ (7)	**$ 110**
Income taxes					**(20)**
Net income after taxes					**90**
Less: net income attributable to the participating account					**3**
Less: preferred share dividends declared and distributions on other equity instruments					**21**
Empire Life's common shareholder's net income					**66**
Non-controlling interests in net income					**—**
Net income attributable to owners of E-L Financial					**$ 66**

For the nine months ended September 30, 2025

(in millions of dollars)	Wealth Management	Group Solutions	Individual Insurance	Capital & Surplus	Total
Insurance revenue	$ 188	$ 545	$ 405	$ —	**$ 1,138**
Insurance service expenses	(113)	(519)	(310)	—	**(942)**
Insurance service result	75	26	95	—	**196**
Net recovery (expense) from reinsurance contracts held	2	(6)	(40)	—	**(44)**
Net insurance service result	77	20	55	—	**152**
Investment income (loss), excluding segregated fund account balances					
Investment income	35	7	212	65	**319**
Change in investment contracts	(22)	—	—	—	**(22)**
Net investment result, excluding segregated fund account balances	13	7	212	65	**297**
Insurance finance income (expense) , excluding segregated fund account balances					
Insurance contracts	1	(10)	(76)	—	**(85)**
Reinsurance contracts held	—	4	(3)	—	**1**
Net insurance finance income (expense), excluding segregated fund account	1	(6)	(79)	—	**(84)**
Segregated fund account balances net investment and insurance finance result					
Investment income on investments for segregated fund account balances	1,039	—	3	—	**1,042**
Insurance finance expenses, segregated fund account balances	(1,039)	—	(3)	—	**(1,042)**
Segregated funds account balances net investment and insurance finance result	—	—	—	—	**—**
Net investment and insurance finance result	14	1	133	65	**213**
Other income (expenses)					
Fee and other income	1	6	—	20	**27**
Non-insurance expenses	(22)	(27)	(24)	(28)	**(101)**
Interest expenses	—	—	—	(13)	**(13)**
Total other expenses	(21)	(21)	(24)	(21)	**(87)**
Net income before taxes	$ 70	$ —	$ 164	$ 44	**$ 278**
Income taxes					**(64)**
Net income after taxes					**214**
Less: net income attributable to the participating account					**10**
Less: preferred share dividends declared and distributions on other equity instruments					**9**
Empire Life's common shareholder's net income					**195**
Non-controlling interests in net income					**1**
Net income attributable to owners of E-L Financial					**$ 194**

Total Empire Life's results - Quarterly Comparison

Empire Life reported common shareholders' net loss of $23 million in the third quarter of 2026, compared to common shareholders' net income of $93 million in the third quarter of 2025, primarily driven by lower net investment and insurance finance results.

The net insurance service result of $56 million increased by $13 million in the third quarter, compared to the same period in 2025, primarily driven by impacts from assumption updates in the current quarter, within the Individual Insurance segment.

The net investment and insurance finance result decreased by $158 million to a loss of $44 million in the third quarter of 2026 compared to the same period in 2025. The decline was primarily driven by unfavourable impacts from interest rate movements and non-fixed income asset performance compared to favourable impacts in the comparative quarter.

Total other expenses were $33 million in the third quarter compared to $25 million in the same period in 2025. The $8 million increase in total other expenses reflects increased investments in technology and other strategic initiatives.

Total Empire Life's results - Year-to-date Comparison

Empire Life reported year-to-date common shareholders' net income of $66 million, a $129 million decrease compared to 2025. This variance was primarily driven by less favourable impacts from interest rate movements during the year.

The net insurance service result of $158 million increased by $6 million in 2026 compared to 2025, primarily due to stronger insurance revenues, related to improved contract valuation, within the Wealth segment. This was driven by favourable equity market movements earlier in 2026.

The net investment and insurance finance result of $56 million is a $157 million decrease compared to 2025. The decline reflects unfavourable impacts from interest rate movements and non-fixed income asset performance compared to favourable impacts in the prior year.

Total other expenses increased to $104 million in 2026 from $87 million in the same period in 2025. This $17 million increase reflects investments in Empire's digital and strategic transformation initiatives.

Wealth Management

(in millions of dollars)	Third quarter 2026	Third quarter 2025	Year to date 2026	Year to date 2025
Assets under management[1]				
Fixed annuities	**$ 974**	$ 1,024	**$ 974**	$ 1,024
Segregated funds	**10,890**	9,988	**10,890**	9,988
Total assets under management	**11,864**	11,012	**11,864**	11,012
Gross sales[1]				
Fixed annuities	**30**	42	**81**	118
Segregated funds	**355**	227	**1,097**	731
Total gross sales	**385**	269	**1,178**	849
Net sales[1]				
Fixed annuities	**(1)**	16	**(7)**	33
Segregated funds	**40**	(37)	**60**	(196)
Total net sales	**39**	(21)	**53**	(163)
Net insurance service result	**27**	26	**82**	77
Net income before taxes	**$ 16**	$ 24	**$ 61**	$ 70

[1] See Non-GAAP measures section.

Fixed annuities assets under management decreased 5% compared to the third quarter of 2025, reflective of the current year's negative net sales. Gross sales of fixed annuities in the third quarter and the year to date were 29% and 31% lower, respectively, compared to the prior year, as strong equity market performance for the year continued to temper demand for fixed-rate products.

Segregated fund assets under management increased 9% relative to the third quarter of 2025, driven by positive net sales and market gains. Gross sales of segregated funds in the third quarter and the year to date were 56% and 50% higher respectively. Customer interest in the product remains strong reflecting favourable equity market performance in the first half of 2026 and positive reception to recent fund and product launches.

Net income before taxes decreased by $8 million and $9 million for the quarter and the year, respectively, compared to the same periods in 2025. The decreases are primarily due to lower net investment and insurance finance results, along with higher expenses related to investments in technology. On a year-to-date basis, this was partially offset by higher insurance revenue, driven by favourable equity market performance.

Group Solutions

(in millions of dollars)	Third quarter 2026	Third quarter 2025	Year to date 2026	Year to date 2025
Annualized premium sales				
Core	**$ 14**	$ 22	**$ 47**	$ 68
Other	**12**	12	**42**	33
Total annualized premium sales[1]	**26**	34	**89**	101
Insurance revenue	**190**	186	**566**	545
Net insurance service result	**12**	11	**22**	20
Net income before taxes	**$ 6**	$ 6	**$ 2**	$ —

[1] See Non-GAAP measures section.

Total annualized premium sales decreased 24% in the third quarter, and 12% year to date, compared to the same periods in 2025, reflecting a moderation in core product sales from strong prior year levels, partially mitigated by sales from new product offerings.

Insurance revenue increased 2% in the third quarter and 4% year to date, over the corresponding periods in 2025, due to solid organic growth in Empire's specialty partnership channels and the scaling of new product lines.

Net income before taxes was consistent with the third quarter compared to the same period in 2025. Stronger net insurance service results, driven by the expansion of new product lines, were offset by lower net investment and insurance finance results.

Net income before taxes increased by $2 million year-to-date compared to the same period in 2025, driven by reduced acquisition costs and a modest increase in the net investment and insurance finance result. These gains were partially offset by unfavourable long-term disability claims experience and higher strategic overhead expenses.

Individual Insurance

	Third quarter		Year to date	
(in millions of dollars)	**2026**	2025	**2026**	2025
Annualized premium sales				
Shareholders'	**$ 9**	$ 10	**$ 30**	$ 31
Policyholders'	**4**	4	**12**	11
Total annualized premium sales[(1)]	**13**	14	**42**	42
Net insurance service result	**17**	6	**54**	55
Net income before taxes				
Shareholders'	**7**	69	**49**	154
Policyholders'	**4**	4	**5**	10
Total net income before taxes	**$ 11**	$ 73	**$ 54**	$ 164

[(1)] See Non-GAAP measures section.

Shareholders' annualized premium sales for both the third quarter and year-to-date 2026 decreased by $1 million compared to the corresponding periods in 2025, primarily due to market pricing pressures, which impacted term life insurance sales.

Shareholders' net income before taxes for the third quarter of 2026 decreased by $62 million compared to 2025. The decrease was primarily driven by less favourable net investment and insurance finance results, partially offset by impacts from assumption updates.

Year-to-date shareholders' net income before taxes decreased by $105 million compared to 2025. The year-over-year decline is primarily due to lower net investment and insurance finance results, as well as higher corporate expenses.

Capital and Surplus

	Third quarter		Year to date	
(in millions of dollars)	**2026**	2025	**2026**	2025
Net (loss) income before taxes	**$ (54)**	$ 29	**$ (7)**	$ 44

Net loss before taxes was $54 million for the quarter and $7 million for the year, compared to net income before taxes of $29 million and $44 million, respectively for the same periods in 2025. The variance relative to the comparative periods is primarily attributable to the net investment result for each period.

Net Investment and Insurance Finance Result

(in millions of dollars)	Third quarter 2026	Third quarter 2025	Year to date 2026	Year to date 2025
Net investment and insurance finance result	**$ (44)**	$ 114	**$ 56**	$ 213

Empire Life primarily manages market risk exposures affecting the net investment and insurance finance result at an enterprise level. For the quarter and year, the total net investment and insurance finance result decreased by $158 million and $157 million, respectively, compared to the prior periods. This decrease reflects the unfavourable impacts of interest rate movements and non-fixed income asset performance in the current period, compared to favourable impacts in the comparative 2025 periods.

Contractual Service Margin

(Amounts are net of reinsurance contracts held, in millions of dollars)	Third quarter 2026	Third quarter 2025	Year to date 2026	Year to date 2025
Net contractual service margin, beginning of period	**$ 1,401**	$ 1,394	**$ 1,354**	$ 1,410
Impact of new insurance business	**16**	18	**50**	50
Interest accretion	**3**	5	**14**	18
Insurance experience[(1)]	**10**	—	**12**	(28)
Economic experience[(1)]	**(18)**	72	**66**	130
Assumption updates[(1)]	**(73)**	(72)	**(74)**	(82)
CSM recognized for services provided	**(38)**	(41)	**(121)**	(122)
Net contractual service margin, end of period	**$ 1,301**	$ 1,376	**$ 1,301**	$ 1,376

(1) Insurance experience, economic experience and assumption updates are components of changes in estimates that adjust the CSM. Insurance experience represents the current period impacts of insurance experience, resulting in a change in future cash flows that adjust CSM. Economic experience represents the changes in the effect of time value of money and financial risk relating to contracts measured using the Variable Fee Approach ("VFA") for the Wealth Management and Individual Insurance segments. Assumption updates represent the future period impacts of changes in fulfillment cash flows that adjust CSM.

The net Contractual Service Margin (CSM) balance as at September 30, 2026 is $1,301 million, a decrease of $100 million in the third quarter, and a decrease of $53 million year to date. Components driving the change in net CSM are:

- Impact of new insurance business: For the quarter, sales of new policies contributed $16 million, which is a $2 million decrease relative to the same period in 2025, primarily due to a decline in term life sales, partially offset by improved segregated fund sales. For the year, the impact of new sales was consistent with the same period in 2025.
- Insurance experience: The $10 million increase in the third quarter is primarily due to favourable impacts from policyholder behaviour and lapse experience in the Individual Insurance segment. For the year, the $12 million increase is related to favourable impacts from lapse experience in the Wealth segment and mortality experience in the Individual Insurance segment.
- Economic experience: The $18 million decrease in the third quarter was driven by the unfavourable impacts of interest rate movements and equity market returns in the Wealth Management segment. For the year, the $66 million increase was primarily due to the impact of strong equity market performance on segregated funds.
- Assumption updates: The annual actuarial assumption updates were completed in the third quarter of 2026 which led to a $74 million decrease in the net CSM balance. Further details on the impacts of assumption updates for the nine months ended September 30, 2026 are provided in the following section.
- CSM recognized for services provided: The year to date recognition of CSM remains relatively consistent over comparative periods.

Impact of Insurance Contract Liability Assumption Updates

Impacts from the update of insurance contract liability assumptions for the nine months ended September 30, 2026 (Amounts are net of reinsurance contracts held, in millions of dollars)	Net income (loss) before taxes	Net CSM
Components of insurance contract liability assumption updates		
Discount rates	**$ (20)**	$ (1)
Mortality	**(3)**	(8)
Expense	**(2)**	(6)
Lapse	**7**	(62)
Other	**6**	3
Total change from the update of insurance contract liability assumptions	**$ (12)**	$ (74)

In the third quarter, management updated several actuarial assumptions that affect the measurement of insurance contract liabilities and reinsurance contracts held. This timing aligns with annual assumption update review conducted in the third quarter of the prior year.

For further details on the updates to insurance contract liability assumptions, refer to Note 10 Management assumption updates of our unaudited interim condensed consolidated financial statements for the quarter ended September 30, 2026.

Sources of capital

Empire Life has issued private and public securities to strengthen its capital position and fund new business growth. The securities outstanding are summarized in the following table:

(in millions of dollars)	As at September 30 2026	As at December 31 2025
Subordinated debentures	**$ 449**	$ 400
Equity		
Preferred shares and other equity instruments	**$ 494**	$ 494
Common shares	**1**	1
Total Equity	**$ 495**	$ 495

Details of Empire Life's outstanding subordinated debentures are as follows:

(in millions of dollars)	Date Issued	Earliest Redemption Date	Yield	As at September 30 2026	As at December 31 2025
Series 2021-1 [1]	September 2021	September 24, 2026	2.024 %	**$ —**	$ 200
Series 2023-1 [2]	January 2023	January 13, 2028	5.503 %	**$ 200**	$ 200
Series 2026-1 [3]	May 2026	May 26, 2031	4.221 %	**$ 249**	$ —

[1] All of the outstanding Series 2021-1 Subordinated 2.024% unsecured debentures were redeemed on September 24, 2026.

