



# Quarterly Financial Supplement

Second Quarter 2023

All financial information in this document is unaudited. This supplement should be read in conjunction with the following:

- (a) Jackson Financial Inc.'s Annual Report on Form 10-K for the year ended December 31, 2022 (the "Form 10-K"), which was filed on March 1, 2023 with the U.S. Securities and Exchange Commission (the "SEC"),
- (b) Jackson Financial Inc.'s Current Report on Form 8-K, which was filed on May 10, 2023 with the SEC to recast the financial statements contained in the Form 10-K to reflect the adoption of the accounting standard relating to "Targeted improvements to the Accounting for Long Duration Contracts," and
- (c) Jackson Financial Inc.'s Quarterly Report on Form 10-Q for the quarter ended June 30, 2023, which will be filed with the SEC.

# Jackson Financial Inc.

## Table of Contents

### Quarterly Financial Supplement - Second Quarter 2023

<b>Consolidated Financials and Key Metrics</b>	
Forward-Looking Statements	<a href="#">3</a>
Key Metrics	<a href="#">4</a>
Consolidated Income Statements	<a href="#">5</a>
Consolidated Balance Sheets	<a href="#">6</a>
Consolidated Capital Structure	<a href="#">7</a>
Pretax Adjusted Operating Earnings	<a href="#">8</a>
<b>Earnings and Select Metrics from Business Segments and Corporate and Other</b>	
<b>Retail Annuities</b>	
Statements of Pretax Adjusted Operating Earnings, Sales, and Key Metrics	<a href="#">9</a>
Select Operating Metrics	<a href="#">10 - 14</a>
<b>Institutional Products</b>	
Statements of Pretax Adjusted Operating Earnings, Sales, and Key Metrics	<a href="#">15</a>
<b>Closed Life and Annuity Blocks</b>	
Statements of Pretax Adjusted Operating Earnings and Key Metrics	<a href="#">16</a>
<b>Corporate and Other</b>	
Statements of Pretax Adjusted Operating Earnings	<a href="#">17</a>
<b>Investments</b>	
Consolidated Composition of Invested Assets	<a href="#">18</a>
Consolidated Composition of Debt Securities Excluding Funds Withheld Assets	<a href="#">19</a>
Consolidated Net Investment Income	<a href="#">20</a>
<b>Other Information</b>	
Market Risk Benefits	<a href="#">21</a>
Deferred Acquisition Costs	<a href="#">22</a>
Key Statutory Metrics	<a href="#">23</a>
Non-GAAP Financial Measures	<a href="#">24 - 25</a>
Select U.S. GAAP to Non-GAAP Reconciliations	<a href="#">26 - 27</a>
Glossary of Select Financial and Product Terms	<a href="#">28 - 29</a>

Note: Unless noted, financial information is rounded to millions. As such, some financial information may not sum to totals.

## Forward-Looking Statements

The information in this document contains forward-looking statements about future events and circumstances and their effects upon revenues, expenses and business opportunities. Generally speaking, any statement in this document not based upon historical fact is a forward-looking statement. Forward-looking statements can also be identified by the use of forward-looking or conditional words, such as “could,” “should,” “can,” “continue,” “estimate,” “forecast,” “intend,” “look,” “may,” “will,” “expect,” “believe,” “anticipate,” “plan,” “remain,” “confident” and “commit” or similar expressions. In particular, statements regarding plans, strategies, prospects, targets and expectations regarding the business and industry are forward-looking statements. They reflect expectations, are not guarantees of performance and speak only as of the dates the statements are made. We caution investors that these forward-looking statements are subject to known and unknown risks and uncertainties that may cause actual results to differ materially from those projected, expressed, or implied. Factors that could cause actual results to differ materially from those in the forward-looking statements include those reflected in Part I, Item 1A. Risk Factors and Part II, Item 7. Management's Discussion and Analysis of Financial Condition and Results of Operations in our Annual Report on Form 10-K for the year ended December 31, 2022, as filed with the SEC on March 1, 2023, (the "2022 Annual Report"), as Part II, Item 7 was recast to reflect the adoption of the Long Duration Targeted Improvements accounting principle in our Current Report on Form 8-K filed May 10, 2023, and elsewhere in the Company's reports filed with the U.S. Securities and Exchange Commission. Except as required by law, Jackson Financial Inc. does not undertake to update such forward-looking statements. You should not rely unduly on forward-looking statements.

Certain financial data included in this document consists of non-GAAP ("Generally Accepted Accounting Principles") financial measures. These non-GAAP financial measures may not be comparable to similarly titled measures presented by other entities, nor should they be construed as an alternative to other financial measures determined in accordance with U.S. GAAP. Although the Company believes these non-GAAP financial measures provide useful information to investors in measuring the financial performance and condition of its business, investors are cautioned not to place undue reliance on any non-GAAP financial measures and ratios included in this document. A reconciliation of the non-GAAP financial measures to the most directly comparable U.S. GAAP financial measure can be found in the "Select U.S. GAAP to Non-GAAP Reconciliations" section of this document.

Certain financial data included in this document consists of statutory accounting principles ("statutory") financial measures, including "total adjusted capital" and "statutory admitted assets." These statutory financial measures are included in or derived from the Jackson National Life Insurance Company annual and/or quarterly statements filed with the Michigan Department of Insurance and Financial Services and available in the investor relations section of the Company's website at <https://investors.jackson.com/financials/statutory-filings>.

**Jackson Financial Inc.**  
**Quarterly Financial Supplement - Second Quarter 2023**  
(unaudited, in millions, except per share and shares outstanding data)

**Key Metrics**

	For the Three Months Ended					For the Six Months Ended	
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	6/30/22	6/30/23
<b>Net Income (Loss)</b>	\$ 3,294	\$ 1,868	\$ (1,158)	\$ (1,496)	\$ 1,220	\$ 5,519	\$ (276)
Net income (loss) attributable to noncontrolling interests	31	(11)	(8)	1	3	62	4
<b>Net Income (Loss) Attributable to Jackson Financial Inc.</b>	3,263	1,879	(1,150)	(1,497)	1,217	5,457	(280)
Less: Dividends on preferred stock	—	—	—	—	13	—	13
<b>Net Income (Loss) Attributable to Jackson Financial Inc. Common Shareholders</b>	\$ 3,263	\$ 1,879	\$ (1,150)	\$ (1,497)	\$ 1,204	\$ 5,457	\$ (293)
<b>Total Shareholders' Equity</b>	\$ 9,706	\$ 10,219	\$ 8,646	\$ 8,638	\$ 8,652	\$ 9,706	\$ 8,652
Less: Preferred Equity	—	—	—	533	533	—	533
<b>Total Common Shareholders' Equity</b>	\$ 9,706	\$ 10,219	\$ 8,646	\$ 8,105	\$ 8,119	\$ 9,706	\$ 8,119
<b>Average Common Shareholders' Equity</b>	\$ 8,950	\$ 9,963	\$ 9,433	\$ 8,376	\$ 8,112	\$ 8,514	\$ 8,290
<b>Total ROE Attributable to Common Shareholders</b>	145.8%	75.4%	(48.8)%	(71.5)%	59.4 %	128.2%	(7.1)%
<b>Adjusted Operating Earnings<sup>1</sup></b>	\$ 407	\$ 376	\$ 294	\$ 271	\$ 283	\$ 784	\$ 554
Effective tax rate on adjusted operating earnings <sup>1</sup>	12.3%	9.2%	8.1 %	10.3 %	3.0 %	13.8%	6.6 %
<b>Adjusted Book Value Attributable to Common Shareholders<sup>1</sup></b>	\$ 9,768	\$ 10,935	\$ 9,918	\$ 8,581	\$ 9,554	\$ 9,768	\$ 9,554
<b>Average Adjusted Book Value Attributable to Common Shareholders<sup>1</sup></b>	\$ 8,698	\$ 10,352	\$ 10,427	\$ 9,250	\$ 9,068	\$ 7,988	\$ 9,351
<b>Adjusted Operating ROE Attributable to Common Shareholders<sup>1</sup></b>	18.7%	14.5%	11.3 %	11.7 %	12.5 %	19.6%	11.8 %
<b>Per Share Data (Common Shareholders)</b>							
Net income (loss) (basic)	\$ 37.96	\$ 22.08	\$ (13.74)	\$ (18.11)	\$ 14.58	\$ 62.98	\$ (3.55)
Net income (loss) (diluted) <sup>2</sup>	\$ 36.59	\$ 21.38	\$ (13.74)	\$ (18.11)	\$ 14.21	\$ 60.60	\$ (3.55)
Adjusted operating earnings per common share (diluted) <sup>1</sup>	\$ 4.56	\$ 4.28	\$ 3.39	\$ 3.15	\$ 3.34	\$ 8.71	\$ 6.49
Book value per common share (diluted)	\$ 110.90	\$ 117.95	\$ 100.56	\$ 95.70	\$ 98.27	\$ 110.90	\$ 98.27
Adjusted book value per common share (diluted) <sup>1</sup>	\$ 111.61	\$ 126.21	\$ 115.36	\$ 101.32	\$ 115.63	\$ 111.61	\$ 115.63
<b>Shares Outstanding</b>							
Weighted average number of common shares (basic)	85,968,564	85,098,192	83,695,001	82,646,113	82,595,287	86,649,493	82,620,558
Weighted average number of common shares (diluted)	89,168,775	87,895,919	86,807,053	86,082,970	84,754,611	90,052,111	85,415,120
End of period common shares (basic)	84,864,727	83,666,942	82,690,098	81,044,318	81,910,831	84,864,727	81,910,831
End of period common shares (diluted)	87,520,892	86,640,003	85,976,078	84,690,303	82,622,875	87,520,892	82,622,875
	<b>Balances as of</b>						
<b>Total Company AUM</b>	<b>6/30/22</b>	<b>9/30/22</b>	<b>12/31/22</b>	<b>3/31/23</b>	<b>6/30/23</b>	<b>6/30/22</b>	<b>6/30/23</b>
Jackson invested assets	\$ 46,267	\$ 45,349	\$ 44,486	\$ 44,476	\$ 43,096	\$ 46,267	\$ 43,096
Third party invested assets (including CLOs) <sup>3</sup>	26,751	24,719	26,993	27,689	27,175	26,751	27,175
Total PPM AUM	73,018	70,068	71,479	72,165	70,271	73,018	70,271
Total JNAM AUM	221,634	208,046	219,070	227,764	236,131	221,634	236,131
Total AUM	\$ 294,652	\$ 278,114	\$ 290,549	\$ 299,929	\$ 306,402	\$ 294,652	\$ 306,402

<sup>1</sup> See explanation of Non-GAAP Financial Measures at the end of this Financial Supplement.

<sup>2</sup> In a quarter in which we reported a net loss attributable to Jackson Financial Inc., all common stock equivalents are anti-dilutive and are therefore excluded from the calculation of diluted shares and diluted per share amounts. The shares excluded from the diluted EPS calculation were 3,436,857, 3,112,052 and 2,794,562 shares for the three months ended March 31, 2023, December 31, 2022 and for the six months ended June 30, 2023, respectively.

<sup>3</sup> Assets under management include Prudential affiliates in Asia.

**Jackson Financial Inc.**  
**Quarterly Financial Supplement - Second Quarter 2023**  
(unaudited, in millions)

**Consolidated Income Statements**

	For the Three Months Ended					For the Six Months Ended	
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	6/30/22	6/30/23
<b>Revenues</b>							
Fee income	\$ 1,934	\$ 1,908	\$ 1,868	\$ 1,888	\$ 1,913	\$ 3,946	\$ 3,801
Premiums	32	36	27	25	52	69	77
Net investment income:							
Net investment income excluding funds withheld assets	328	327	422	415	420	758	835
Net investment income on funds withheld assets	364	313	317	307	252	624	559
Total net investment income	692	640	739	722	672	1,382	1,394
Net gains (losses) on derivatives and investments:							
Net gains (losses) on derivatives and investments	2,938	(196)	(4,199)	(2,726)	(2,112)	1,372	(4,838)
Net gains (losses) on funds withheld reinsurance treaties	1,077	555	(474)	(673)	(134)	2,105	(807)
Total net gains (losses) on derivatives and investments	4,015	359	(4,673)	(3,399)	(2,246)	3,477	(5,645)
Other income	21	19	25	15	19	41	34
<b>Total revenues</b>	<b>6,694</b>	<b>2,962</b>	<b>(2,014)</b>	<b>(749)</b>	<b>410</b>	<b>8,915</b>	<b>(339)</b>
<b>Benefits and Expenses</b>							
Death, other policy benefits and change in policy reserves, net of deferrals	274	237	251	228	241	574	469
(Gain) loss from updating future policy benefits cash flow assumptions, net	14	(37)	(26)	14	10	29	24
Market risk benefits (gains) losses, net	1,184	(913)	(1,900)	(174)	(2,570)	(723)	(2,744)
Interest credited on other contract holder funds, net of deferrals and amortization	209	224	236	285	295	406	580
Interest expense	24	29	40	43	58	44	101
Operating costs and other expenses, net of deferrals	543	592	631	616	620	1,209	1,236
Amortization of deferred acquisition costs	307	305	297	293	291	624	584
<b>Total benefits and expenses</b>	<b>2,555</b>	<b>437</b>	<b>(471)</b>	<b>1,305</b>	<b>(1,055)</b>	<b>2,163</b>	<b>250</b>
<b>Pretax income (loss)</b>	<b>4,139</b>	<b>2,525</b>	<b>(1,543)</b>	<b>(2,054)</b>	<b>1,465</b>	<b>6,752</b>	<b>(589)</b>
Income tax expense (benefit)	845	657	(385)	(558)	245	1,233	(313)
<b>Net income (loss)</b>	<b>3,294</b>	<b>1,868</b>	<b>(1,158)</b>	<b>(1,496)</b>	<b>1,220</b>	<b>5,519</b>	<b>(276)</b>
Less: net income (loss) attributable to noncontrolling interests	31	(11)	(8)	1	3	62	4
<b>Net income (loss) attributable to Jackson Financial Inc.</b>	<b>\$ 3,263</b>	<b>\$ 1,879</b>	<b>\$ (1,150)</b>	<b>\$ (1,497)</b>	<b>\$ 1,217</b>	<b>\$ 5,457</b>	<b>\$ (280)</b>
Less: Dividends on preferred stock	—	—	—	—	13	—	13
<b>Net income (loss) attributable to Jackson Financial Inc. common shareholders</b>	<b>\$ 3,263</b>	<b>\$ 1,879</b>	<b>\$ (1,150)</b>	<b>\$ (1,497)</b>	<b>\$ 1,204</b>	<b>\$ 5,457</b>	<b>\$ (293)</b>

**Jackson Financial Inc.**  
**Quarterly Financial Supplement - Second Quarter 2023**  
(unaudited, in millions)

**Consolidated Balance Sheets**

	Balances as of				
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23
<b>Assets</b>					
Investments:					
Debt securities, available-for-sale, net of allowance for credit losses	\$ 43,478	\$ 41,681	\$ 42,489	\$ 43,774	\$ 42,063
Debt securities, at fair value under fair value option	2,005	2,124	2,173	2,255	2,210
Debt securities, trading, at fair value	103	102	100	101	101
Equity securities, at fair value	260	234	393	225	267
Mortgage loans, net of allowance for credit losses	11,574	11,223	10,967	10,911	10,303
Mortgage loans, at fair value under fair value option	357	508	582	480	509
Policy loans	4,459	4,446	4,377	4,377	4,381
Freestanding derivative instruments	1,243	1,950	1,270	1,051	946
Other invested assets	3,648	3,622	3,595	3,711	3,503
<b>Total investments</b>	<b>67,127</b>	<b>65,890</b>	<b>65,946</b>	<b>66,885</b>	<b>64,283</b>
Cash and cash equivalents	5,258	5,331	4,298	1,779	2,100
Accrued investment income	504	509	514	497	528
Deferred acquisition costs	13,249	13,090	12,923	12,760	12,599
Reinsurance recoverable, net of allowance for credit losses	31,028	30,059	29,046	28,078	27,069
Reinsurance recoverable on market risk benefits, at fair value	306	261	221	238	194
Market risk benefit assets, at fair value	2,329	3,032	4,865	5,204	5,957
Deferred income taxes, net	900	386	320	755	681
Other assets	1,447	1,845	944	902	850
Separate account assets	196,184	185,042	195,906	204,366	212,719
<b>Total assets</b>	<b>\$ 318,332</b>	<b>\$ 305,445</b>	<b>\$ 314,983</b>	<b>\$ 321,464</b>	<b>\$ 326,980</b>
<b>Liabilities and Equity</b>					
<b>Liabilities</b>					
Reserves for future policy benefits and claims payable	\$ 13,064	\$ 12,227	\$ 12,318	\$ 12,369	\$ 12,003
Other contract holder funds	58,604	58,169	58,190	57,094	56,477
Market risk benefit liabilities, at fair value	5,945	5,138	5,662	5,560	4,463
Funds withheld payable under reinsurance treaties	25,506	23,900	22,957	22,254	21,170
Long-term debt	2,634	2,634	2,635	2,632	2,633
Repurchase agreements and securities lending payable	32	27	1,048	1,124	1,678
Collateral payable for derivative instruments	621	1,038	689	545	498
Freestanding derivative instruments	1,217	2,225	2,065	1,510	1,816
Notes issued by consolidated variable interest entities, at fair value under fair value option	1,757	1,745	1,732	2,016	1,996
Other liabilities	2,315	2,352	2,403	2,527	2,104
Separate account liabilities	196,184	185,042	195,906	204,366	212,719
<b>Total liabilities</b>	<b>307,879</b>	<b>294,497</b>	<b>305,605</b>	<b>311,997</b>	<b>317,557</b>
<b>Equity</b>					
Preferred stock	—	—	—	533	533
Common stock	1	1	1	1	1
Additional paid-in capital	6,020	6,036	6,063	6,070	5,997
Treasury stock, at cost	(371)	(410)	(443)	(510)	(466)
Accumulated other comprehensive income (loss), net of tax expense (benefit)	(1,739)	(3,032)	(3,378)	(2,308)	(3,365)
Retained earnings (deficit)	5,795	7,624	6,403	4,852	5,952
<b>Total shareholders' equity</b>	<b>9,706</b>	<b>10,219</b>	<b>8,646</b>	<b>8,638</b>	<b>8,652</b>
Noncontrolling interest	747	729	732	829	771
<b>Total equity</b>	<b>10,453</b>	<b>10,948</b>	<b>9,378</b>	<b>9,467</b>	<b>9,423</b>
<b>Total liabilities and equity</b>	<b>\$ 318,332</b>	<b>\$ 305,445</b>	<b>\$ 314,983</b>	<b>\$ 321,464</b>	<b>\$ 326,980</b>