[2] Series 2023-1 Subordinated 5.503% unsecured debentures due 2033. From January 13, 2028, interest is payable at 2.26% over CORRA.

[3] Series 2026-1 Subordinated 4.221% unsecured debentures due 2036. From May 26, 2031, interest is payable at 1.17% over CORRA.

Details of Empire Life's outstanding preferred shares and other equity instruments are as follows:

(in millions of dollars)	Date Issued	Earliest Redemption Date	Yield	As at September 30 2026	As at December 31 2025
Preferred shares, Series 3	November 2017	January 17, 2028	6.187 %	**$ 100**	$ 100
Preferred shares, Series 6	December 2025	March 17, 2031	6.000 %	**$ 197**	$ 197
Limited Recourse Capital Notes, Series 1	February 2021	March 17, 2031	6.177 %	**$ 197**	$ 197

Regulatory capital

The Life Insurance Capital Adequacy Test ("LICAT") measures the capital adequacy of an insurer and is one of several indicators used by the Office of the Superintendent of Financial Institutions, Canada ("OSFI") to assess an insurer's financial condition. Empire Life continues to have a strong capital position under the LICAT framework. Empire Life is required to maintain a minimum Core Ratio of 55% and a Total Ratio of 90%. OSFI has established supervisory target levels of 70% for Core and 100% for Total ratio.

LICAT (in millions of dollars)	**Sep 30 2026**	Jun 30 2026	Mar 31 2026	Dec 31 2025	Sep 30 2025
Available capital					
Tier 1	**$ 2,816**	$ 2,842	$ 2,759	$ 2,828	$ 2,717
Tier 2	**835**	1,101	805	833	778
Total	**$ 3,651**	$ 3,943	$ 3,564	$ 3,661	$ 3,495
Surplus allowance and eligible deposits	**$ 725**	$ 783	$ 750	$ 745	$ 748
Base solvency buffer	**$ 2,917**	$ 2,977	$ 2,874	$ 2,879	$ 2,936
LICAT total ratio	**150 %**	159 %	150 %	153 %	145 %
LICAT core ratio	**114 %**	114 %	114 %	116 %	110 %

Empire Life maintains a robust LICAT position, remaining well above internal targets. Empire Life's Total ratio decreased in the third quarter compared to prior quarter, driven by the redemption of Empire Life's Series 2021-1 Subordinated debt. Empire Life's Core ratio remained consistent quarter-over-quarter.

Securities rating

The securities issued by Empire Life are rated by DBRS Limited ("Morningstar DBRS"). Morningstar DBRS completed the latest annual rating review of Empire Life in the third quarter of 2026 and maintained Empire Life's trend at Stable.

Evaluation type	**Rating**	**Trend**
Financial strength rating	A (high)	Stable
Issuer rating	A (high)	Stable
Subordinated debt	A	Stable
Preferred shares	Pfd-2 (high)	Stable
Limited Recourse Capital Notes	A (low)	Stable

Risk Management

Enterprise Risk Management Framework

Empire Life is a financial institution offering wealth management, group solutions and individual insurance products. Empire Life is exposed to a number of risks as a result of its business activities. Empire Life has an established enterprise risk management framework approved by its Board that sets out the components of risk management programs and how they operate and support Empire Life's vision,

mission and values. Effective risk management is critical to the overall profitability, competitive market positioning and long-term financial viability of Empire Life. While all risks cannot necessarily be eliminated or known with certainty, the goal of Empire Life's risk management program is to ensure that risk-taking activities are aligned with its strategy, in order to achieve business goals and deliver acceptable shareholder returns, without compromising Empire Life's ability to pay claims and fulfil policyholder commitments.

A comprehensive discussion of Empire Life's risk management framework and primary risk factors is available under the Risk Management section of the MD&A for the year ended December 31, 2025.

Caution Related to Sensitivities

In the sections that follow, Empire Life provides sensitivities and risk exposure measures for certain risks. These include sensitivities due to specific changes in market prices and interest rates, based on the market prices, interest rates, assets, liabilities and business mix in place as at the calculation dates. In addition, the sensitivities are based on methods and assumptions in effect as at the respective calculation dates. Changes in the regulatory environment, assumptions or methods used to measure assets and liabilities after those dates could result in material changes to the estimated sensitivities.

The sensitivities are calculated independently for each risk variable, generally assuming that all other risk variables remain constant. The sensitivities do not take into account indirect effects such as potential impacts on goodwill impairments or valuation allowances on deferred tax assets. Net income and CSM sensitivities, as well as capital sensitivities, are based on instantaneous changes in equity markets and interest rates. Sensitivities to interest rates assume a parallel shift in the assumed interest rates across the entire yield curve, with no change to the ultimate risk-free rate or ultimate illiquidity premium in the liability discount rates.

Actual results can differ materially from these estimates for a variety of reasons, including differences in the pattern or distribution of market shocks, the interaction between these risk variables, or changes in other assumptions such as business mix, effective tax rates, policyholder behaviour and other market variables relative to those underlying the calculation of the sensitivities. Changes due to new sales or maturities, asset purchases/sales, or other management actions could also result in material changes to these reported sensitivities.

For these reasons, the sensitivities should only be viewed as directional estimates of the underlying sensitivities for the respective factors based on the assumptions outlined and should not be viewed as predictors for Empire Life's future net income, CSM, equity and capital sensitivities. Given the nature of these calculations, Empire Life cannot provide assurance that the actual impact will be consistent with the estimates provided. Changes in risk variables in excess of the ranges illustrated may result in other than proportionate impacts.

Market Risk

Market risk is the risk of loss arising from adverse changes in market rates and prices such as interest rates, prices of equities, real estate and other securities, credit spreads, foreign exchange rates and inflation. More information regarding how Empire Life defines market risk is available under the Risk Management section of the consolidated financial statements for the year ended December 31, 2025.

Empire Life manages this risk exposure mainly through investment limits and oversight of its investment managers by the Chief Investment Officer, the Asset Management Committee, and the Investment Committee of the Board. More information regarding how market risk is managed is discussed under the

Risk Management section of the consolidated financial statements for the year ended December 31, 2025.

Equity Risk

Equity risk is the risk of loss due to adverse changes in the trading prices of equities. More information regarding how Empire Life defines equity risk is discussed under the Risk Management section of the consolidated financial statements for the year ended December 31, 2025.

Empire Life maintains an equity hedging program to partially protect it from regulatory capital (LICAT) ratio declines that might result from adverse equity market price changes. Empire Life has an Equity Risk Hedging Policy to support general fund equity hedging programs. The policy outlines objectives, risk limits and authorities associated with its equity hedging activities. Management monitors its equity hedging activities on a regular basis and reports, at least quarterly, to the Risk and Capital Committee of the Board on the status of the equity hedging program.

More information regarding how equity risk is managed is discussed in Note 23 of the consolidated financial statements for the year ended December 31, 2025.

Empire Life's LICAT ratio is also sensitive to equity market volatility, primarily due to liability and capital requirements related to segregated fund guarantees. As of September 30, 2026, Empire Life had $10.9 billion of segregated fund assets and liabilities. Of this amount, approximately $10.6 billion have guarantees.

All Empire Life segregated fund guarantees are policy-based (not deposit-based), thereby generally lowering Empire Life's equity market sensitivity relative to products with deposit-based guarantees. Policy-based guarantees consider all the deposits in the customer's policy (whether the fund value is below or above the guaranteed amount) to arrive at an overall net guarantee payment, whereas deposit-based guarantees consider only the deposits where the fund value is below the guaranteed amount and ignore all the deposits in the customer's policy where the fund value is above the guaranteed amount. Therefore, policy-based guarantees generally pay less than deposit-based guarantees.

The CSM provides a significant offset to potential impacts in the segregated fund guarantee liability. This significantly reduces the net income impacts from changes in interest rates or equity market levels.

Empire Life also has equity market risk related to its equity assets backing insurance contract liabilities and surplus.

As at September 30, 2026 and December 31, 2025, the sensitivity of Empire Life shareholders' net income and CSM resulting from changes in equity market prices is provided in the following table:

Sensitivity to equity risk	**Increase**		**Decrease**	
(in millions of dollars)	**20%**	**10%**	**10%**	**20%**
As at September 30, 2026				
Profit or loss and equity	**$ 20**	**$ 8**	**$ (16)**	**$ (34)**
CSM	**$ 166**	**$ 86**	**$ (92)**	**$ (183)**
As at December 31, 2025				
Profit or loss and equity	$ 23	$ 12	$ (15)	$ (32)
CSM	$ 170	$ 87	$ (92)	$ (185)

Based on equity market prices as at September 30, 2026 and December 31, 2025, the sensitivity of Empire Life's LICAT Total ratio resulting from increases and decreases in equity market prices is provided in the following table.

Sensitivity to equity risk	**Increase**		**Decrease**	
Impact on LICAT	**20%**	**10%**	**10%**	**20%**
Segregated fund guarantees	**7%**	**4%**	**(5)%**	**(10)%**
Other equity risk	**—%**	**—%**	**—%**	**—%**
Equity hedge	**(2)%**	**(1)%**	**2%**	**4%**
As at September 30, 2026	**5%**	**3%**	**(3)%**	**(6)%**
Segregated fund guarantees	8%	4%	(5)%	(10)%
Other equity risk	—%	—%	—%	—%
Equity hedge	(4)%	(2)%	3%	7%
As at December 31, 2025	4%	2%	(2)%	(3)%

Interest Rate Risk

Interest rate risk is the risk of loss resulting from adverse changes in yield curves. Interest rate risk in Empire Life's investment portfolio is managed through Investment Committee established limits and regular reporting by management to the Investment Committee and the Board. Empire Life's investment guidelines establish investment objectives and eligible interest-sensitive investments, as well as diversification criteria, exposure, concentration and asset quality limits for these investments. In addition, the Asset Management Committee oversees sensitivity to interest rates. More information regarding how interest rate risk is managed is discussed under the Risk Management section of the consolidated financial statements for the year ended December 31, 2025.

Interest Rate Sensitivities

Empire Life considers the sensitivity of its LICAT ratio to changes in market interest rates. The impact of a 50 basis point parallel shift in interest rates for September 30, 2026 and December 31, 2025, is shown in the table below. No change to credit spreads is assumed.

Sensitivity to market interest rates - LICAT	**Impact of 50 bps decrease**
September 30, 2026 LICAT total ratio	**—%**
December 31, 2025 LICAT total ratio	(1)%

Financial Instruments and Risk

Empire Life holds an investment portfolio that is actively managed to optimize yield, quality and liquidity while ensuring diversification and duration-matched to Empire's future obligations. Cash flows arising from these financial instruments are intended to match the liquidity requirements of Empire Life's insurance and investment contract liabilities, within the limits prescribed by Empire Life. Empire Life is subject to credit and market risk on these financial instruments.

Credit risk on these financial instruments could result in a financial loss should the other party fail to discharge an obligation. This credit risk is derived primarily from investments in bonds, debentures, preferred shares, short-term investments, loans and mortgages. Empire Life manages credit risk by applying its investment guidelines as established by management and approved by Investment Committee of Empire Life's Board of Directors. The investment guidelines establish minimum credit ratings for issuers of bonds, debentures and preferred share investments, and provide for concentration limits by the issuer of such debt instruments. The investment guidelines also establish minimum underwriting requirements and limits for debt financing of an advisor company or managing general agent. Management reviews credit quality relative to investment purchases and monitors the credit quality

of invested assets over time. Management reports regularly to the Investment Committee of Empire Life's Board on the credit risk to which the portfolio is exposed.

Empire Life manages market risk exposure mainly through investment limits and oversight of its in-house investment managers and external investment firms by the Chief Investment Officer, Asset Management Committee and Investment Committee of Empire Life's Board. The Investment Committee actively monitors the portfolio and asset mix. Empire Life has hedging programs in place as part of its approach to managing this risk.

Empire Life manages credit risk with respect to derivatives by applying limits and credit rating restrictions established by the Investment Committee in its investment guidelines, which set out permitted derivatives and permitted uses for derivatives, as well as limits to the use of these instruments. In particular, no leverage is permitted in the use of derivatives and strict counterparty credit restrictions are imposed.