**Jackson Financial Inc.**  
**Quarterly Financial Supplement - Second Quarter 2023**  
(unaudited, in millions, except per share and shares data)

**Consolidated Capital Structure**

	Balances as of					For the Six Months Ended	
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	6/30/22	6/30/23
<b>Debt</b>							
Senior notes	\$ 2,321	\$ 2,322	\$ 2,323	\$ 2,324	\$ 2,325	\$ 2,321	\$ 2,325
Surplus notes	250	250	250	250	250	250	250
FHLBI bank loans	63	62	62	58	58	63	58
<b>Total debt</b>	<b>\$ 2,634</b>	<b>\$ 2,634</b>	<b>\$ 2,635</b>	<b>\$ 2,632</b>	<b>\$ 2,633</b>	<b>\$ 2,634</b>	<b>\$ 2,633</b>
<b>Equity</b>							
Preferred stock	\$ —	\$ —	\$ —	\$ 533	\$ 533	\$ —	\$ 533
Common stock	1	1	1	1	1	1	1
Additional paid-in capital	6,020	6,036	6,063	6,070	5,997	6,020	5,997
Treasury stock, at cost	(371)	(410)	(443)	(510)	(466)	(371)	(466)
Accumulated other comprehensive income (loss), net of tax expense (benefit)	(1,739)	(3,032)	(3,378)	(2,308)	(3,365)	(1,739)	(3,365)
Retained earnings	5,795	7,624	6,403	4,852	5,952	5,795	5,952
<b>Total shareholders' equity</b>	<b>9,706</b>	<b>10,219</b>	<b>8,646</b>	<b>8,638</b>	<b>8,652</b>	<b>9,706</b>	<b>8,652</b>
<b>Total common shareholders' equity</b>	<b>9,706</b>	<b>10,219</b>	<b>8,646</b>	<b>8,105</b>	<b>8,119</b>	<b>9,706</b>	<b>8,119</b>
Non-controlling interest	747	729	732	829	771	747	771
<b>Total equity</b>	<b>\$ 10,453</b>	<b>\$ 10,948</b>	<b>\$ 9,378</b>	<b>\$ 9,467</b>	<b>\$ 9,423</b>	<b>\$ 10,453</b>	<b>\$ 9,423</b>
<b>Adjusted Book Value Attributable to Common Shareholders<sup>1</sup></b>	<b>\$ 9,768</b>	<b>\$ 10,935</b>	<b>\$ 9,918</b>	<b>\$ 8,581</b>	<b>\$ 9,554</b>	<b>\$ 9,768</b>	<b>\$ 9,554</b>
<b>Capital Returned to Common Stock Shareholders</b>							
Dividends per common share	\$ 0.55	\$ 0.55	\$ 0.55	\$ 0.62	\$ 0.62	\$ 1.10	\$ 1.24
Total dividends on common stock	\$ 50	\$ 49	\$ 48	\$ 54	\$ 53	\$ 102	\$ 107
Total amount of common shares repurchased	\$ 66	\$ 39	\$ 38	\$ 70	\$ 47	\$ 206	\$ 117
Number of common shares repurchased	1,870,854	1,200,000	1,142,105	1,721,737	1,394,797	5,304,464	3,116,534

<sup>1</sup> See explanation of Non-GAAP Financial Measures at the end of this Financial Supplement.

**Jackson Financial Inc.**  
**Quarterly Financial Supplement - Second Quarter 2023**  
(unaudited, in millions)

**Pretax Adjusted Operating Earnings<sup>1</sup>**

	For the Three Months Ended					For the Six Months Ended	
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	6/30/22	6/30/23
<b>Operating Revenue</b>							
Fee income	\$ 1,167	\$ 1,133	\$ 1,089	\$ 1,105	\$ 1,131	\$ 2,412	\$ 2,236
Premiums	35	39	30	27	55	75	82
Net investment income	361	340	384	437	435	762	872
Income (loss) on operating derivatives	24	3	(22)	(36)	(43)	59	(79)
Other income	21	19	25	15	19	41	34
<b>Total operating revenue</b>	<b>1,608</b>	<b>1,534</b>	<b>1,506</b>	<b>1,548</b>	<b>1,597</b>	<b>3,349</b>	<b>3,145</b>
<b>Operating Benefits and Expenses</b>							
Death, other policy benefits and change in policy reserves, net of deferrals	210	170	158	148	166	467	314
(Gain) loss from updating future policy benefits cash flow assumptions, net	15	(37)	(21)	14	11	30	25
Interest credited on other contract holder funds, net of deferrals and amortization	209	224	236	285	295	406	580
Interest expense	24	29	40	43	58	44	101
Operating costs and other expenses, net of deferrals	542	592	633	616	620	1,207	1,236
Amortization of deferred acquisition costs	144	142	140	140	142	286	282
<b>Total operating benefits and expenses</b>	<b>1,144</b>	<b>1,120</b>	<b>1,186</b>	<b>1,246</b>	<b>1,292</b>	<b>2,440</b>	<b>2,538</b>
<b>Pretax adjusted operating earnings<sup>1</sup></b>	<b>\$ 464</b>	<b>\$ 414</b>	<b>\$ 320</b>	<b>\$ 302</b>	<b>\$ 305</b>	<b>\$ 909</b>	<b>\$ 607</b>

	For the Three Months Ended					For the Six Months Ended	
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	6/30/22	6/30/23
<b>Operating costs and other expenses</b>							
Asset-based commission expenses	\$ 250	\$ 242	\$ 243	\$ 250	\$ 255	\$ 525	\$ 505
Other commission expenses	229	195	182	174	177	469	351
Sub-advisor expenses	82	81	76	77	77	172	154
General and administrative expenses	152	220	263	236	238	392	474
Deferral of acquisition costs	(171)	(146)	(131)	(121)	(127)	(351)	(248)
<b>Total operating costs and other expenses</b>	<b>\$ 542</b>	<b>\$ 592</b>	<b>\$ 633</b>	<b>\$ 616</b>	<b>\$ 620</b>	<b>\$ 1,207</b>	<b>\$ 1,236</b>

	For the Three Months Ended					For the Six Months Ended	
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	6/30/22	6/30/23
<b>Pretax Adjusted Operating Earnings by Segment<sup>1</sup></b>							
Retail annuities	\$ 425	\$ 330	\$ 327	\$ 356	\$ 328	\$ 850	\$ 684
Institutional products	19	20	17	9	17	42	26
Closed life and annuity blocks	12	76	38	(20)	7	3	(13)
Corporate and other	8	(12)	(62)	(43)	(47)	14	(90)
<b>Total pretax adjusted operating earnings</b>	<b>\$ 464</b>	<b>\$ 414</b>	<b>\$ 320</b>	<b>\$ 302</b>	<b>\$ 305</b>	<b>\$ 909</b>	<b>\$ 607</b>

<sup>1</sup>See explanation of Non-GAAP Financial Measures at the end of this Financial Supplement.



**Jackson Financial Inc.**  
**Quarterly Financial Supplement - Second Quarter 2023**  
(unaudited, in millions, except percentages)

**Retail Annuities**

**Pretax Adjusted Operating Earnings, Sales, and Key Metrics**

	For the Three Months Ended				For the Six Months Ended		
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	6/30/23	
<b>Operating Revenue</b>							
Fee income	\$ 1,034	\$ 1,002	\$ 964	\$ 975	\$ 1,002	\$ 2,142	\$ 1,977
Premiums	—	3	4	4	6	3	10
Net investment income	113	72	104	136	130	227	266
Income (loss) on operating derivatives	7	2	(3)	(10)	(12)	18	(22)
Other income	11	11	9	9	10	22	19
<b>Total operating revenue</b>	<b>1,165</b>	<b>1,090</b>	<b>1,078</b>	<b>1,114</b>	<b>1,136</b>	<b>2,412</b>	<b>2,250</b>
<b>Operating Benefits and Expenses</b>							
Death, other policy benefits and change in policy reserves, net of deferrals	16	2	11	(15)	12	48	(3)
(Gain) loss from updating future policy benefits cash flow assumptions, net	1	(1)	(1)	(2)	—	(2)	(2)
Interest credited on other contract holder funds, net of deferrals and amortization	61	72	63	98	96	118	194
Interest expense	6	8	13	17	32	11	49
Operating costs and other expenses, net of deferrals	515	540	527	522	529	1,107	1,051
Amortization of deferred acquisition costs	141	139	138	138	139	280	277
<b>Total operating benefits and expenses</b>	<b>740</b>	<b>760</b>	<b>751</b>	<b>758</b>	<b>808</b>	<b>1,562</b>	<b>1,566</b>
<b>Pretax adjusted operating earnings<sup>1</sup></b>	<b>\$ 425</b>	<b>\$ 330</b>	<b>\$ 327</b>	<b>\$ 356</b>	<b>\$ 328</b>	<b>\$ 850</b>	<b>\$ 684</b>
<b>Sales</b>							
<b>By Product</b>							
VA with lifetime benefits guarantees	\$ 2,569	\$ 2,092	\$ 1,854	\$ 1,806	\$ 1,777	\$ 5,788	\$ 3,583
VA without lifetime benefits guarantees (incl. investment-only products)	1,064	794	690	668	671	2,420	1,339
Registered Index-Linked Annuities (RILA)	490	562	560	533	541	689	1,074
FA/FIA <sup>2</sup>	19	112	134	133	115	42	248
<b>Total</b>	<b>\$ 4,142</b>	<b>\$ 3,560</b>	<b>\$ 3,238</b>	<b>\$ 3,140</b>	<b>\$ 3,104</b>	<b>\$ 8,939</b>	<b>\$ 6,244</b>
<b>Variable Annuity By Rider Type</b>							
None (investment-only)	\$ 465	\$ 343	\$ 331	\$ 262	\$ 297	\$ 1,068	\$ 559
GMDB only	533	397	303	343	330	1,200	673
GMWB - without lifetime benefits guarantees	66	54	56	63	44	152	107
GMWB - with lifetime benefits guarantees	2,569	2,092	1,854	1,806	1,777	5,788	3,583
<b>Total</b>	<b>\$ 3,633</b>	<b>\$ 2,886</b>	<b>\$ 2,544</b>	<b>\$ 2,474</b>	<b>\$ 2,448</b>	<b>\$ 8,208</b>	<b>\$ 4,922</b>
<b>Total Sales % By Channel</b>							
Independent broker-dealers	68 %	68 %	68 %	70 %	69%	65 %	69 %
Banks and other financial institutions	13 %	12 %	11 %	11 %	13%	13 %	12 %
Wirehouses and regional broker-dealers	13 %	15 %	15 %	13 %	13%	12 %	13 %
IPA channel <sup>3</sup>	6 %	5 %	6 %	6 %	5%	10 %	6 %
<b>Total</b>	<b>100 %</b>	<b>100 %</b>	<b>100 %</b>	<b>100 %</b>	<b>100%</b>	<b>100 %</b>	<b>100 %</b>
<b>Key Metrics</b>							
Total variable annuity fee margin <sup>4</sup>	3.2 %	3.5 %	3.5 %	3.3 %	3.3%	3.1 %	3.3 %
Variable annuity gross separate account return <sup>5</sup>	(14.0)%	(4.5)%	7.5 %	6.0 %	5.7%	(19.4)%	12.0 %
Operating income margin <sup>6</sup>	36.5 %	30.3 %	30.3 %	32.0 %	28.9%	35.2 %	30.4 %

<sup>1</sup>See explanation of Non-GAAP Financial Measures at the end of this Financial Supplement.

<sup>2</sup>Net of premiums ceded to Athene.

<sup>3</sup>The IPA Channel includes the distribution of Jackson products through non-traditional distribution intermediaries such as Independent Registered Investment Advisors, Platforms (e.g., AllianceBernstein Lifetime Income Strategy/defined contribution plans), and insurance professionals and agents.

<sup>4</sup>Total annualized VA fee income (including guarantee fees) as a percentage of average VA account value.

<sup>5</sup>Separate account returns are calculated from the change in net asset value (NAV) and are gross of all fees.

<sup>6</sup>Operating income as a percentage of operating revenue.

**Jackson Financial Inc.**  
**Quarterly Financial Supplement - Second Quarter 2023**  
(unaudited, in millions, except percentages)

**Retail Annuities**

**Select Operating Metrics - (1/5)**

	For the Three Months Ended					For the Six Months Ended	
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	6/30/22	6/30/23
<b>Account Value</b>							
<b>Variable Annuity - General Account</b>							
Balance as of beginning of periods, net of reinsurance	\$ 9,793	\$ 10,469	\$ 10,434	\$ 10,259	\$ 9,927	\$ 9,456	\$ 10,259
Premiums and deposits	375	315	301	316	272	734	588
Surrenders, withdrawals and benefits	(380)	(362)	(381)	(457)	(454)	(749)	(911)
Net flows	(5)	(47)	(80)	(141)	(182)	(15)	(323)
Net transfer to variable funds	666	(8)	(114)	(242)	(408)	992	(650)
Interest credited	41	44	43	73	71	81	144
Policy charges and other	(26)	(24)	(24)	(22)	(24)	(45)	(46)
Balance as of end of periods, net of reinsurance	<u>\$ 10,469</u>	<u>\$ 10,434</u>	<u>\$ 10,259</u>	<u>\$ 9,927</u>	<u>\$ 9,384</u>	<u>\$ 10,469</u>	<u>\$ 9,384</u>
<b>Variable Annuity - Separate Account</b>							
Balance as of beginning of periods, net of reinsurance	\$ 230,762	\$ 195,830	\$ 184,705	\$ 195,550	\$ 203,990	\$ 248,467	\$ 195,550
Premiums and deposits	3,258	2,571	2,243	2,158	2,176	7,474	4,334
Surrenders, withdrawals and benefits	(3,553)	(3,190)	(3,606)	(3,791)	(4,039)	(7,757)	(7,830)
Net flows	(295)	(619)	(1,363)	(1,633)	(1,863)	(283)	(3,496)
Net transfer to fixed option	(666)	8	114	242	408	(992)	650
Investment performance	(33,310)	(9,853)	12,741	10,528	10,483	(50,037)	21,011
Policy charges and other	(661)	(661)	(647)	(697)	(690)	(1,325)	(1,387)
Balance as of end of periods, net of reinsurance	<u>\$ 195,830</u>	<u>\$ 184,705</u>	<u>\$ 195,550</u>	<u>\$ 203,990</u>	<u>\$ 212,328</u>	<u>\$ 195,830</u>	<u>\$ 212,328</u>
<b>Variable Annuity - Total</b>							
Balance as of beginning of periods, net of reinsurance	\$ 240,555	\$ 206,299	\$ 195,139	\$ 205,809	\$ 213,917	\$ 257,923	\$ 205,809
Premiums and deposits	3,633	2,886	2,544	2,474	2,448	8,208	4,922
Surrenders, withdrawals and benefits	(3,933)	(3,552)	(3,987)	(4,248)	(4,493)	(8,506)	(8,741)
Net flows	(300)	(666)	(1,443)	(1,774)	(2,045)	(298)	(3,819)
Investment performance	(33,310)	(9,853)	12,741	10,528	10,483	(50,037)	21,011
Interest credited	41	44	43	73	71	81	144
Policy charges and other	(687)	(685)	(671)	(719)	(714)	(1,370)	(1,433)
Balance as of end of periods, net of reinsurance	<u>206,299</u>	<u>195,139</u>	<u>205,809</u>	<u>213,917</u>	<u>221,712</u>	<u>206,299</u>	<u>221,712</u>
Reinsured account value - balance as of end of periods	—	—	—	—	—	—	—
Balance as of end of periods, gross of reinsurance	<u>\$ 206,299</u>	<u>\$ 195,139</u>	<u>\$ 205,809</u>	<u>\$ 213,917</u>	<u>\$ 221,712</u>	<u>\$ 206,299</u>	<u>\$ 221,712</u>
Average VA account value	\$ 223,427	\$ 200,719	\$ 200,474	\$ 209,863	\$ 217,815	\$ 234,926	\$ 213,813
Annualized surrenders and withdrawals as percentage of VA account value	7.0%	7.1%	8.0%	8.1%	8.3%	7.2%	8.2%
<b>Variable Annuity Allocation</b>							
<b>By Fund Type</b>							
Equity	\$ 131,212	\$ 123,536	\$ 132,547	\$ 139,455	\$ 147,040	\$ 131,212	\$ 147,040
Bond	20,122	18,905	19,155	19,553	19,503	20,122	19,503
Balanced	41,498	39,075	40,797	42,033	42,953	41,498	42,953
Money market	2,998	3,189	3,051	2,949	2,832	2,998	2,832
<b>Total separate account</b>	<u>195,830</u>	<u>184,705</u>	<u>195,550</u>	<u>203,990</u>	<u>212,328</u>	<u>195,830</u>	<u>212,328</u>
Fixed (general account)	10,469	10,434	10,259	9,927	9,384	10,469	9,384
<b>Total variable annuity account value</b>	<u>\$ 206,299</u>	<u>\$ 195,139</u>	<u>\$ 205,809</u>	<u>\$ 213,917</u>	<u>\$ 221,712</u>	<u>\$ 206,299</u>	<u>\$ 221,712</u>