E-L Financial Corporation Limited
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
UNAUDITED
(in thousands of Canadian dollars)

	September 30 2026	December 31 2025
Assets		
Cash and cash equivalents	**$ 513,298**	$ 564,400
Investments - corporate (Note 3)	**9,307,586**	8,396,280
Investments - insurance (Note 4)	**9,409,775**	9,485,741
Investments in associates and joint venture (Note 5)	**725,575**	627,117
Reinsurance contracts held assets (Note 10)	**327,087**	326,633
Other assets (Note 8)	**375,376**	328,300
Deferred tax asset	**88,947**	84,997
Segregated fund assets (Note 9)	**10,911,143**	10,147,609
Total assets	**$ 31,658,787**	$ 29,961,077
Liabilities		
Insurance contract liabilities, excluding segregated fund account balances (Note 10)	**$ 6,639,353**	$ 6,828,307
Reinsurance contracts held liabilities (Note 10)	**236,311**	248,529
Investment contract liabilities, excluding segregated fund account balances	**629,671**	631,948
Deferred tax liabilities	**728,971**	616,429
Dividends payable	**17,706**	17,732
Other liabilities	**337,821**	222,623
Borrowings (Note 13)	**648,768**	599,571
Total liabilities, excluding segregated fund account balances (Note 10)	**9,238,601**	9,165,139
Insurance contract liabilities for segregated fund account balances	**10,607,144**	9,860,892
Investment contract liabilities for segregated fund account balances	**303,999**	286,717
Insurance and investment contract liabilities for segregated fund account balances	**10,911,143**	10,147,609
Total liabilities	**$ 20,149,744**	$ 19,312,748
Equity		
Capital stock (Note 11)	**$ 362,226**	$ 362,335
Retained earnings	**9,476,775**	8,659,563
Accumulated other comprehensive income (“AOCI”)	**56,952**	47,163
Total E-L Financial shareholders' equity	**9,895,953**	9,069,061
Non-controlling interests in subsidiaries (“NCI”)	**1,554,215**	1,523,445
Participating account surplus (“PAR”)	**58,875**	55,823
Total equity	**11,509,043**	10,648,329
Total liabilities and equity	**$ 31,658,787**	$ 29,961,077

Approved by the Board

Duncan N.R. Jackman, Director

Peter J. Levitt, Director

The accompanying notes are an integral part of these consolidated financial statements.

E-L Financial Corporation Limited
CONSOLIDATED STATEMENTS OF INCOME
UNAUDITED
(in thousands of Canadian dollars, except per share amounts)

	Three months ended September 30		Nine months ended September 30	
	2026	2025	**2026**	2025
Insurance service result				
Insurance revenue (Note 10)	**$ 400,047**	$ 385,904	**$ 1,194,131**	$ 1,138,191
Insurance service expenses	**(327,862)**	(332,699)	**(1,001,856)**	(942,768)
Net expense from reinsurance contracts held (Note 10)	**(16,260)**	(10,118)	**(33,944)**	(43,948)
Net insurance service result	**55,925**	43,087	**158,331**	151,475
Investment and insurance finance result (Note 7)				
Investment income (loss), excluding segregated fund account balances	**(468,103)**	222,152	**(98,476)**	319,035
Change in investment contracts, excluding segregated fund account balances	**871**	(9,699)	**(8,375)**	(21,634)
Insurance finance (expense) income from insurance contracts, excluding segregated fund account balances	**422,535**	(92,704)	**162,386**	(85,030)
Insurance finance (expense) income from reinsurance contracts held excluding segregated fund account balances	**217**	(4,921)	**(94)**	533
Investment income related to segregated fund account balances	**16,067**	585,181	**992,622**	1,041,506
Insurance finance expense related to segregated fund account balances	**(16,067)**	(585,181)	**(992,622)**	(1,041,506)
Net investment and insurance finance result	**(44,480)**	114,828	**55,441**	212,904
Net insurance result	**11,445**	157,915	**213,772**	364,379
Non-insurance investment income				
Investment and other income (Note 6)	**51,094**	49,119	**211,864**	196,613
Share of income of associates and joint venture (Note 5)	**25,248**	30,513	**130,024**	56,393
Fair value change in fair value through profit or loss investments	**207,005**	580,884	**1,215,827**	883,948
Non-insurance investment income	**283,347**	660,516	**1,557,715**	1,136,954
Expenses				
Operating	**52,153**	38,832	**169,693**	127,761
Interest expense	**8,455**	5,903	**21,040**	19,313
	60,608	44,735	**190,733**	147,074
Income before income taxes	**234,184**	773,696	**1,580,754**	1,354,259
Income taxes	**24,828**	117,709	**209,642**	203,246
Net income	**209,356**	655,987	**1,371,112**	1,151,013
Less: Net income attributable to the participating account	**1,411**	5,099	**3,052**	9,669
Non-controlling interests in net income	**8,400**	81,134	**125,279**	120,635
	9,811	86,233	**128,331**	130,304
E-L Financial shareholders' net income	**$ 199,545**	$ 569,754	**$ 1,242,781**	$ 1,020,709
Earnings per share attributable to E-L Financial shareholders				
Basic	**$ 0.58**	$ 1.68	**$ 3.66**	$ 3.00
Diluted	**$ 0.56**	$ 1.59	**$ 3.50**	$ 2.84

The accompanying notes are an integral part of these consolidated financial statements.

E-L Financial Corporation Limited
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
UNAUDITED
(in thousands of Canadian dollars)

	Three months ended September 30		Nine months ended September 30	
	2026	2025	**2026**	2025
Net income	**$ 209,356**	$ 655,987	**$ 1,371,112**	$ 1,151,013
Other comprehensive income ("OCI") (loss) ("OCL"), net of taxes				
Items that may be reclassified subsequently to net income:				
Share of (OCL) OCI of associates	**(865)**	4,365	**6,709**	(869)
Recovery of (provision for) taxes	**114**	(577)	**(889)**	116
Share of (OCL) OCI of associates	**(751)**	3,788	**5,820**	(753)
Items that will not be reclassified to net income:				
Net remeasurement of defined benefit plans	**(2,542)**	7,999	**4,947**	13,961
Recovery of (provision for) taxes	**710**	(2,123)	**(1,329)**	(3,694)
Net remeasurement of defined benefit plans	**(1,832)**	5,876	**3,618**	10,267
Share of OCI of associates	**543**	542	**1,311**	1,209
Provision for taxes	**(72)**	(71)	**(173)**	(160)
Share of OCI of associates	**471**	471	**1,138**	1,049
	(1,361)	6,347	**4,756**	11,316
Total (OCL) OCI	**(2,112)**	10,135	**10,576**	10,563
Comprehensive income	**207,244**	666,122	**1,381,688**	1,161,576
Less: Comprehensive income attributable to the participating account	**1,411**	5,099	**3,052**	9,669
Non-controlling interests in comprehensive income	**8,360**	81,638	**126,066**	120,721
	9,771	86,737	**129,118**	130,390
E-L Financial shareholders' comprehensive income	**$ 197,473**	$ 579,385	**$ 1,252,570**	$ 1,031,186

The accompanying notes are an integral part of these consolidated financial statements.

E-L Financial Corporation Limited
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
UNAUDITED
(in thousands of Canadian dollars)

	E-L Financial shareholders' equity						
	Capital stock	**Retained earnings**	**AOCI**	**Total**	**NCI**	**PAR**	**Total equity**
Balance as at January 1, 2026	**$ 362,335**	**$ 8,659,563**	**$ 47,163**	**$ 9,069,061**	**$ 1,523,445**	**$ 55,823**	**$10,648,329**
Net income	**—**	**1,242,781**	**—**	**1,242,781**	**125,279**	**3,052**	**1,371,112**
OCI	**—**	**—**	**9,789**	**9,789**	**787**	**—**	**10,576**
Comprehensive income	**—**	**1,242,781**	**9,789**	**1,252,570**	**126,066**	**3,052**	**1,381,688**
Dividends	**—**	**(416,557)**	**—**	**(416,557)**	**(95,771)**	**—**	**(512,328)**
Common share purchases (Note 11)	**(109)**	**(10,163)**	**—**	**(10,272)**	**—**	**—**	**(10,272)**
Acquisition of subsidiary shares	**—**	**—**	**—**	**—**	**(776)**	**—**	**(776)**
Subsidiary preferred shares issuance cost	**—**	**—**	**—**	**—**	**(98)**	**—**	**(98)**
Subsidiary transactions with non-controlling interests	**—**	**1,151**	**—**	**1,151**	**1,349**	**—**	**2,500**
At September 30, 2026	**$ 362,226**	**$ 9,476,775**	**$ 56,952**	**$ 9,895,953**	**$ 1,554,215**	**$ 58,875**	**$11,509,043**

	E-L Financial shareholders' equity						
	Capital stock	Retained earnings	AOCI	Total	NCI	PAR	Total equity
Balance as at January 1, 2025	$ 362,347	$ 8,016,828	$ 36,696	$ 8,415,871	$ 1,269,534	$ 53,145	$ 9,738,550
Net income	—	1,020,709	—	1,020,709	120,635	9,669	1,151,013
OCI	—	—	10,477	10,477	86	—	10,563
Comprehensive income	—	1,020,709	10,477	1,031,186	120,721	9,669	1,161,576
Dividends	—	(571,596)	—	(571,596)	(95,867)	—	(667,463)
Common share purchases (Note 11)	(1)	(104)	—	(105)	—	—	(105)
Acquisition of subsidiary shares	—	5	—	5	(111)	—	(106)
At September 30, 2025	$ 362,346	$ 8,465,842	$ 47,173	$ 8,875,361	$ 1,294,277	$ 62,814	$10,232,452

The accompanying notes are an integral part of these consolidated financial statements.

E-L Financial Corporation Limited
CONSOLIDATED STATEMENTS OF CASH FLOWS
UNAUDITED
(in thousands of Canadian dollars)

	Nine months ended September 30	
	2026	2025
Net inflow (outflow) of cash related to the following activities:		
Operating		
Net income	**$ 1,371,112**	$ 1,151,013
Items not affecting cash resources:		
Changes in contract liabilities	**(191,231)**	77,793
Changes for reinsurance contracts held	**(12,672)**	27,378
Fair value change in fair value through profit or loss investments	**(850,970)**	(952,700)
Deferred taxes	**106,200**	70,344
Share of income of associates and joint venture	**(130,024)**	(56,393)
Other items	**14,143**	22,193
	306,558	339,628
Net change in other assets and liabilities	**8,367**	(113,479)
	314,925	226,149
Financing		
Cash dividends to shareholders	**(416,581)**	(570,731)
Cash dividends by subsidiaries to non-controlling interests	**(87,693)**	(95,866)
Purchases of subsidiary shares	**(776)**	(106)
Share purchases	**(10,272)**	(105)
Redemption of subordinated debt by Empire Life	**(200,000)**	—
Issuance of subordinated debt by Empire Life	**248,910**	—
Transactions with non-controlling interests	**2,500**	—
Interest paid on borrowings	**(19,054)**	(19,312)
	(482,966)	(686,120)
Investing		
Purchases of investments	**(3,191,692)**	(2,136,709)
Proceeds from sale or maturity of investments	**3,274,730**	2,594,278
Net purchases of other assets	**(10,783)**	(20,523)
Dividends from associates	**44,684**	49,139
	116,939	486,185
(Decrease) increase in cash and cash equivalents	**(51,102)**	26,214
Cash and cash equivalents, beginning of the period	**564,400**	373,413
Cash and cash equivalents, end of the period	**$ 513,298**	$ 399,627
Fair value hierarchy for cash and cash equivalents:		
Level 1	**$ 349,370**	$ 241,401
Level 2	**163,928**	158,226
	$ 513,298	$ 399,627

The accompanying notes are an integral part of these consolidated financial statements.

1. Business operations

E-L Financial Corporation Limited (the “Company”) is an investment and insurance holding company, publicly traded on the Toronto Stock Exchange and incorporated under the laws of Ontario.

The head office, principal address and registered office of the Company is located at 165 University Avenue, Toronto, Ontario, M5H 3B8.

The interim condensed consolidated financial statements were approved by the Company’s Board of Directors on November 10, 2026.

2. Material Accounting Policies

(a) Basis of preparation

These unaudited interim condensed consolidated financial statements are prepared in accordance with International Accounting Standard 34 Interim Financial Reporting as issued by the International Accounting Standards Board (“IASB”) (“IFRS Accounting Standards”) and follow the same accounting policies and methods as the most recent annual financial statements. These unaudited interim condensed consolidated financial statements do not include all of the disclosures required under IFRS Accounting Standards for annual financial statements and should be read in conjunction with the notes to the Company’s audited consolidated financial statements for the year ended December 31, 2025.

All figures included in the interim consolidated financial statements are presented in thousands of Canadian dollars, except per share amounts and where otherwise stated.

(b) Accounting changes

New and amended standards adopted in 2026

Effective January 1, 2026, the Company adopted the following new and amended accounting standards:

IFRS 9 and IFRS 7 Amendments – Classification and measurement of financial instruments

In May 2024, the IASB issued amendments to IFRS 9 and IFRS 7 relating to classification and measurement of financial instruments. The amendments clarify certain concepts relating to classification of financial assets, and introduce the option for entities to derecognize financial liabilities settled using an electronic payment system before the settlement date when certain criteria are met. The amendments also introduce certain new disclosure requirements for financial instruments measured at Fair Value Through Other Comprehensive Income (“FVOCI”) and amortized cost. These amendments are effective for annual reporting periods beginning on or after January 1, 2026, and must be applied retrospectively. There are no material impacts to the Company's interim condensed consolidated financial statements resulting from these amendments.

Standards issued but not yet applied

IFRS 18 – Presentation and Disclosures in Financial Statements

In April 2024, the IASB issued IFRS 18 Presentation and Disclosures in Financial Statements (“IFRS 18”), which will replace IAS 1. IFRS 18 introduces changes to the structure of the statement of operations, and provides enhanced principles for aggregation and disaggregation. The standard also requires disclosures in the financial statements for certain performance measures reported outside of an entity's financial statements (Management-defined Performance Measures). IFRS 18 is effective for annual reporting periods beginning on or after January 1, 2027, and must be applied retrospectively. The Company is currently evaluating the impact that this standard will have on its interim condensed consolidated financial statements.