**Jackson Financial Inc.**  
**Quarterly Financial Supplement - Second Quarter 2023**  
(unaudited, in millions, except percentages)

**Retail Annuities**

**Select Operating Metrics - (2/5)**

Account Value	For the Three Months Ended					For the Six Months Ended	
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	6/30/22	6/30/23
<b>Fixed and Fixed Index Annuity</b>							
Balance as of beginning of periods, net of reinsurance	\$ 1,407	\$ 1,423	\$ 1,527	\$ 1,634	\$ 1,697	\$ 1,390	\$ 1,634
Premiums and deposits	59	138	155	165	131	113	296
Surrenders, withdrawals and benefits	(49)	(42)	(57)	(106)	(76)	(93)	(182)
Net flows	10	96	98	59	55	20	114
Change in value of equity option	(4)	(1)	2	—	—	(5)	—
Interest credited	14	17	14	19	18	26	37
Policy charges and other	(4)	(8)	(7)	(15)	(6)	(8)	(21)
Balance as of end of periods, net of reinsurance	1,423	1,527	1,634	1,697	1,764	1,423	1,764
Reinsured account value - balance as of end of periods	23,762	22,909	21,849	20,760	19,886	23,762	19,886
Balance as of end of periods, gross of reinsurance	<u>\$ 25,185</u>	<u>\$ 24,436</u>	<u>\$ 23,483</u>	<u>\$ 22,457</u>	<u>\$ 21,650</u>	<u>\$ 25,185</u>	<u>\$ 21,650</u>
Average FA and FIA account value	\$ 1,415	\$ 1,475	\$ 1,581	\$ 1,666	\$ 1,731	\$ 1,407	\$ 1,698
Annualized surrenders, withdrawals as % of FA and FIA account value <sup>1</sup>	13.9 %	11.4 %	14.4 %	25.5 %	17.6 %	13.2 %	21.4 %
<b>RILA</b>							
Balance as of beginning of periods, net of reinsurance	\$ 305	\$ 735	\$ 1,235	\$ 1,875	\$ 2,501	\$ 110	\$ 1,875
Premiums and deposits	490	562	560	533	541	689	1,074
Surrenders, withdrawals and benefits	(1)	(1)	(5)	(17)	(17)	(2)	(34)
Net flows	489	561	555	516	524	687	1,040
Change in value of equity option	(59)	(59)	84	108	117	(62)	225
Interest credited	—	1	1	2	3	—	5
Policy charges and other	—	(3)	—	—	(1)	—	(1)
Balance as of end of periods, net of reinsurance	735	1,235	1,875	2,501	3,144	735	3,144
Reinsured account value - balance as of end of periods	—	—	—	—	—	—	—
Balance as of end of periods, gross of reinsurance	<u>\$ 735</u>	<u>\$ 1,235</u>	<u>\$ 1,875</u>	<u>\$ 2,501</u>	<u>\$ 3,144</u>	<u>\$ 735</u>	<u>\$ 3,144</u>
Average RILA account value	\$ 520	\$ 985	\$ 1,555	\$ 2,188	\$ 2,823	\$ 383	\$ 2,507
Annualized surrenders, withdrawals as % of RILA account value <sup>1</sup>	0.8 %	0.4 %	1.3 %	3.1 %	2.4 %	1.0 %	2.7 %

<sup>1</sup>Represents net of reinsurance annualized surrender, withdrawals as % of net account value.

**Jackson Financial Inc.**  
**Quarterly Financial Supplement - Second Quarter 2023**  
(unaudited, in millions, except percentages)

**Retail Annuities**

**Select Operating Metrics - (3/5)**

	For the Three Months Ended					For the Six Months Ended	
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	6/30/22	6/30/23
<b>Payout Annuity</b>							
Balance as of beginning of periods, net of reinsurance	\$ 684	\$ 674	\$ 655	\$ 649	\$ 655	\$ 712	\$ 649
Premiums and deposits	28	27	27	25	34	52	59
Withdrawals and benefits	(43)	(49)	(40)	(51)	(45)	(96)	(96)
Net flows	(15)	(22)	(13)	(26)	(11)	(44)	(37)
Change in value of equity option	—	—	—	—	—	—	—
Interest credited	5	4	4	5	4	9	9
Policy charges and other	—	(1)	3	27	(2)	(3)	25
Balance as of end of periods, net of reinsurance	674	655	649	655	646	674	646
Reinsured account value - balance as of end of periods	159	172	188	192	207	159	207
Balance as of end of periods, gross of reinsurance	<u>\$ 833</u>	<u>\$ 827</u>	<u>\$ 837</u>	<u>\$ 847</u>	<u>\$ 853</u>	<u>\$ 833</u>	<u>\$ 853</u>
<b>Total Retail Annuity<sup>2</sup></b>							
Balance as of beginning of periods, net of reinsurance	\$ 242,951	\$ 209,131	\$ 198,556	\$ 209,967	\$ 218,770	\$ 260,135	\$ 209,967
Premiums and deposits	4,210	3,613	3,286	3,197	3,154	9,062	6,351
Surrenders, withdrawals and benefits	(4,026)	(3,644)	(4,089)	(4,422)	(4,631)	(8,697)	(9,053)
Net flows	184	(31)	(803)	(1,225)	(1,477)	365	(2,702)
Investment performance	(33,310)	(9,853)	12,741	10,528	10,483	(50,037)	21,011
Change in value of equity option	(63)	(60)	86	108	117	(67)	225
Interest credited	60	66	62	99	96	116	195
Policy charges and other	(691)	(697)	(675)	(707)	(723)	(1,381)	(1,430)
Balance as of end of periods, net of reinsurance	209,131	198,556	209,967	218,770	227,266	209,131	227,266
Reinsured account value - balance as of end of periods	23,921	23,081	22,037	20,952	20,093	23,921	20,093
Balance as of end of periods, gross of reinsurance	<u>\$ 233,052</u>	<u>\$ 221,637</u>	<u>\$ 232,004</u>	<u>\$ 239,722</u>	<u>\$ 247,359</u>	<u>\$ 233,052</u>	<u>\$ 247,359</u>
Average total retail annuity account value	\$ 226,041	\$ 203,844	\$ 204,262	\$ 214,369	\$ 223,018	\$ 237,406	\$ 218,668
Annualized surrenders, withdrawals as % of account value <sup>1</sup>	7.1%	7.2%	8.0%	8.3%	8.3%	7.3%	8.3%

<sup>1</sup>Represents net of reinsurance annualized surrender, withdrawals as % of net account value.

<sup>2</sup>Account value excludes reserves for future policy benefits.

**Jackson Financial Inc.**  
**Quarterly Financial Supplement - Second Quarter 2023**  
(unaudited, in millions)

**Retail Annuities**

**Select Operating Metrics - (4/5)**

**U.S. GAAP Reserves<sup>1</sup>**

**By Financial Statement Line**

	Balances as of				
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23
Separate account liabilities	\$ 196,114	\$ 184,976	\$ 195,835	\$ 204,294	\$ 212,644
Reserves for future policy benefits	1,069	1,018	1,042	1,067	1,054
Other contract holder funds	37,222	36,932	36,454	35,732	35,031
Market risk benefits	3,609	2,099	789	350	(1,500)
<b>Total</b>	<b>\$ 238,014</b>	<b>\$ 225,025</b>	<b>\$ 234,120</b>	<b>\$ 241,443</b>	<b>\$ 247,229</b>

**By Product**

Variable annuities - separate account with lifetime benefits guarantees	\$ 144,576	\$ 136,338	\$ 144,629	\$ 151,196	\$ 157,599
Variable annuities - separate account w/o lifetime benefits guarantees (incl. investment-only products)	51,538	48,638	51,206	53,098	55,046
Variable annuities - general account	14,332	12,787	11,313	10,547	8,160
Total variable annuities	210,446	197,763	207,148	214,841	220,805
RILA	738	1,240	1,879	2,505	3,147
Fixed annuities	12,728	12,313	11,698	11,083	10,602
Fixed index annuities	12,487	12,137	11,804	11,402	11,073
Payout annuities	1,615	1,572	1,591	1,612	1,602
<b>Total</b>	<b>\$ 238,014</b>	<b>\$ 225,025</b>	<b>\$ 234,120</b>	<b>\$ 241,443</b>	<b>\$ 247,229</b>

<sup>1</sup> Gross of reinsurance.