3. Investments – corporate

Investments – corporate includes the investments held at the corporate level of E-L Financial and the investment holdings of it's subsidiary, United Corporations Limited ("United").

Invested assets

The following table provides a comparison of carrying values by class of asset:

	September 30 2026	December 31 2025
Preferred shares	$ 1,747	$ 1,686
Common shares and units		
Canada	1,479,790	1,288,380
U.S.	5,305,078	4,873,584
Europe and United Kingdom	1,373,791	1,381,248
Other	1,147,180	851,382
Total common shares and units	9,305,839	8,394,594
Total	$ 9,307,586	$ 8,396,280

The Company's investment in common shares and units includes shares of public and private companies. As at September 30, 2026 and December 31, 2025 all of the invested assets have been classified as FVTPL.

Investments – measured at fair value

The table below provides a comparison of the fair values by class of asset:

	As at September 30, 2026			
Asset category	Quoted Prices (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total fair value
Preferred shares	$ 689	$ —	$ 1,058	$ 1,747
Common shares and units				
Canada	103,131	—	1,376,659	1,479,790
U.S.	4,850,926	—	454,152	5,305,078
Europe and United Kingdom	1,186,227	—	187,564	1,373,791
Other	987,023	—	160,157	1,147,180
Total common shares and units	7,127,307	—	2,178,532	9,305,839
Total	$ 7,127,996	$ —	$ 2,179,590	$ 9,307,586

	As at December 31, 2025			
Asset category	Quoted Prices (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total fair value
Preferred shares	$ 628	$ —	$ 1,058	$ 1,686
Common shares and units				
Canada	76,479	—	1,211,901	1,288,380
U.S.	4,468,387	—	405,197	4,873,584
Europe and United Kingdom	1,206,037	—	175,211	1,381,248
Other	762,917	—	88,465	851,382
Total common shares and units	6,513,820	—	1,880,774	8,394,594
Total	$ 6,514,448	$ —	$ 1,881,832	$ 8,396,280

The classification of a financial instrument into a level is based on the lowest level of input that is significant to the determination of the fair value. Transfers between fair value hierarchy levels are

considered effective from the beginning of the reporting period in which the transfer is identified. There were no transfers of financial instruments between Level 1, Level 2 or Level 3 for the nine month period ended September 30, 2026 or during the year ended December 31, 2025.

A summary of changes in the fair values of Level 3 financial instruments measured at Fair Value Through Profit or Loss ("FVTPL") as at September 30, 2026 and December 31, 2025 is as follows:

	9 months 2026	12 months 2025
Balance beginning of period	$ 1,881,832	$ 1,637,248
Net fair value change	260,212	249,072
Sales and distributions	(29,235)	(47,731)
Purchases	66,781	43,243
Balance end of period	$ 2,179,590	$ 1,881,832

The Company has securities lending agreements with its custodian. Under these agreements, the custodian may lend securities from the Company's portfolio to other institutions, as approved by the Company, for periods of time. At September 30, 2026 the Company had loaned securities with a fair value of $800,865 (December 31, 2025 - $701,231) and received approximately $840,919 (December 31, 2025 - $736,300) in collateral.

In the normal course of business, investment commitments are outstanding which are not reflected in the consolidated financial statements. As of September 30, 2026, E-L Corporate has $386,723 (December 31, 2025 - $352,396) in unfunded commitments in limited partnerships.

For analysis of the Company's risks arising from financial instruments, refer to Note 14 – E-L Corporate risk management.

4. Investments – insurance

The Empire Life Insurance Company ("Empire Life") invested assets

The table below provides a comparison of the fair values by class of asset:

	As at September 30, 2026			
Asset category	Quoted Prices (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total fair value
Short-term investments	$ —	$ 7,061	$ —	$ 7,061
Bonds	—	7,742,893	18,951	7,761,844
Preferred shares	690,290	—	—	690,290
Common shares	711,730	5,006	39,588	756,324
Derivative assets	5,077	21,430	107	26,614
Mortgages	—	56,663	—	56,663
Loans	—	110,979	—	110,979
Total	$ 1,407,097	$ 7,944,032	$ 58,646	$ 9,409,775

	As at December 31, 2025			
Asset category	Quoted Prices (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total fair value
Short-term investments	$ —	$ 444	$ —	$ 444
Bonds	—	7,918,962	23,535	7,942,497
Preferred shares	698,465	—	—	698,465
Common shares	647,028	5,006	22,964	674,998
Derivative assets	8,078	7,095	107	15,280
Mortgages	—	66,399	—	66,399
Loans	—	87,658	—	87,658
Total	$ 1,353,571	$ 8,085,564	$ 46,606	$ 9,485,741

The classification of a financial instrument into a level is based on the lowest level of input that is significant to the determination of the fair value. There were no transfers between Level 1, Level 2 and Level 3 for the nine months period ended September 30, 2026 or during the year ended December 31, 2025.

A summary of changes in the fair values of Level 3 financial instruments measured at FVTPL as at September 30, 2026 and December 31, 2025:

	9 months 2026	12 months 2025
Balance beginning of period	$ 46,606	$ 36,595
Purchases	13,862	9,118
Sales	(4,858)	(1,338)
Net fair value change	3,036	2,231
Balance end of period	$ 58,646	$ 46,606

Derivative financial instruments

The values of derivative instruments are set out in the following table. Notional amounts serve as the basis for payments calculated under derivative contracts and are generally not exchanged.

		September 30, 2026			December 31, 2025		
	Maturity	Notional Principal	Fair Value Assets	Fair Value Liabilities [1]	Notional Principal	Fair Value Assets	Fair Value Liabilities
Foreign currency forwards	Within 1 year	$ 247,843	$ 128	$ 5,723	$ 210,752	$ 3,419	$ 6
Equity options	Within 5 years	813,049	5,184	—	1,309,692	8,185	—
Interest rate swaps	Within 5 years	50,000	1,604	—	—	—	—
	Over 5 years	1,350,000	16,928	100,634	1,000,000	1,067	44,244
Cross currency swaps	Within 5 years	51,745	160	1,463	25,706	—	409
	Over 5 years	159,434	2,610	3,154	113,890	2,609	2,220
Total		$ 2,672,071	$ 26,614	$ 110,974	$ 2,660,040	$ 15,280	$ 46,879

[1]The gross amounts of these derivative assets and derivative liabilities are included in the Statement of Financial Position, and do not offset as the rights of offset are conditional. Financial collateral of $119,640 as at September 30, 2026 (December 31, 2025 - $123,241) has been pledged to counterparties.

Securities lending

Empire Life has a securities lending agreement with its custodian. Under this agreement, the custodian may lend securities from Empire Life's portfolio to other institutions, as approved by Empire Life, for periods of time. As at September 30, 2026 and December 31, 2025, the aggregate fair values of the Empire's securities loaned and the collateral received were as follows:

As at	September 30, 2026			December 31, 2025		
	General Funds	Segregated Funds	Total	General Funds	Segregated Funds	Total
Value of securities loaned	$ 1,543,877	$ 1,796,808	$ 3,340,685	$ 1,384,293	$ 1,724,790	$ 3,109,083
Value of collateral received	$ 1,574,773	$ 1,832,788	$ 3,407,561	$ 1,412,187	$ 1,759,530	$ 3,171,717

5. Investments in associates and joint venture

Investments in associates by operating segment are as follows:

	September 30 2026	December 31 2025
E-L Corporate	$ 605,143	$ 514,094
Empire Life	120,432	113,023
Total	$ 725,575	$ 627,117

E-L Corporate

The E-L Corporate segment has two investments in associates, Algoma Central Corporation ("Algoma") and Economic Investment Trust Limited ("Economic").

Algoma is incorporated in Canada and is listed on the Toronto Stock Exchange under the symbol "ALC". Algoma owns and operates the largest Canadian flag fleet of dry and liquid bulk carriers operating on the Great Lakes - St. Lawrence Waterway.

Economic is a closed-end investment corporation incorporated in Canada and is listed on the Toronto Stock Exchange under the symbol "EVT". Economic is an investment vehicle for long-term growth through investments in common equities.

	September 30, 2026			December 31, 2025		
	Ownership	Carrying value	Fair value	Ownership	Carrying value	Fair value
Algoma	34.9 %	$ 330,454	$ 335,140	34.9 %	$ 263,130	$ 269,102
Economic	24.9 %	274,689	316,818	24.9 %	250,964	289,855
Total		$ 605,143	$ 651,958		$ 514,094	$ 558,957

The following table details the movement during the period:

	9 months 2026	12 months 2025
Balance, beginning of the period	$ 514,094	$ 465,681
Income recorded in the statements of income:		
Share of income	89,357	111,583
Net impairment reversal (write down)	35,880	(12,409)
	125,237	99,174
Share of other comprehensive income (loss)	8,020	(1,471)
	133,257	97,703
Dividends received during the period	(42,208)	(49,290)
Balance, end of the period	$ 605,143	$ 514,094

The E-L Corporate's associates are measured using the equity method. As at September 30, 2026, the fair value of the investments in associates was $651,958 (December 31, 2025 - $558,957). Fair value is based on the close price for each investment multiplied by the corresponding number of common shares held.

Impairment

Based on an impairment review of the investments in associates at September 30, 2026, an impairment reversal of $35,880 (September 30, 2025 - an impairment provision of $12,409) has been recorded in net income. The recoverable amount was based on quoted market prices, which are classified as Level 1 in the fair value measurement hierarchy.

Financial information

Summarized below are the assets, liabilities, revenue, net income and comprehensive income of E-L Corporate's associates.

	Algoma		Economic	
	September 30 2026	December 31 2025	September 30 2026	December 31 2025
Cash and cash equivalents	$ 38,331	$ 37,158	$ 6,811	$ 5,376
Other current assets	231,814	138,426	1,830,214	1,672,070
Non-current assets	1,823,887	1,595,120	—	—
	2,094,032	1,770,704	1,837,025	1,677,446
Current liabilities	315,496	246,216	602	3,110
Non-current liabilities	680,105	516,148	180,377	155,163
	995,601	762,364	180,979	158,273
Net assets	$ 1,098,431	$ 1,008,340	$ 1,656,046	$ 1,519,173

	Algoma		Economic	
Nine months ended September 30	2026	2025	2026	2025
Revenue	$ 673,805	$ 546,951	$ 306,998	$ 347,960
Net income	$ 91,993	$ 49,040	$ 271,247	$ 309,284
Other comprehensive income	23,011	977	—	—
Total comprehensive income	$ 115,004	$ 50,017	$ 271,247	$ 309,284

At September 30, 2026, Algoma has financial commitments of $258,023 (December 31, 2025 - $295,326).

E-L Corporate received the following dividends during the period from the associates:

	Algoma		Economic		Total	
	2026	2025	2026	2025	2026	2025
Dividends received	$ 8,908	$ 8,485	$ 33,300	$ 37,573	$ 42,208	$ 46,058

On March 31, 2026 Economic paid special and additional dividends of $2.38 per common share resulting in E-L Corporate receiving a dividend of $32,086.

6. Non-insurance investment and other income

Non-insurance investment and other income is comprised of the following:

	Three months ended September 30		Nine months ended September 30	
	2026	2025	2026	2025
Interest income	$ 1,506	$ 1,008	$ 4,797	$ 4,220
Fee income	18,683	9,743	55,387	27,209
Dividend income	31,706	35,566	152,605	160,021
Other	(801)	2,802	(925)	5,163
Total	$ 51,094	$ 49,119	$ 211,864	$ 196,613

7. Net investment and insurance finance result

Net investment and insurance finance result is comprised of the following:

	Three months ended September 30		Nine months ended September 30	
	2026	2025	2026	2025
Net investment result, excluding segregated fund account balances				
Interest and other investment income	$ 110,447	$ 108,208	$ 335,368	$ 318,241
Change in fair value of investments	(578,550)	113,944	(433,844)	794
Investment income (loss), excluding segregated fund account balances	(468,103)	222,152	(98,476)	319,035
Change in investment contracts	871	(9,699)	(8,375)	(21,634)
Net investment result, excluding segregated fund account balances	(467,232)	212,453	(106,851)	297,401
Insurance finance income (expense), excluding segregated fund account balances				
Interest accreted	(45,139)	(47,908)	(131,143)	(140,615)
Effect of changes in interest rates and other financial assumptions	356,588	(4,531)	236,447	106,336
Changes in fair value of underlying items in insurance contracts with direct participation features	34,792	(35,821)	(11,442)	(66,764)
Effects of risk mitigation option	76,294	(4,444)	68,524	16,013
Insurance finance income (expense), excluding segregated fund account balances	422,535	(92,704)	162,386	(85,030)
Reinsurance finance income (expense)				
Interest accreted	206	280	613	1,396
Effect of changes in interest rates and other financial assumptions	11	(5,201)	(707)	(863)
Reinsurance finance income (expense)	217	(4,921)	(94)	533
Investment income on investments for segregated fund account balances				
Investment income on investments for segregated fund account balances, insurance contracts	15,858	568,169	964,966	1,011,607
Investment income on investments for segregated fund account balances, investment contracts	209	17,012	27,656	29,899
Investment income on investments for segregated fund account balances	16,067	585,181	992,622	1,041,506
Insurance finance expense, segregated fund account balances				
Insurance finance expense, insurance contracts segregated fund account balances	(15,858)	(568,169)	(964,966)	(1,011,607)
Change in investment contracts, segregated fund account balances	(209)	(17,012)	(27,656)	(29,899)
Insurance finance expense, segregated fund account balances	(16,067)	(585,181)	(992,622)	(1,041,506)
Net investment and insurance finance result	$ (44,480)	$ 114,828	$ 55,441	$ 212,904

With regards to general fund assets and liabilities, the duration of insurance contract liability cash flows is greater than the assets supporting them. Hence, the liabilities are generally more sensitive to interest rate changes than the assets. Changes in equity values and other non-fixed income assets that are not passed through to policyholders generally have an impact on investment income with no offsetting change in insurance finance income (expense).