**Jackson Financial Inc.**  
**Quarterly Financial Supplement - Second Quarter 2023**  
(unaudited, in millions)

**Retail Annuities**

**Select Operating Metrics - (5/5)**

	Balances as of				
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23
<b>Variable Annuity Account Value (before reinsurance)</b>					
<b>No Living Benefits</b>					
w/ No GMDB (return of AV)	\$ 23,680	\$ 22,399	\$ 23,507	\$ 24,208	\$ 24,889
w/ ROP GMDB	14,650	13,939	14,580	15,062	15,568
w/ Enhanced GMDB	11,060	10,481	10,986	11,388	11,770
<b>GMWB</b>					
w/ No GMDB (return of AV)	42	41	47	54	57
w/ ROP GMDB	4,753	4,469	4,674	4,826	4,958
w/ Enhanced GMDB	983	919	953	969	989
<b>GMWB for Life</b>					
w/ No GMDB (return of AV)	1,393	1,363	1,496	1,617	1,730
w/ ROP GMDB	137,083	129,657	137,113	142,960	148,546
w/ Enhanced GMDB	11,254	10,568	11,097	11,469	11,839
<b>GMIB</b>					
w/ ROP GMDB	1,006	934	972	977	983
w/ Enhanced GMDB	395	369	384	387	383
<b>Total</b>	<u>\$ 206,299</u>	<u>\$ 195,139</u>	<u>\$ 205,809</u>	<u>\$ 213,917</u>	<u>\$ 221,712</u>
<b>Net Amount at Risk (before reinsurance)<sup>1</sup></b>	\$ 14,815	\$ 19,900	\$ 15,592	\$ 12,459	\$ 10,106

<sup>1</sup> Net amount at risk (NAR) is defined as of the valuation date for each contract as the greater of Death Benefit NAR (DBNAR) and Living Benefit NAR (LBNAR), as applicable, where DBNAR is the GMDB benefit base in excess of the account value, and the LBNAR is the actuarial present value of guaranteed living benefits in excess of the account value.

**Jackson Financial Inc.**  
**Quarterly Financial Supplement - Second Quarter 2023**  
(unaudited, in millions)

**Institutional Products**

**Pretax Adjusted Operating Earnings, Sales, and Key Metrics**

	For the Three Months Ended					For the Six Months Ended	
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	6/30/22	6/30/23
<b>Operating Revenue</b>							
Net investment income	\$ 72	\$ 80	\$ 96	\$ 102	\$ 119	\$ 136	\$ 221
Income (loss) on operating derivatives	(4)	(8)	(9)	(12)	(13)	(5)	(25)
<b>Total operating revenue</b>	<b>68</b>	<b>72</b>	<b>87</b>	<b>90</b>	<b>106</b>	<b>131</b>	<b>196</b>
<b>Operating Benefits and Expenses</b>							
Interest credited on other contract holder funds, net of deferrals and amortization	47	51	64	76	84	86	160
Interest expense <sup>1</sup>	—	—	5	4	4	—	8
Operating costs and other expenses, net of deferrals	2	1	1	1	1	3	2
<b>Total operating benefits and expenses</b>	<b>49</b>	<b>52</b>	<b>70</b>	<b>81</b>	<b>89</b>	<b>89</b>	<b>170</b>
<b>Pretax adjusted operating earnings<sup>2</sup></b>	<b>\$ 19</b>	<b>\$ 20</b>	<b>\$ 17</b>	<b>\$ 9</b>	<b>\$ 17</b>	<b>\$ 42</b>	<b>\$ 26</b>
<b>Sales</b>							
<b>By Product</b>							
Traditional guaranteed investment contracts (GICs)	\$ 201	\$ 64	\$ 58	\$ —	\$ 5	\$ 376	\$ 5
FHLBI funding agreements	—	250	—	150	—	50	150
Medium-Term Note funding agreements	—	—	850	499	299	750	798
<b>Total</b>	<b>\$ 201</b>	<b>\$ 314</b>	<b>\$ 908</b>	<b>\$ 649</b>	<b>\$ 304</b>	<b>\$ 1,176</b>	<b>\$ 953</b>

	For the Three Months Ended					For the Six Months Ended	
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	6/30/22	6/30/23
<b>Account Value</b>							
<b>General Account</b>							
Balance as of beginning of periods	\$ 9,173	\$ 8,483	\$ 8,358	\$ 9,019	\$ 8,691	\$ 8,830	\$ 9,019
Premiums and deposits	201	314	908	649	304	1,176	953
Surrenders, withdrawals and benefits	(868)	(428)	(403)	(1,040)	(204)	(1,527)	(1,244)
Net flows	(667)	(114)	505	(391)	100	(351)	(291)
Interest credited	47	51	64	76	84	86	160
Policy charges and other	(70)	(62)	92	(13)	12	(82)	(1)
Balance as of end of periods	<b>\$ 8,483</b>	<b>\$ 8,358</b>	<b>\$ 9,019</b>	<b>\$ 8,691</b>	<b>\$ 8,887</b>	<b>\$ 8,483</b>	<b>\$ 8,887</b>

**U.S. GAAP Reserves**

	Balance as of						
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	6/30/22	6/30/23
<b>By Product</b>							
Traditional guaranteed investment contracts (GICs)	\$ 1,181	\$ 1,162	\$ 1,128	\$ 989	\$ 865	\$ 1,181	\$ 865
FHLBI funding agreements	2,001	2,252	2,004	2,105	2,105	2,001	2,105
Medium-Term Note funding agreements	5,301	4,944	5,887	5,597	5,917	5,301	5,917
<b>Total</b>	<b>\$ 8,483</b>	<b>\$ 8,358</b>	<b>\$ 9,019</b>	<b>\$ 8,691</b>	<b>\$ 8,887</b>	<b>\$ 8,483</b>	<b>\$ 8,887</b>

<sup>1</sup>This represented the interest expense for the repurchase agreement on guaranteed investment contracts.

<sup>2</sup>See explanation of Non-GAAP Financial Measures at the end of this Financial Supplement.

**Jackson Financial Inc.**  
**Quarterly Financial Supplement - Second Quarter 2023**  
(unaudited, in millions)

**Closed Life and Annuity Blocks**

**Pretax Adjusted Operating Earnings and Key Metrics**

	For the Three Months Ended					For the Six Months Ended	
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	6/30/22	6/30/23
<b>Operating Revenue</b>							
Fee income	\$ 119	\$ 118	\$ 116	\$ 117	\$ 116	\$ 240	\$ 233
Premiums	35	36	26	23	49	72	72
Net investment income	167	166	184	177	175	356	352
Income (loss) on operating derivatives	13	7	(4)	(10)	(14)	28	(24)
Other income	9	8	10	4	6	17	10
<b>Total operating revenue</b>	<b>343</b>	<b>335</b>	<b>332</b>	<b>311</b>	<b>332</b>	<b>713</b>	<b>643</b>
<b>Operating Benefits and Expenses</b>							
Death, other policy benefits and change in policy reserves, net of deferrals	194	168	147	163	154	419	317
(Gain) loss from updating future policy benefits cash flow assumptions, net	14	(36)	(20)	16	11	32	27
Interest credited on other contract holder funds, net of deferrals and amortization	101	101	109	111	115	202	226
Operating costs and other expenses, net of deferrals	19	23	56	39	42	51	81
Amortization of deferred acquisition costs	3	3	2	2	3	6	5
<b>Total operating benefits and expenses</b>	<b>331</b>	<b>259</b>	<b>294</b>	<b>331</b>	<b>325</b>	<b>710</b>	<b>656</b>
<b>Pretax adjusted operating earnings<sup>1</sup></b>	<b>\$ 12</b>	<b>\$ 76</b>	<b>\$ 38</b>	<b>\$ (20)</b>	<b>\$ 7</b>	<b>\$ 3</b>	<b>\$ (13)</b>

	For the Three Months Ended					For the Six Months Ended	
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	6/30/22	6/30/23
<b>Account Value<sup>2</sup></b>							
<b>General Account</b>							
Balance as of beginning of periods, net of reinsurance	\$ 8,532	\$ 8,449	\$ 8,372	\$ 8,288	\$ 8,272	\$ 8,637	\$ 8,288
Premiums and deposits	76	76	75	78	68	158	146
Surrenders, withdrawals and benefits	(135)	(132)	(150)	(125)	(153)	(297)	(278)
Net flows	(59)	(56)	(75)	(47)	(85)	(139)	(132)
Interest credited	99	99	107	95	95	198	190
Policy charges and other	(123)	(120)	(116)	(64)	(95)	(247)	(159)
Balance as of end of periods, net of reinsurance	8,449	8,372	8,288	8,272	8,187	8,449	8,187
Reinsured account value - balance as of end of periods	4,269	4,320	4,246	4,223	4,197	4,269	4,197
Balance as of end of periods, gross of reinsurance	12,718	12,692	12,534	12,495	12,384	12,718	12,384

	Balance as of						
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	6/30/22	6/30/23
<b>GAAP Reserves</b>							
<b>By Financial Statement Line</b>							
Separate account liabilities	\$ 70	\$ 66	\$ 71	\$ 72	\$ 75	\$ 70	\$ 75
Reserves for future policy benefits	10,565	9,849	9,726	9,737	9,436	10,565	9,436
Other contract holder funds	12,718	12,692	12,534	12,495	12,384	12,718	12,384
Market risk benefits	7	7	8	6	6	7	6
<b>Total</b>	<b>\$ 23,360</b>	<b>\$ 22,614</b>	<b>\$ 22,339</b>	<b>\$ 22,310</b>	<b>\$ 21,901</b>	<b>\$ 23,360</b>	<b>\$ 21,901</b>

<sup>1</sup>See explanation of Non-GAAP Financial Measures at the end of this Financial Supplement.