Amounts related to change in investment contracts, which includes deferred annuities and guaranteed annuities, arise from discount rates that include a provision to reflect Empire Life's own credit risk and an illiquidity adjustment. With regards to insurance contracts measured using the VFA, the change in the underlying items would be recognized both as insurance finance income (or expense) and investment income (loss), with offsetting impacts. For these contracts, changes in the effect of time value of money and financial risk not arising from underlying items adjusts the CSM and are not included in the insurance finance income (expense) amounts presented in the table above, except to the extent that the risk mitigation option applies.

Investment income, excluding segregated fund account balances

	Three months ended September 30		Nine months ended September 30	
	2026	2025	2026	2025
Investment income (loss), excluding segregated fund account balances				
Interest and other investment income				
Interest income	$ 97,703	$ 99,513	$ 292,339	$ 282,861
Dividend income	10,952	10,011	38,219	36,144
Income from investments in associates and joint venture	1,781	(1,322)	4,787	(779)
Other	11	6	23	15
Total interest and other investment income	110,447	108,208	335,368	318,241
Net realized and unrealized gain (loss)	(578,550)	113,944	(433,844)	794
Total investment (loss) income, excluding segregated fund account balances	$ (468,103)	$ 222,152	$ (98,476)	$ 319,035

8. Other assets

Other assets are comprised of the following:

	September 30, 2026	December 31, 2025
Accrued investment income	$ 80,794	$ 58,307
Income taxes receivable	46,656	52,987
Property and equipment	4,535	859
Intangible assets	67,336	78,491
Goodwill	38,891	38,891
Other	137,164	98,765
Total	$ 375,376	$ 328,300

9. Segregated funds

The following table identifies segregated fund assets by category of asset:

	September 30, 2026			December 31, 2025		
	Insurance Contracts	Investment Contracts	Total	Insurance Contracts	Investment Contracts	Total
Cash	$ 8,154	$ 590	$ 8,744	$ 5,676	$ 460	$ 6,136
Short-term investments	553,227	20,024	573,251	565,728	15,781	581,509
Bonds	1,765,623	111,661	1,877,284	1,809,903	109,504	1,919,407
Common and preferred shares	8,292,882	291,361	8,584,243	7,453,767	276,375	7,730,142
	10,619,886	423,636	11,043,522	9,835,074	402,120	10,237,194
Add: other assets	(1,402)	342	(1,060)	36,365	(408)	35,957
Less: segregated funds held within general fund investments	(11,340)	(119,979)	(131,319)	(10,547)	(114,995)	(125,542)
Total	$10,607,144	$ 303,999	$10,911,143	$ 9,860,892	$ 286,717	$10,147,609

The following table presents the investments of the segregated funds measured on a recurring basis at fair value classified by the fair value hierarchy:

	September 30, 2026			December 31, 2025		
	Level 1	Level 2	Total	Level 1	Level 2	Total
Cash	$ 8,744	$ —	$ 8,744	$ 6,136	$ —	$ 6,136
Short-term investments	—	573,251	573,251	—	581,509	581,509
Bonds	—	1,877,284	1,877,284	—	1,919,407	1,919,407
Common and preferred shares	8,584,243	—	8,584,243	7,730,142	—	7,730,142
Total	$ 8,592,987	$ 2,450,535	$11,043,522	$ 7,736,278	$ 2,500,916	$10,237,194

There were no transfers between Level 1 and Level 2 during the nine months ended September 30, 2026 or during the year ended December 31, 2025. There were no level 3 investments as at September 30, 2026 or December 31, 2025.

The following table presents the change in segregated fund assets:

	Three months ended September 30		Nine months ended September 30	
	2026	2025	2026	2025
Segregated fund assets beginning of the period	$ 10,933,000	$ 9,534,540	$ 10,147,609	$ 9,393,738
Additions to segregated funds:				
Amount received from policyholders	371,586	244,267	1,144,295	772,031
Interest	23,822	24,564	70,255	70,937
Dividends	28,916	27,370	94,873	97,969
Other income	4,038	5,405	15,742	10,946
Net realized gains on sale of investments	105,365	102,201	602,108	466,891
Net unrealized increase in fair value of investments	—	425,641	209,643	394,763
	533,727	829,448	2,136,916	1,813,537
Deductions from segregated funds:				
Amounts withdrawn or transferred by policyholders	331,560	279,482	1,140,675	988,591
Net unrealized decrease in fair value of investments	146,074	—	—	—
Management fees and other operating costs	77,974	69,342	226,929	201,492
	555,608	348,824	1,367,604	1,190,083
Net change in segregated funds held within general fund investments	24	(7,329)	(5,778)	(9,357)
Segregated fund assets end of the period	$ 10,911,143	$ 10,007,835	$ 10,911,143	$ 10,007,835

10. Insurance contracts and reinsurance contracts held assets/liabilities

Assets and liabilities

The breakdown of portfolios of insurance contracts and reinsurance contracts held, that are in an asset position and those in a liability position is set out in the table below:

As at	September 30, 2026			December 31, 2025		
	(Assets)	Liabilities	Total	(Assets)	Liabilities	Total
Insurance contracts						
Insurance contracts not measured under PAA, excluding segregated fund account balances	$ —	$ 6,111,947	$ 6,111,947	$ —	$ 6,323,160	$ 6,323,160
Insurance contracts measured under PAA	—	527,406	527,406	—	505,147	505,147
Insurance contracts, excluding segregated fund account balances	—	6,639,353	6,639,353	—	6,828,307	6,828,307
Insurance contracts for segregated fund account balances	—	10,607,144	10,607,144	—	9,860,892	9,860,892
Total insurance contracts	—	17,246,497	17,246,497	—	16,689,199	16,689,199
Less insurance contracts measured under PAA	—	(527,406)	(527,406)	—	(505,147)	(505,147)
Total insurance contracts not measured under PAA	$ —	$16,719,091	$16,719,091	$ —	$16,184,052	$16,184,052
Reinsurance contracts held						
Reinsurance contracts held not measured under PAA	$ (109,941)	$ 236,311	$ 126,370	$ (123,222)	$ 248,529	$ 125,307
Reinsurance contracts held measured under PAA	(217,146)	—	(217,146)	(203,411)	—	(203,411)
Total reinsurance contracts held	$ (327,087)	$ 236,311	$ (90,776)	$ (326,633)	$ 248,529	$ (78,104)

Analysis by measurement component for insurance contracts

The tables below present a roll-forward of the net asset or liability for insurance contracts issued showing estimates of the present value of future cash flows, risk adjustment for non-financial risk and CSM. These tables exclude insurance contracts measured using the Premium Allocation Approach ("PAA").

For the nine months ended September 30, 2026			Contractual service margin		Total
	Estimates of present value of future cash flows	Risk adjustment for non-financial risk	Fair value approach	Post transition	
Insurance contracts at beginning of period					
Insurance contract liabilities, excluding segregated fund account balances	$ 3,799,569	$ 1,120,708	$ 1,204,893	$ 197,990	$ 6,323,160
Insurance contract liabilities for segregated fund account balances	9,860,892	—	—	—	9,860,892
Total insurance contracts beginning of period	13,660,461	1,120,708	1,204,893	197,990	16,184,052
Changes that relate to current services					
CSM recognized for services provided			(105,573)	(18,933)	(124,506)
Change in risk adjustment for non-financial risk for risk expired		(51,665)			(51,665)
Experience adjustments	(5,661)				(5,661)
Changes that relate to future services					
Contracts initially recognized in the period	(96,747)	73,496	—	32,510	9,259
Changes in estimates that adjust the CSM	72,785	(31,226)	(57,595)	16,036	—
Changes in estimates that do not adjust the CSM	22,820	(21,454)			1,366
Changes that relate to past services					
Adjustments to liabilities for incurred claims	(68)	5	—	—	(63)
Insurance service result	(6,871)	(30,844)	(163,168)	29,613	(171,270)
Insurance finance expense, excluding segregated fund account balances	(167,922)	(11,662)	11,412	3,466	(164,706)
Insurance finance expense, segregated fund account balances	964,966				964,966
Total changes in the consolidated statement of income	790,173	(42,506)	(151,756)	33,079	628,990
Cash flows					
Premiums received	733,767				733,767
Claims and other expenses paid	(462,906)				(462,906)
Insurance acquisition cash flows	(146,098)				(146,098)
Total cash flows	124,763				124,763
Movements related to insurance contract liabilities for segregated fund account balances	(218,714)				(218,714)
Total insurance contracts at end of period	$ 14,356,683	$ 1,078,202	$ 1,053,137	$ 231,069	$ 16,719,091
Insurance contracts at end of period					
Insurance contract liabilities, excluding segregated fund account balances	$ 3,749,539	$ 1,078,202	$ 1,053,137	$ 231,069	$ 6,111,947
Insurance contract liabilities for segregated fund account balances	10,607,144	—	—	—	10,607,144
Total insurance contracts at end of period	$ 14,356,683	$ 1,078,202	$ 1,053,137	$ 231,069	$ 16,719,091

(all dollar figures in thousands of Canadian dollars, except per share amounts and where otherwise stated)

For the year ended December 31, 2025	Estimates of present value of future cash flows	Risk adjustment for non-financial risk	Contractual service margin		Total
			Fair value approach	Post transition	
Insurance contracts at beginning of year					
Insurance contract liabilities, excluding segregated fund account balances	$ 3,796,532	$ 1,120,159	$ 1,364,892	$ 150,686	$ 6,432,269
Insurance contract liabilities for segregated fund account balances	9,140,742	—	—	—	9,140,742
Total insurance contracts beginning of year	12,937,274	1,120,159	1,364,892	150,686	15,573,011
Changes that relate to current services					
CSM recognized for services provided			(154,301)	(19,365)	(173,666)
Change in risk adjustment for non-financial risk for risk expired		(66,012)			(66,012)
Experience adjustments	(8,914)				(8,914)
Changes that relate to future services					
Contracts initially recognized in the period	(139,945)	105,450	—	45,806	11,311
Changes in estimates that adjust the CSM	24,838	(16,379)	(25,001)	16,542	—
Changes in estimates that do not adjust the CSM	41,132	(31,183)			9,949
Changes that relate to past services					
Adjustments to liabilities for incurred claims	891	(8)	—	—	883
Insurance service result	(81,998)	(8,132)	(179,302)	42,983	(226,449)
Insurance finance expense, excluding segregated fund account balances	(33,855)	8,681	19,303	4,321	(1,550)
Insurance finance expense, segregated fund account balances	1,205,093				1,205,093
Total changes in the consolidated statement of income	1,089,240	549	(159,999)	47,304	977,094
Cash flows					
Premiums received	936,382				936,382
Claims and other expenses paid	(621,460)				(621,460)
Insurance acquisition cash flows	(196,032)				(196,032)
Total cash flows	118,890				118,890
Movements related to insurance contract liabilities for segregated fund account balances	(484,943)				(484,943)
Total insurance contracts at end of year	$ 13,660,461	$ 1,120,708	$ 1,204,893	$ 197,990	$ 16,184,052
Insurance contracts at end of year					
Insurance contract liabilities, excluding segregated fund account balances	$ 3,799,569	$ 1,120,708	$ 1,204,893	$ 197,990	$ 6,323,160
Insurance contract liabilities for segregated fund account balances	9,860,892	—	—	—	9,860,892
Total insurance contracts at end of year	$ 13,660,461	$ 1,120,708	$ 1,204,893	$ 197,990	$ 16,184,052

Analysis by remaining coverage and incurred claims for insurance contracts

The table below present a roll-forward of the net asset or liability for all insurance contracts issued showing liabilities for remaining coverage and liability for incurred claims. These tables include insurance contracts measured using the PAA.

For the nine months ended September 30, 2026	Remaining Coverage		Incurred claims			Total
				Contracts using PAA		
	Excluding loss component	Loss component	Contracts not using PAA	Estimate of PV of future cash flows	Risk adjustment	
Insurance contracts at beginning of period						
Insurance contract liabilities, excluding segregated fund account balances	$ 6,116,877	$ 32,477	$ 160,974	$ 473,301	$ 44,678	$ 6,828,307
Insurance contract liabilities for segregated fund account balances	9,860,892	—	—	—	—	9,860,892
Total insurance contract at beginning of period	15,977,769	32,477	160,974	473,301	44,678	16,689,199
Insurance revenue						
Contracts under fair value approach	(478,993)					(478,993)
Contracts post transition	(715,138)					(715,138)
Insurance service expenses						
Incurred claims and other expenses		(1,918)	392,225	518,560	—	908,867
Amortization of insurance acquisition cash flows	56,288					56,288
Losses and reversal of losses on onerous contracts		10,625	—	—	—	10,625
Adjustments to liabilities for incurred claims		—	(63)	23,539	2,600	26,076
Investment components	(99,030)		99,030			—
Insurance service result	(1,236,873)	8,707	491,192	542,099	2,600	(192,275)
Insurance finance expense, excluding segregated fund account balances	(165,820)	1,316	—	2,329	(211)	(162,386)
Insurance finance expense, segregated fund account balances	964,966					964,966
Total changes in the consolidated statement of income	(437,727)	10,023	491,192	544,428	2,389	610,305
Cash flows						
Premiums received	1,297,750					1,297,750
Claims and other expenses paid			(462,906)	(523,039)		(985,945)
Insurance acquisition cash flows	(146,098)					(146,098)
Total cash flows	1,151,652		(462,906)	(523,039)		165,707
Movements related to insurance contract liabilities for segregated fund account balances	(218,714)		—			(218,714)
Total insurance contracts at end of period	$16,472,980	$ 42,500	$ 189,260	$ 494,690	$ 47,067	$17,246,497
Insurance contracts at end of period						
Insurance contract liabilities, excluding segregated fund account balances	$ 5,865,836	$ 42,500	$ 189,260	$ 494,690	$ 47,067	$ 6,639,353
Insurance contract liabilities for segregated fund account balances	10,607,144	—	—	—	—	10,607,144
Total insurance contracts at end of period	$16,472,980	$ 42,500	$ 189,260	$ 494,690	$ 47,067	$17,246,497

(all dollar figures in thousands of Canadian dollars, except per share amounts and where otherwise stated)

For the year ended December 31, 2025	Remaining coverage		Incurred claims			Total
				Contracts using PAA		
	Excluding loss component	Loss component	Contracts not using PAA	Estimate of PV of future cash flows	Risk adjustment	
Insurance contracts at beginning of year						
Insurance contract liabilities	$ 6,239,089	$ 11,487	$ 167,836	$ 409,871	$ 40,153	$ 6,868,436
Insurance contract liabilities for segregated fund account balances	9,140,742	—	—	—	—	9,140,742
Total insurance contract at beginning of year	15,379,831	11,487	167,836	409,871	40,153	16,009,178
Insurance revenue						
Contracts under fair value approach	(649,215)					(649,215)
Contracts post transition	(880,933)					(880,933)
Insurance service expenses						
Incurred claims and other expenses		(1,032)	489,750	663,571	—	1,152,289
Amortization of insurance acquisition cash flows	59,948					59,948
Losses and reversal of losses on onerous contracts		21,260	—	—	—	21,260
Adjustments to liabilities for incurred claims		—	883	47,867	4,199	52,949
Investment components	(123,965)		123,965			—
Insurance service result	(1,594,165)	20,228	614,598	711,438	4,199	(243,702)
Insurance finance expense, excluding segregated fund account balances	(2,183)	762	—	5,415	326	4,320
Insurance finance expense, segregated fund account balances	1,205,093					1,205,093
Total changes in the consolidated statement of income	(391,255)	20,990	614,598	716,853	4,525	965,711
Cash flows						
Premiums received	1,670,168					1,670,168
Claims and other expenses paid			(621,460)	(653,423)		(1,274,883)
Insurance acquisition cash flows	(196,032)					(196,032)
Total cash flows	1,474,136		(621,460)	(653,423)		199,253
Movements related to insurance contract liabilities for segregated fund account balances	(484,943)		—			(484,943)
Total insurance contracts at end of year	$15,977,769	$ 32,477	$ 160,974	$ 473,301	$ 44,678	$16,689,199
Insurance contracts at end of year						
Insurance contract liabilities, excluding segregated fund account balances	$ 6,116,877	$ 32,477	$ 160,974	$ 473,301	$ 44,678	$ 6,828,307
Insurance contract liabilities for segregated fund account balances	9,860,892	—	—	—	—	9,860,892
Total insurance contracts at end of year	$15,977,769	$ 32,477	$ 160,974	$ 473,301	$ 44,678	$16,689,199

Insurance service revenue

	For the three months ended		For the nine months ended	
	September 30, 2026	September 30, 2025	September 30, 2026	September 30, 2025
Contracts not measured under the PAA				
CSM recognized for services provided	$ 38,670	$ 43,085	$ 124,506	$ 131,897
Change in risk adjustment for non-financial risk for risk expired	16,865	16,279	51,179	48,986
Expected claims and other insurance service expenses	135,146	125,034	396,454	369,020
Recovery of insurance acquisition cash flows	19,522	15,518	56,288	43,302
Total	210,203	199,916	628,427	593,205
Contracts measured under the PAA	189,844	185,988	565,704	544,986
Total insurance service revenue	$ 400,047	$ 385,904	$ 1,194,131	$ 1,138,191

Analysis by measurement component for reinsurance contracts held

The tables below present a roll-forward of the net asset or liability for reinsurance contracts held showing estimates of the present value of future cash flows, risk adjustment for non-financial risk and CSM. These tables exclude reinsurance contracts held measured using the PAA.

For the nine months ended September 30, 2026	Estimates of present value of future cash flows	Risk adjustment for non-financial risk	Contractual service margin		Total
			Fair value approach	Post transition	
Reinsurance contracts held at beginning of period					
Reinsurance contracts held (assets)	$ 280,792	$ (329,322)	$ (159,876)	$ 85,184	$ (123,222)
Reinsurance contract held liabilities	289,736	(66,842)	25,449	186	248,529
Net reinsurance contracts held at beginning of period	570,528	(396,164)	(134,427)	85,370	125,307
Changes that relate to current services					
CSM recognized for services received			12,795	(8,487)	4,308
Risk adjustment recognized for non-financial risk expired		22,047			22,047
Experience adjustments	15,529				15,529
Changes that relate to future services					
Contracts initially recognized in the period	7,493	(32,164)	—	17,743	(6,928)
Changes in estimates that adjust the CSM	(62,570)	21,188	31,064	10,318	—
Changes in estimates that adjust recoveries of losses on onerous underlying contracts	(9,551)	6,819			(2,732)
Changes in recoveries of losses on onerous underlying contracts that adjust the CSM			559	2,129	2,688
Changes that relate to past services					
Changes in amounts recoverable arising from changes in liability for incurred claims	—	—			—
Reinsurance service result	(49,099)	17,890	44,418	21,703	34,912
Reinsurance finance (income) expense	(1,276)	4,122	(3,110)	3,020	2,756
Total changes in the consolidated statement of income	(50,375)	22,012	41,308	24,723	37,668
Cash flows					
Premiums paid	(127,725)				(127,725)
Amounts received	91,120				91,120
Total cash flows	(36,605)				(36,605)
Net reinsurance contracts held at end of period	$ 483,548	$ (374,152)	$ (93,119)	$ 110,093	$ 126,370
Reinsurance contracts held at end of period					
Reinsurance contracts held (assets)	$ 223,729	$ (313,725)	$ (129,313)	$ 109,368	$ (109,941)
Reinsurance contracts held liabilities	259,819	(60,427)	36,194	725	236,311
Net reinsurance contracts held at end of period	$ 483,548	$ (374,152)	$ (93,119)	$ 110,093	$ 126,370

(all dollar figures in thousands of Canadian dollars, except per share amounts and where otherwise stated)

For the year ended December 31, 2025	Estimates of present value of future cash flows	Risk adjustment for non-financial risk	Contractual service margin		Total
			Fair value approach	Post transition	
Reinsurance contracts held at beginning of year					
Reinsurance contracts held (assets)	$ 328,320	$ (312,915)	$ (195,362)	$ 64,915	$ (115,042)
Reinsurance contracts held liabilities	263,190	(69,762)	25,454	(137)	218,745
Net reinsurance contracts held at beginning of year	591,510	(382,677)	(169,908)	64,778	103,703
Changes that relate to current services					
CSM recognized for services received			20,727	(8,654)	12,073
Risk adjustment recognized for non-financial risk expired		27,471			27,471
Experience adjustments	8,839				8,839
Changes that relate to future services					
Contracts initially recognized in the period	13,440	(46,873)	—	26,508	(6,925)
Changes in estimates that adjust the CSM	(25,750)	8,525	19,667	(2,442)	—
Changes in estimates that adjust recoveries of losses on onerous underlying contracts	1,461	971			2,432
Changes in recoveries of losses on onerous underlying contracts that adjust the CSM			471	1,756	2,227
Changes that relate to past services					
Changes in amounts recoverable arising from changes in liability for incurred claims	(4,158)	—			(4,158)
Reinsurance service result	(6,168)	(9,906)	40,865	17,168	41,959
Reinsurance finance (income) expense	7,039	(3,581)	(5,384)	3,424	1,498
Total changes in the consolidated statement of income	871	(13,487)	35,481	20,592	43,457
Cash flows					
Premiums paid	(156,638)				(156,638)
Amounts received	134,785				134,785
Total cash flows	(21,853)				(21,853)
Net reinsurance contracts held at end of year	$ 570,528	$ (396,164)	$ (134,427)	$ 85,370	$ 125,307
Reinsurance contracts held at end of year					
Reinsurance contracts held (assets)	$ 280,792	$ (329,322)	$ (159,876)	$ 85,184	$ (123,222)
Reinsurance contracts held liabilities	289,736	(66,842)	25,449	186	248,529
Net reinsurance contracts held at end of year	$ 570,528	$ (396,164)	$ (134,427)	$ 85,370	$ 125,307

Analysis by remaining coverage and incurred claims for reinsurance contracts held

The tables below present a roll-forward of the net asset or liability for all reinsurance contracts held showing (assets) liabilities for remaining coverage and amounts recoverable on incurred claims. These tables include reinsurance contracts held measured using the PAA.

For the nine months ended September 30, 2026	Remaining coverage		Incurred claims			Total
				Contracts using PAA		
	Excluding loss recovery component	Loss recovery component	Contracts not using PAA	Estimate of PV of future cash flows	Risk adjustment	
Reinsurance contracts held (assets) liabilities at beginning of period						
Reinsurance contracts held (assets)	$ (81,977)	$ (5,436)	$ (35,381)	$ (187,221)	$ (16,618)	$ (326,633)
Reinsurance contracts held liabilities	248,525	(1)	1	4	—	248,529
Net reinsurance contracts held liabilities (assets) at beginning of period	166,548	(5,437)	(35,380)	(187,217)	(16,618)	(78,104)
Allocation of premiums paid						
Contracts under fair value approach	110,060					110,060
Contracts post transition	164,580					164,580
Amounts recoverable from reinsurers						
Amounts recoverable for claims and other expenses incurred in the period		2,632	(90,693)	(136,025)	—	(224,086)
Changes in amounts recoverable from changes in liability for incurred claims			—	(8,587)	(1,051)	(9,638)
Changes in fulfilment cash flows which relate to onerous underlying contracts		(6,972)				(6,972)
Net income or expense from reinsurance contracts held	274,640	(4,340)	(90,693)	(144,612)	(1,051)	33,944
Reinsurance finance (income) expense	2,998	(242)	—	(2,550)	(112)	94
Total changes in the consolidated statement of income	277,638	(4,582)	(90,693)	(147,162)	(1,163)	34,038
Cash flows						
Premiums paid	(272,654)					(272,654)
Amounts received			91,120	134,824		225,944
Total cash flows	(272,654)		91,120	134,824		(46,710)
Net reinsurance contracts held liabilities (assets) at end of period	$ 171,532	$ (10,019)	$ (34,953)	$ (199,555)	$ (17,781)	$ (90,776)
Reinsurance contracts held (assets) liabilities at end of period						
Reinsurance contracts held (assets)	$ (64,785)	$ (10,013)	$ (34,953)	$ (199,555)	$ (17,781)	$ (327,087)
Reinsurance contracts held liabilities	236,317	(6)	—	—	—	236,311
Net reinsurance contracts held liabilities (assets) at end of period	$ 171,532	$ (10,019)	$ (34,953)	$ (199,555)	$ (17,781)	$ (90,776)

(all dollar figures in thousands of Canadian dollars, except per share amounts and where otherwise stated)

For the year ended December 31, 2025	Remaining coverage		Incurred claims			Total
				Contracts using PAA		
	Excluding loss recovery component	Loss recovery component	Contracts not using PAA	Estimate of PV of future cash flows	Risk adjustment	
Reinsurance contracts held (assets) liabilities at beginning of year						
Reinsurance contracts held (assets)	$ (114,934)	$ (4,268)	$ 4,159	$ (165,435)	$ (15,593)	$ (296,071)
Reinsurance contracts held liabilities	266,648	—	(47,271)	(5,528)	—	213,849
Net reinsurance contracts held liabilities (assets) at beginning of year	151,714	(4,268)	(43,112)	(170,963)	(15,593)	(82,222)
Allocation of premiums paid						
Contracts under fair value approach	149,206					149,206
Contracts post transition	202,705					202,705
Amounts recoverable from reinsurers						
Amounts recoverable for claims and other expenses incurred in the period		1,287	(122,895)	(161,821)	—	(283,429)
Changes in amounts recoverable from changes in liability for incurred claims			(4,158)	(15,524)	(1,017)	(20,699)
Changes in fulfilment cash flows which relate to onerous underlying contracts		(2,266)				(2,266)
Net income or expense from reinsurance contracts held	351,911	(979)	(127,053)	(177,345)	(1,017)	45,517
Reinsurance finance expense (income)	1,688	(190)	—	(1,343)	(8)	147
Total changes in the consolidated statement of income	353,599	(1,169)	(127,053)	(178,688)	(1,025)	45,664
Cash flows						
Premiums paid	(338,765)					(338,765)
Amounts received			134,785	162,434		297,219
Total cash flows	(338,765)		134,785	162,434		(41,546)
Net reinsurance contracts liabilities (assets) end of year	$ 166,548	$ (5,437)	$ (35,380)	$ (187,217)	$ (16,618)	$ (78,104)
Reinsurance contracts held (assets) liabilities at end of year						
Reinsurance contracts held (assets)	$ (81,977)	$ (5,436)	$ (35,381)	$ (187,221)	$ (16,618)	$ (326,633)
Reinsurance contracts held liabilities	248,525	(1)	1	4	—	248,529
Net reinsurance contracts held liabilities (assets) at end of year	$ 166,548	$ (5,437)	$ (35,380)	$ (187,217)	$ (16,618)	$ (78,104)

Management assumption updates

Impact to CSM from management assumption updates

Changes in estimates that adjust the CSM related to direct insurance contracts result in a decrease to CSM of $42 million. Net of reinsurance contracts held, the CSM impact is an increase of $3 million. Included in changes in estimates that adjust the CSM is a $74 million CSM decrease from assumption updates and model refinements during the year. Changes in estimates that adjust the CSM also include insurance experience and economic experience.