<sup>2</sup>Account value excludes reserve for future policy benefits.



**Jackson Financial Inc.**  
**Quarterly Financial Supplement - Second Quarter 2023**  
(unaudited, in millions)

**Corporate and Other<sup>1</sup>**

**Pretax Adjusted Operating Earnings**

	For the Three Months Ended					For the Six Months Ended	
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	6/30/22	6/30/23
<b>Operating Revenue</b>							
Fee income	\$ 14	\$ 13	\$ 9	\$ 13	\$ 13	\$ 30	\$ 26
Net investment income (loss)	9	22	—	22	11	43	33
Income (loss) on operating derivatives	8	2	(6)	(4)	(4)	18	(8)
Other income (expense)	1	—	6	2	3	2	5
<b>Total operating revenue</b>	<b>32</b>	<b>37</b>	<b>9</b>	<b>33</b>	<b>23</b>	<b>93</b>	<b>56</b>
<b>Operating Benefits and Expenses</b>							
Interest expense	18	21	22	22	22	33	44
Operating costs and other expenses, net of deferrals	6	28	49	54	48	46	102
<b>Total operating benefits and expenses</b>	<b>24</b>	<b>49</b>	<b>71</b>	<b>76</b>	<b>70</b>	<b>79</b>	<b>146</b>
<b>Pretax adjusted operating earnings<sup>2</sup></b>	<b>\$ 8</b>	<b>\$ (12)</b>	<b>\$ (62)</b>	<b>\$ (43)</b>	<b>\$ (47)</b>	<b>\$ 14</b>	<b>\$ (90)</b>

<sup>1</sup>Corporate and Other includes the intersegment eliminations.

<sup>2</sup>See explanation of Non-GAAP Financial Measures at the end of this Financial Supplement.

**Jackson Financial Inc.**  
**Quarterly Financial Supplement - Second Quarter 2023**  
(unaudited, in millions, except percentages)

**Consolidated Composition of Invested Assets**

	Balances as of				
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23
<b>Invested Asset Reconciliation</b>					
Total investments	\$ 67,127	\$ 65,890	\$ 65,946	\$ 66,885	\$ 64,283
Cash and cash equivalents	5,258	5,331	4,298	1,779	2,100
<b>Total investments and cash and cash equivalents</b>	<b>\$ 72,385</b>	<b>\$ 71,221</b>	<b>\$ 70,244</b>	<b>\$ 68,664</b>	<b>\$ 66,383</b>
<b>Breakdown of Invested Assets</b>					
<b>By Asset Class Excluding Funds Withheld Assets</b>					
Debt securities					
U.S. government securities	\$ 2,839	\$ 3,906	\$ 5,034	\$ 4,739	\$ 4,516
Other government securities	914	855	850	871	852
Corporate securities	23,181	21,930	21,837	23,567	23,324
Residential mortgage-backed	223	228	250	249	242
Commercial mortgage-backed	1,165	1,211	1,220	1,243	1,143
Other asset-backed securities	1,656	1,700	1,790	2,035	2,052
<b>Total debt securities</b>	<b>29,978</b>	<b>29,830</b>	<b>30,981</b>	<b>32,704</b>	<b>32,129</b>
Equity securities	172	150	316	152	119
Mortgage loans	6,935	6,877	6,840	6,907	7,001
Policy loans	959	946	942	936	930
Freestanding derivative instruments	1,133	1,767	1,173	972	887
Other invested assets	2,759	2,753	2,802	2,890	2,866
Subtotal	41,936	42,323	43,054	44,561	43,932
Funds withheld assets	25,191	23,567	22,892	22,324	20,351
<b>Total investments</b>	<b>\$ 67,127</b>	<b>\$ 65,890</b>	<b>\$ 65,946</b>	<b>\$ 66,885</b>	<b>\$ 64,283</b>
<b>Debt securities by Rating Excluding Funds Withheld Assets</b>					
AAA	17.0%	20.8%	23.9%	19.8%	19.6%
AA	8.0%	8.0%	7.7%	10.7%	10.5%
A	30.3%	29.5%	29.3%	30.0%	30.1%
BBB	36.1%	33.3%	30.9%	31.5%	31.7%
Investment grade	91.4%	91.6%	91.8%	92.0%	91.9%
BB	3.6%	3.4%	3.5%	3.4%	3.5%
B and below	5.0%	5.0%	4.7%	4.6%	4.6%
Below investment grade	8.6%	8.4%	8.2%	8.0%	8.1%
<b>Total debt securities</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>

**Jackson Financial Inc.**  
**Quarterly Financial Supplement - Second Quarter 2023**  
(unaudited, in millions)

**Consolidated Composition of Debt Securities Excluding Funds Withheld Assets**

	Balances as of				
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23
<b>Debt Securities Excluding Funds Withheld Assets</b>					
U.S. government securities	\$ 2,839	\$ 3,906	\$ 5,034	\$ 4,739	\$ 4,516
Other government securities	914	855	850	871	852
Corporate securities:					
Utilities	4,155	3,847	3,958	4,174	4,097
Energy	1,858	1,748	1,735	1,888	1,904
Banking	1,232	1,267	1,235	1,479	1,490
Healthcare	2,061	1,939	1,864	2,146	2,135
Finance/insurance	2,915	2,834	2,811	2,946	2,914
Technology/telecom	1,691	1,565	1,545	1,636	1,612
Consumer goods	1,569	1,498	1,557	1,668	1,695
Industrial	1,127	991	955	1,059	1,063
Capital goods	1,446	1,337	1,293	1,441	1,406
Real estate	1,039	949	985	1,033	972
Media	750	737	706	735	726
Transportation	783	798	797	850	852
Retail	866	825	806	823	806
Other	1,689	1,595	1,590	1,689	1,652
<b>Total corporate securities</b>	<b>23,181</b>	<b>21,930</b>	<b>21,837</b>	<b>23,567</b>	<b>23,324</b>
Residential mortgage-backed	223	228	250	249	242
Commercial mortgage-backed	1,165	1,211	1,220	1,243	1,143
Other asset-backed securities	1,656	1,700	1,790	2,035	2,052
<b>Total debt securities excluding funds withheld assets</b>	<b>\$ 29,978</b>	<b>\$ 29,830</b>	<b>\$ 30,981</b>	<b>\$ 32,704</b>	<b>\$ 32,129</b>

**Jackson Financial Inc.**  
**Quarterly Financial Supplement - Second Quarter 2023**  
(unaudited, in millions, except percentages)