The following table presents a summary of the impact to CSM from assumption updates and model refinements, net of reinsurance contracts held (net CSM), in millions of dollars.

For the nine months ended		**September 30 2026**		September 30 2025
Components of insurance contracts and reinsurance contracts held assumption updates and model refinements				
Discount rates	$	(1)	$	(1)
Mortality		(8)		(1)
Expense		(6)		(29)
Lapse		(62)		(45)
Others		3		(6)
Total	$	(74)	$	(82)

A summary of the main assumption updates is as follows:

- Updates to future mortality assumptions result in a CSM decrease of $11 million for the Individual Insurance operating segment and an increase of $3 million for the Wealth Management operating segment. The impact is mainly related to the regular annual update of the mortality experience study.
- Updates to future maintenance expenses result in a CSM increase of $4 million for the Individual Insurance operating segment and a decrease of $10 million for the Wealth Management operating segment. The impact is mainly related to the regular annual update of the expense study; and
- Updates to lapse assumptions result in a CSM decrease of $65 million for the Individual Insurance operating segment and an increase of $3 million for the Wealth Management operating segment. The impact is mainly related to strengthening Term 10 and Whole Life 20-Pay lapse rates.

Impact to Net income before taxes from management assumption updates

Regular annual updates were made to the discount rates used for business measured under the General Measurement Model (GMM). These discount rate updates resulted in a loss of $20 million in net income before taxes, primarily impacting the Individual Insurance operating segment. The net income impact of other assumptions updates totals a gain of $8 million, primarily driven by updates to lapse rates. The total net income impact of assumption updates is a loss of $12 million, pretax.

11. Capital stock

		September 30, 2026		December 31, 2025	
	Authorized	Issued and outstanding	Amount	Issued and outstanding	Amount
Preferred shares					
Series A Preference Shares	402,733	258	$ 1	258	$ 1
First Preference Shares, Series 1	unlimited	4,000,000	100,000	4,000,000	100,000
First Preference Shares, Series 2	unlimited	4,000,000	100,000	4,000,000	100,000
First Preference Shares, Series 3	unlimited	4,000,000	100,000	4,000,000	100,000
Common shares	unlimited	345,496,900	62,225	346,101,600	62,334
Total			$ 362,226		$ 362,335

Common Share Split

On May 7, 2025, E-L Financial approved a 100 for one share split ("Common Share Split") of E-L Financial's issued and outstanding common shares. Each shareholder of record at the close of business on May 23, 2025 ("Record Date") that continued to hold their shares through May 30, 2025 ("Payment Date") received 99 additional shares for every one share held on the Record Date.

As a result of the Common Share Split, the ratio by which the Series A Preference Shares of the Company are convertible into common shares will be adjusted by a proportion corresponding to the Common Share Split ratio. The Common Share Split will not change the number of Series A Preference Shares that the Company is authorized to issue or the number of Series A Preference Shares outstanding.

Normal Course Issuer Bid

On March 10, 2026, the Company obtained approval from the TSX to renew its normal course issuer bid ("NCIB"). After adjusting for the Common Share Split, the Company can purchase up to 17,305,020 common shares between March 12, 2026 and March 11, 2027. Daily purchases (other than pursuant to a block purchase exemption) on the TSX under the NCIB are limited to 10,985 common shares. The price that the Company pays for the common shares is the prevailing market price at the time of acquisition.

During the first nine months of 2026, 604,700 common shares were purchased under the NCIB at an average price of $16.99 per share, compared to 6,600 common shares purchased at an average price of $15.96 per share during the same period in 2025.

On January 15, 2026, the Board of Directors declared a special dividend of $1.05 per common share payable March 13, 2026 to shareholders of record on March 3, 2026.

The following dividends were declared by the Board of Directors at their meeting on November 10, 2026, with a record and payable date of December 31, 2026 and January 15, 2027, respectively:

- First Preference Shares, Series 1, $0.33125 per share;
- First Preference Shares, Series 2, $0.296875 per share;
- First Preference Shares, Series 3, $0.34375 per share;
- Series A Preference Shares, $0.125 per share; and
- Common shares, $0.04 per share.

The dividends declared on November 10, 2026 will be recorded in the fourth quarter of 2026.

12. Capital management

Empire Life manages its regulatory capital in order to meet the regulatory capital adequacy requirements of the *Insurance Companies Act* as established and monitored by OSFI. OSFI has implemented the Life Insurance Capital Adequacy Test ("LICAT") framework to monitor capital adequacy. Under this framework, Empire Life's capital adequacy is measured as a ratio of available capital plus surplus allowance and

eligible deposits divided by a base solvency buffer. OSFI has established a Supervisory Target Total Ratio of 100% and a Supervisory Target Core Ratio of 70%. As at September 30, 2026 and December 31, 2025, Empire Life was in compliance with the applicable regulatory capital ratios.

13. Borrowings

The table below presents the debt obligations of the Company:

				September 30, 2026		December 31, 2025	
As at	Interest rate	Earliest par call or redemption date	Maturity	Carrying value	Fair value	Carrying value	Fair value
Empire Life							
Series 2021-1[(1)]	2.024 %	Sept. 24, 2026	2031	$ —		$ 199,856	
Series 2023-1[(2)]	5.503 %	Jan. 13, 2028	2033	199,820		199,715	
Series 2026-1[(3)]	4.221 %	May 26, 2031	2036	248,948		—	
Total subordinated debt				$ 448,768	$ 449,865	$ 399,571	$ 406,720
E-L Corporate							
Senior unsecured notes[(4)]	4.000 %		2050	200,000	158,630	200,000	169,310
Total borrowings				$ 648,768	$ 608,495	$ 599,571	$ 576,030

(1) All of the outstanding Series 2021-1 Subordinated 2.024% unsecured debentures were redeemed on September 24, 2026.

(2) Unsecured debentures due 2033. From January 13, 2028, interest is payable at 2.26% over CORRA.

(3) Unsecured debentures due 2036. From May 26, 2031, interest is payable at 1.17% over CORRA.

(4) The senior unsecured note bears interest at an annual rate of 4.0% calculated and payable semi-annually in arrears on June 22 and December 22 of each year commencing December 22, 2020 and ending June 22, 2050.

14. E-L Corporate risk management

The objective of E-L Corporate's risk management process is to ensure that the operations of the Company encompassing risk are consistent with the Company's objectives and risk tolerance, while maintaining an appropriate risk/reward balance. The Company is exposed to financial risks arising from its investing activities. For investment risks, the Company is exposed to credit risk, liquidity risk and various market risks including interest rate risk, equity risk and foreign currency risk.

The disclosures in Notes 3 and 5 provide the breakdown of investments by type and by geographic region based on the underlying risk. The fair values of these investments are inherently volatile and frequently change in value as a result of factors beyond the Company's control, including general economic and capital market conditions.

In the sections that follow, the Company provides sensitivities and risk exposure measures for certain risks. These include sensitivities due to specific changes in market prices, based on the market prices as at the calculation dates. The sensitivities are calculated independently for each risk factor, assuming that all other risk variables remain constant. The sensitivities do not take into account indirect effects such as potential impacts on impairments or valuation allowances on deferred tax assets. Actual results can differ materially from these estimates for a variety of reasons, including differences in the pattern or distribution of market shocks, the interaction among these factors when more than one factor changes; changes in investment return and future investment activity assumptions; effective tax rates and other market factors; and the general limitations of the Company's internal models used for purposes of these calculations. Changes due to new sales or maturities, asset purchases/sales, or other management actions could also result in material changes to these reported sensitivities. For these reasons, the sensitivities should only be viewed as directional estimates of the underlying sensitivities for the respective factors based on the assumptions outlined, and should not be viewed as predictors for the Company's future net income, OCI, and capital sensitivities. Given the nature of these calculations, the Company cannot provide assurance

that the actual impact will be consistent with the estimates provided. Changes in risk variables in excess of the ranges illustrated may result in other than proportionate impacts.

E-L Corporate owns investments in global equities and fixed income securities directly and indirectly through limited partnerships and other investment companies. In addition, the E-L Corporate segment includes the invested assets of United, the Company's closed-end investment subsidiary. E-L Corporate has two significant investments in associates: Economic, a closed-end investment company and Algoma, a shipping company.

The Company maintains a strategy of long-term growth through capital appreciation and dividend and interest income from its investments. The externally managed investment portfolios have mandates in which the manager's performance is evaluated. Their performance is reviewed by management on a monthly basis, evaluating performance over a period of time relative to their mandate. On a quarterly basis, the Board of Directors reviews the E-L Corporate investment portfolio, including investment performance benchmarked against the relevant indices, exposure by geographic distribution, investment concentration and significant movements in the investment portfolios during the period.

Credit risk

Credit risk is the risk that one party to a financial instrument fails to discharge an obligation and causes a financial loss to another party.

The gross credit risk exposure for the Company related to its financial instruments is as follows:

As at	September 30, 2026	December 31, 2025
Cash and cash equivalents	$ 272,107	$ 245,038
Preferred shares	1,747	1,686
Accrued investment income	7,549	4,954
Total	$ 281,403	$ 251,678

Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's liquidity risk management strategy is to ensure that there will be sufficient cash to meet all financial commitments and obligations as they become due.

The majority of the Corporate Investment's obligations relate to its ability to pay annual dividend commitments, outstanding investment commitments, interest on the 4.0% senior unsecured notes and margin loan (refer to Note 13 - Borrowings) and to meet ongoing operating expenses as they fall due. In most years, the Company is able to fund these obligations by its cash flow from net investment income earned on its investment portfolio. In addition to this, the Company maintains sufficient liquidity through holding short term investments, cash equivalents and high quality marketable investments that may easily be sold, if necessary to fund new investment opportunities and to meet any operating cash flow deficiencies. The Company also uses a margin loan facility to fund certain investment opportunities or provide short term liquidity as required.

E-L Corporate's liquidity is comprised of $272,107 in cash and cash equivalents as at September 30, 2026 (December 31, 2025 - $245,038).

Market risk

a) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Changes in interest rates can result from many factors including general market volatility, or specific social, political or economic events.

E-L Corporate is not subject to significant interest rate risk, as its only fixed-interest investments and loan payable are short term in nature.

b) Equity risk

The Company maintains a strategy of long-term growth through investments in common equities as management believe that over long periods of time, common equities, as an asset class, will outperform fixed income instruments or balanced funds. The Company regularly reviews its portfolio and, while expecting and tolerating the volatility associated with such investments, attempts to mitigate its exposure to this risk through diversification.

The following table summarizes the potential impact on E-L Corporate of a change in global equity markets. E-L Corporate used a 10% increase or decrease in equity markets as such a change is considered to be a reasonably possible change in equity markets based on historic results and is a useful comparator as it is commonly used. E-L Corporate used a 20% increase or decrease in its equity market sensitivity to illustrate that changes in equity markets in excess of 10% may result in both linear and non-linear impacts, and a 20% change in equity markets is a commonly used additional sensitivity factor.

The calculations below assume that all other variables are held constant and that all of E-L Corporate's equities move according to a one-to-one correlation with the equity markets.

Effect on shareholders' net income	September 30, 2026	December 31, 2025
Investments - corporate		
10% fluctuation	$ 708,365	$ 632,296
20% fluctuation	$ 1,416,730	$ 1,264,592
Investments in associates		
10% fluctuation	$ 25,847	$ 23,777
20% fluctuation	$ 51,694	$ 47,554

Concentration of common equity holdings

E-L Corporate has a $1,238,684 (December 31, 2025 - $1,271,998) investment in an exchange traded fund which tracks the S&P 500 index representing 13% (December 31, 2025 - 15%) of E-L Corporate's total investments.

Foreign currency risk

Foreign currency risk is the risk that the fair value or cash flows of a financial instrument will fluctuate because of changes in exchange rates and create an adverse effect on earnings and equity when measured in the Company's functional currency. A 10% fluctuation in the U.S. dollar would have approximately $414,905 (December 31, 2025 – $379,459) affect on shareholders' net income and $8,615 (December 31, 2025 – $8,615) on other comprehensive income.

15. Empire Life risk management

Empire Life is exposed to risks arising from its investing activities and its insurance operations. The quantitative risk management exhibits that follow reflect the exposure of Empire Life to various risks. Guarantees on segregated funds are included in the Empire Life's insurance contract liabilities, and are reflected in each of the applicable disclosures, alongside other insurance business. Assets and liabilities associated with segregated fund account balances are presented as offsetting amounts in the consolidated statements of financial position, and are therefore excluded from the risk management disclosures below.

The following sections describe Empire Life's enterprise risk management framework including the principal risks and associated risk management strategies for the risks that management considers to be most significant in terms of likelihood, and the potential adverse impact on Empire Life: market, product,

credit and liquidity. The Market risk section provides an update as at September 30, 2026 for Empire Life's most significant market risks: equity risk and interest rate risk. Other risks have not changed materially since December 31, 2025.

In the sections that follow, Empire Life provides sensitivities and risk exposure measures for certain risks. These include sensitivities due to specific changes in market prices and interest rates, based on the market prices, interest rates, assets, liabilities and business mix in place as at the calculation dates. In addition, the sensitivities are based on methods and assumptions in effect as at the respective calculation dates. Changes in the regulatory environment, assumptions or methods used to measure assets and liabilities after those dates could result in material changes to the estimated sensitivities. The sensitivities are calculated independently for each risk variable, generally assuming that all other risk variables remain constant. The sensitivities do not take into account indirect effects such as potential impacts on goodwill impairments or valuation allowances on deferred tax assets. Net income and CSM sensitivities, as well as capital sensitivities, are based on instantaneous changes in equity markets and interest rates. Sensitivities to interest rates assume a parallel shift in the assumed interest rates across the entire yield curve, with no change to the ultimate risk-free rate or ultimate illiquidity premium in the liability discount rates. Actual results can differ materially from these estimates for a variety of reasons, including differences in the pattern or distribution of market shocks, the interaction between these risk variables, or changes in other assumptions such as business mix, effective tax rates, policyholder behaviour and other market variables relative to those underlying the calculation of the sensitivities. Changes due to new sales or maturities, asset purchases/sales, or other management actions could also result in material changes to these reported sensitivities. For these reasons, the sensitivities should only be viewed as directional estimates of the underlying sensitivities for the respective factors based on the assumptions outlined and should not be viewed as predictors for Empire Life's future net income, CSM, equity and capital sensitivities. Given the nature of these calculations, Empire Life cannot provide assurance that the actual impact will be consistent with the estimates provided. Changes in risk variables in excess of the ranges illustrated may result in other than proportionate impacts.

Market risk

Information related to market sensitivities should be read in conjunction with the information contained in the Risk Management section of the Company's 2025 Annual Report.

a) Equity risk

The impacts, in millions of Canadian dollars, of one-time changes in equity markets are found below:

As at September 30, 2026	CSM				Profit or loss and Equity			
	10% Increase	10% Decrease	20% Increase	20% Decrease	10% Increase	10% Decrease	20% Increase	20% Decrease
Insurance and reinsurance contracts held	$ 86	$ (92)	$ 166	$ (183)	$ (44)	$ 36	$ (84)	$ 70
Financial assets (equities)	—	—	—	—	52	(52)	104	(104)
Total	$ 86	$ (92)	$ 166	$ (183)	$ 8	$ (16)	$ 20	$ (34)

As at December 31, 2025	CSM				Profit or loss and Equity			
	10% Increase	10% Decrease	20% Increase	20% Decrease	10% Increase	10% Decrease	20% Increase	20% Decrease
Insurance and reinsurance contracts held	$ 87	$ (92)	$ 170	$ (185)	$ (36)	$ 33	$ (73)	$ 64
Financial assets (equities)	—	—	—	—	48	(48)	96	(96)
Total	$ 87	$ (92)	$ 170	$ (185)	$ 12	$ (15)	$ 23	$ (32)

b) Interest rate risk

The impacts, in millions of Canadian dollars, of one-time changes in interest rates are found below:

As at September 30, 2026	CSM				Profit or loss and Equity			
	50 bps Increase	50 bps Decrease	100 bps Increase	100 bps Decrease	50 bps Increase	50 bps Decrease	100 bps Increase	100 bps Decrease
Insurance and reinsurance contracts held	$ (14)	$ 9	$ (32)	$ 13	$ 245	$ (273)	$ 464	$ (578)
Financial assets (debt instruments)	—	—	—	—	(289)	313	(549)	661
Total	$ (14)	$ 9	$ (32)	$ 13	$ (44)	$ 40	$ (85)	$ 83

As at December 31, 2025	CSM				Profit or loss and Equity			
	50 bps Increase	50 bps Decrease	100 bps Increase	100 bps Decrease	50 bps Increase	50 bps Decrease	100 bps Increase	100 bps Decrease
Insurance and reinsurance contracts held	$ (20)	$ (14)	$ (31)	$ (22)	$ 267	$ (301)	$ 508	$ (641)
Financial assets (debt instruments)	—	—	—	—	(311)	337	(591)	713
Total	$ (20)	$ (14)	$ (31)	$ (22)	$ (44)	$ 36	$ (83)	$ 72

16. Operating segments

In managing its investments, the Company distinguishes between E-L Corporate and its investment in Empire Life. The Company's E-L Corporate segment includes United, the Company's closed-end investment subsidiary, investments in associates and investments - corporate. Empire Life underwrites life and health insurance policies and provides segregated funds, mutual funds and annuity products.

The following is an analysis of significant items of profit and loss by operating segment, operating segment assets and operating segment liabilities, reconciled to the Company's consolidated financial statements. The accounting policies applied by the operating segments are the same as those for the Company as a whole.

Three months ended	**E-L Corporate**	**Empire Life**	**Total**
September 30, 2026			
Net insurance result	$ —	$ 11,445	$ 11,445
Non-insurance investment income	264,664	18,683	283,347
Total expenses	(9,576)	(51,032)	(60,608)
Income before income taxes	255,088	(20,904)	234,184
Income taxes	(33,839)	9,011	(24,828)
Net income (loss)	221,249	(11,893)	209,356
Less: NCI and PAR	(1,203)	11,014	9,811
Segment shareholders' net income	$ 222,452	$ (22,907)	$ 199,545

Three months ended	E-L Corporate	Empire Life	Total
September 30, 2025			
Net insurance result	$ —	$ 157,915	$ 157,915
Non-insurance investment income	650,773	9,743	660,516
Total expenses	(9,603)	(35,132)	(44,735)
Income before income taxes	641,170	132,526	773,696
Income taxes	(86,359)	(31,350)	(117,709)
Net income	554,811	101,176	655,987
Less: NCI and PAR	77,775	8,458	86,233
Segment shareholders' net income	$ 477,036	$ 92,718	$ 569,754

(all dollar figures in thousands of Canadian dollars, except per share amounts and where otherwise stated)

Nine months ended	**E-L Corporate**	**Empire Life**	**Total**
September 30, 2026			
Net insurance result	$ —	$ 213,772	$ 213,772
Non-insurance investment income	1,502,328	55,387	1,557,715
Total expenses	(31,817)	(158,916)	(190,733)
Income before income taxes	1,470,511	110,243	1,580,754
Income taxes	(188,949)	(20,693)	(209,642)
Net income	1,281,562	89,550	1,371,112
Less: NCI and PAR	104,640	23,691	128,331
Segment shareholders' net income	$ 1,176,922	$ 65,859	$ 1,242,781

Nine months ended	E-L Corporate	Empire Life	Total
September 30, 2025			
Net insurance result	$ —	$ 364,379	$ 364,379
Non-insurance investment income	1,109,745	27,209	1,136,954
Total expenses	(33,015)	(114,059)	(147,074)
Income before income taxes	1,076,730	277,529	1,354,259
Income taxes	(139,418)	(63,828)	(203,246)
Net income	937,312	213,701	1,151,013
Less: NCI and PAR	111,005	19,299	130,304
Segment shareholders' net income	$ 826,307	$ 194,402	$ 1,020,709

	E-L Corporate	**Empire Life**	**Total**
September 30, 2026			
Segment assets[1]	$ 10,210,004	$ 21,448,783	$ 31,658,787
Segment liabilities	$ 991,641	$ 19,158,103	$ 20,149,744
December 31, 2025			
Segment assets[1]	$ 9,176,723	$ 20,784,354	$ 29,961,077
Segment liabilities	$ 862,382	$ 18,450,366	$ 19,312,748

[1] Segment assets include investments in associates of $725,575 (December 31, 2025 - $627,117).

The following table shows the interest and dividend income received during the period:

Three months ended	**E-L Corporate**	**Empire Life**	**Total**
September 30, 2026			
Interest income received	$ 1,762	$ 74,602	$ 76,364
Dividend income received	29,514	10,952	40,466
Total	$ 31,276	$ 85,554	$ 116,830
September 30, 2025			
Interest income received	$ 1,415	$ 72,602	$ 74,017
Dividend income received	33,204	9,560	42,764
Total	$ 34,619	$ 82,162	$ 116,781

(all dollar figures in thousands of Canadian dollars, except per share amounts and where otherwise stated)

Nine months ended	E-L Corporate	Empire Life	Total
September 30, 2026			
Interest income received	$ 6,214	$ 223,376	$ 229,590
Dividend income received	144,382	38,219	182,601
Total	$ 150,596	$ 261,595	$ 412,191
September 30, 2025			
Interest income received	$ 6,200	$ 218,716	$ 224,916
Dividend income received	148,121	36,144	184,265
Total	$ 154,321	$ 254,860	$ 409,181

Glossary of Terms

Accumulated Other Comprehensive Income (“AOCI”)
A separate component of shareholders’ equity and policyholders’ account which includes remeasurement of post-employment benefit liabilities and certain OCI (OCL) amounts from Associates. These items have been recognized in comprehensive income but excluded from net income.

Active Market
An active market is a market in which the items traded are homogeneous, willing buyers and sellers can normally be found at anytime and prices are available to the public.

Contractual Service Margin (“CSM”)

A component of the carrying amount of the asset or liability for a group of insurance contracts representing the unearned profit the entity will recognize as it provides insurance contract services under the insurance contracts in the group.

Effective Interest Method
The effective interest method is a method of calculating the amortized cost of a financial asset or a financial liability and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument or, when appropriate, a shorter period to the net carrying amount of the financial asset or financial liability.

Expected Credit Loss (“ECL”)
An expected loss amount as a result of credit deterioration of the party that has been issued the credit.

Fair Value Through Profit or Loss (“FVTPL”)
Invested assets are classified as financial instruments at FVTPL if they are held for trading, or if they are designated by management under the fair value option.

Fulfilment Cash Flow (“FCF”)
An explicit, unbiased and probability-weighted estimate (i.e., expected value) of the present value of the future cash outflows minus the present value of the future cash inflows that will arise as the entity fulfils insurance contracts, including a risk adjustment for non-financial risk.

International Financial Reporting Standards as issued by the International Accounting Standards Board (“IFRS Accounting Standards”)
Refers to the international accounting standards that were adopted in Canada, effective January 1, 2011; these are now Canadian Generally Accepted Accounting Principles for publicly traded enterprises.

Life Insurance Capital Adequacy Test (“LICAT”)
The LICAT measures the capital adequacy of an insurer and is one of several indicators used by OSFI to assess an insurer's financial condition. The LICAT Ratio is the ratio of eligible capital to the base solvency buffer, each as calculated under OSFI's published guidelines.

Other Comprehensive Income (“OCI”), Other Comprehensive Loss (“OCL”)
Remeasurements of post-employment benefit liabilities are recorded as OCI or OCL. These remeasurements will not be reclassified to net income and will remain in AOCI.

Office of the Superintendent of Financial Institutions Canada (“OSFI”)
The mandate of OSFI is to regulate and supervise federally regulated financial institutions and pension plans in Canada to contribute to public confidence in the financial system.

Participating Policies (“PAR”)
The participating account includes all policies issued by Empire Life that entitle its policyholders to participate in the profits of the participating account. Empire Life has discretion as to the amount and timing of dividend payments which take into consideration the continuing solvency of the participating account.

Return on Common Shareholders’ Equity (“ROE”)
A profitability measure that presents the net income available to common shareholders as a percentage of the average capital deployed to earn the income.

Risk Adjustment (“RA”)
The compensation an entity requires for bearing the uncertainty about the amount and timing of the cash flows that arises from non-financial risk as the entity fulfils insurance contracts.

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WEBSITE:

www.e-lfinancial.ca

REPORTING PROCEDURE FOR ACCOUNTING MATTERS

If you have a complaint regarding accounting, internal controls or a concern regarding questionable accounting, you should submit your written complaint or concern to:

Mr. Peter Levitt
E-L Financial Corporation Limited
165 University Avenue, 10th Floor
Toronto, Ontario
M5H 3B8
Email: Peter@LevittAdvisory.ca
Phone: (647) 236-1064

You may submit your complaint or concern anonymously. Your submission will be kept confidential and will be treated in accordance with the Company's policy for reporting accounting or auditing matters.