**Consolidated Net Investment Income<sup>1</sup>**

	For the Three Months Ended								For the Six Months Ended or As of					
	6/30/22		9/30/22		12/31/22		3/31/23		6/30/23		6/30/22		6/30/23	
	Income Pct.	Amount	Income Pct.	Amount	Income Pct.	Amount	Income Pct.	Amount	Income Pct.	Amount	Income Pct.	Amount	Income Pct.	Amount
<b>Debt Securities</b>														
Income (loss)	2.6 %	\$ 213	3.7 %	\$ 306	3.3 %	\$ 284	4.4 %	\$ 382	3.8 %	\$ 338	3.0 %	\$ 486	4.1 %	\$ 720
Ending assets - income pct. value <sup>2</sup>		32,650		34,117		34,416		35,678		35,582		32,650		35,582
Ending assets - carrying value		29,978		29,830		30,981		32,704		32,129		29,978		32,129
<b>Equity Securities</b>														
Income (loss)	14.4 %	6	(62.1)%	(25)	3.4 %	2	(17.1)%	(10)	26.6 %	9	8.5%	7	(1.0)%	(1)
Ending assets - carrying value		172		150		316		152		119		172		119
<b>Mortgage Loans</b>														
Income (loss)	3.9 %	68	4.0 %	70	4.3 %	74	4.4 %	76	4.4 %	78	4.1%	141	4.4 %	154
Ending assets - income pct. value <sup>2</sup>		7,002		6,947		6,925		7,040		7,147		7,002		7,147
Ending assets - carrying value		6,935		6,877		6,840		6,907		7,001		6,935		7,001
<b>Policy Loans</b>														
Income (loss)	7.0 %	17	7.6 %	18	7.2 %	17	7.2 %	17	6.9 %	16	7.0%	34	7.1 %	33
Ending assets - carrying value		959		946		942		936		930		959		930
<b>Limited Partnerships</b>														
Income (loss)	8.7 %	50	(1.2)%	(7)	(1.2)%	(7)	6.0 %	37	(6.1)%	(38)	14.1%	158	-0.1 %	(1)
Ending assets - carrying value		2,372		2,369		2,419		2,509		2,485		2,372		2,485
<b>Other Invested Assets (ex. Limited Partnerships)</b>														
Income (loss)	1.0 %	1	2.1 %	2	4.2 %	4	5.2 %	5	3.2 %	3	1.0%	2	4.2 %	8
Ending assets - carrying value		387		384		383		381		380		387		380
<b>Total Invested Assets (ex. Derivative<sup>3</sup>)</b>														
Income (loss)	3.3 %	\$ 355	3.3 %	\$ 364	3.3 %	\$ 374	4.4 %	\$ 507	3.5 %	\$ 406	3.8 %	\$ 828	3.9 %	\$ 913
Ending assets - income pct. value <sup>2</sup>		43,542		44,913		45,401		46,696		46,643		43,542		46,643
Ending assets - carrying value		40,803		40,556		41,881		43,589		43,044		40,803		43,044
<b>Cash and Short-Term Investments</b>														
Income (loss)	1.0 %	9	1.0 %	12	1.8 %	20	3.2 %	23	5.5 %	19	0.6%	9	3.7 %	42
Ending assets - carrying value		4,934		4,822		4,038		1,673		1,113		4,934		1,113
<b>Funds Withheld Assets</b>														
Income (loss)	5.3 %	364	4.6 %	313	4.8 %	317	4.9 %	307	4.2 %	252	4.5%	624	4.5 %	559
Ending assets - income pct. value <sup>2,4</sup>		27,608		26,908		25,792		24,744		23,790		27,608		23,790
Ending assets - carrying value <sup>4</sup>		25,405		23,893		23,055		22,351		21,281		25,405		21,281
<b>Total Net Investment Income</b>														
Investment income		\$ 728		\$ 689		\$ 711		\$ 837		\$ 677		\$ 1,461		\$ 1,514
Less: investment fees		(36)		(49)		28		(115)		(5)		(79)		(120)
Investment income, net		<u>\$ 692</u>		<u>\$ 640</u>		<u>\$ 739</u>		<u>\$ 722</u>		<u>\$ 672</u>		<u>\$ 1,382</u>		<u>\$ 1,394</u>
<b>Total Operating Net Investment Income</b>														
Investment income, net		\$ 692		\$ 640		\$ 739		\$ 722		\$ 672		\$ 1,382		\$ 1,394
Less: investment income on funds withheld assets		(364)		(313)		(317)		(307)		(252)		(624)		(559)
Less: investment income related to noncontrolling interests		(31)		11		9		(1)		(3)		(62)		(4)
Less: investment income due to consolidation		64		2		(47)		23		18		66		41
Operating investment income, net		<u>\$ 361</u>		<u>\$ 340</u>		<u>\$ 384</u>		<u>\$ 437</u>		<u>\$ 435</u>		<u>\$ 762</u>		<u>\$ 872</u>

<sup>1</sup>Income percentages are annualized.

<sup>2</sup>Ending assets - Income Pct. Value is amortized cost for debt securities and amortized cost excluding loss allowance for mortgage loans.

<sup>3</sup>Results of derivatives are not included in Net Investment Income and the asset value has been excluded from Ending Assets.

<sup>4</sup>Details of the Income Pct. Value and Carrying Value for the Funds Withheld Assets as of the current period (6/30/23) are as follows:

	<u>Income Pct. Value</u>	<u>Carrying Value</u>
Debt Securities	\$ 14,730	\$ 12,246
Equity Securities	148	148
Mortgage Loans	3,836	3,811
Policy Loans	3,451	3,451
Limited Partnerships	638	638
Cash and Short-Term Investments	987	987
Total	<u>\$ 23,790</u>	<u>\$ 21,281</u>

**Jackson Financial Inc.**  
**Quarterly Financial Supplement - Second Quarter 2023**  
(unaudited, in millions)

**Market Risk Benefits**

**(Assets) Liabilities for Variable Annuities, Net**

	For the Three Months Ended					For the Six Months Ended	
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	6/30/22	6/30/23
<b>Net MRB balance, beginning of periods</b>	\$ 3,405	\$ 3,576	\$ 2,081	\$ 767	\$ 318	\$ 6,281	\$ 767
Beginning of periods cumulative effect of changes in non-performance risk <sup>1</sup>	1,254	2,262	2,809	2,185	2,466	326	2,185
<b>Net MRB balance, beginning of periods, before effect of changes in non-performance risk</b>	4,659	5,838	4,890	2,952	2,784	6,607	2,952
Effect of changes in interest rates	(4,866)	(4,071)	(680)	1,824	(1,309)	(9,386)	515
Effect of fund performance	5,112	1,954	(2,272)	(1,881)	(1,735)	6,750	(3,616)
Effect of changes in equity index volatility	618	707	(235)	(747)	(322)	1,104	(1,069)
Effect of expected policyholder behavior	224	222	9	89	120	301	209
Effect of actual policyholder behavior different from expected	(242)	(84)	113	167	121	(259)	288
Effect of time	333	324	662	380	518	721	898
Effect of changes in assumptions	—	—	465	—	—	—	—
<b>Net MRB balance, end of periods, before effect of changes in non-performance risk</b>	5,838	4,890	2,952	2,784	177	5,838	177
End of periods cumulative effect of changes in non-performance risk <sup>1</sup>	(2,262)	(2,809)	(2,185)	(2,466)	(1,705)	(2,262)	(1,705)
<b>Net MRB balance, end of periods, gross</b>	3,576	2,081	767	318	(1,528)	3,576	(1,528)
Reinsurance recoverable on market risk benefits at fair value, end of periods	(257)	(228)	(183)	(192)	(151)	(257)	(151)
<b>Net MRB balance, end of periods, net of reinsurance</b>	\$ 3,319	\$ 1,853	\$ 584	\$ 126	\$ (1,679)	\$ 3,319	\$ (1,679)

<sup>1</sup> Changes in non-performance risk are reported in AOCI, rather than the Income Statement.

**Reconciliation of Market Risk Benefits**

	Balance as of						
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	6/30/22	6/30/23
<b>Variable Annuities</b>							
Market risk benefit - (assets)	\$ (2,320)	\$ (3,021)	\$ (4,856)	\$ (5,198)	\$ (5,951)	\$ (2,320)	\$ (5,951)
Market risk benefit - liabilities	5,896	5,102	5,623	5,516	4,423	5,896	4,423
Market risk benefit - net	\$ 3,576	\$ 2,081	\$ 767	\$ 318	\$ (1,528)	\$ 3,576	\$ (1,528)
<b>Other Products</b>							
Market risk benefit - (assets)	\$ (9)	\$ (11)	\$ (9)	\$ (6)	\$ (6)	\$ (9)	\$ (6)
Market risk benefit - liabilities	49	36	39	44	40	49	40
Market risk benefit - net	\$ 40	\$ 25	\$ 30	\$ 38	\$ 34	\$ 40	\$ 34
<b>Total Balance Sheet Position</b>							
Market risk benefit - (assets)	\$ (2,329)	\$ (3,032)	\$ (4,865)	\$ (5,204)	\$ (5,957)	\$ (2,329)	\$ (5,957)
Market risk benefit - liabilities	5,945	5,138	5,662	5,560	4,463	5,945	4,463
Market risk benefit - net	\$ 3,616	\$ 2,106	\$ 797	\$ 356	\$ (1,494)	\$ 3,616	\$ (1,494)
<b>Change in Balance Sheet Position</b>							
Market risk benefits (gains) losses, net (reported on the Consolidated Income Statement)	1,184	(913)	(1,900)	(174)	(2,570)	(723)	(2,744)
Change in non-performance risk on market risk benefits (reported on the Consolidated Statements of Comprehensive Income (Loss))	(1,017)	(552)	631	(284)	764	(1,953)	480
Change in reinsurance recoverable on market risk benefits, at fair value	(20)	(45)	(40)	17	(44)	(77)	(27)
Total change in balance sheet position	147	(1,510)	(1,309)	(441)	(1,850)	(2,753)	(2,291)

**Jackson Financial Inc.**  
**Quarterly Financial Supplement - Second Quarter 2023**  
(unaudited, in millions)

**Deferred Acquisition Costs**

	For the Three Months Ended or As of					For the Six Months Ended or As of	
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	6/30/22	6/30/23
<b>Consolidated</b>							
Balance as of beginning of period	\$ 13,387	\$ 13,249	\$ 13,090	\$ 12,923	\$ 12,760	\$ 13,525	\$ 12,923
Deferrals	169	146	130	130	130	348	260
Amortization related to:							
Operating amortization	(144)	(142)	(140)	(140)	(142)	(286)	(282)
Non-operating amortization <sup>1</sup>	(163)	(163)	(157)	(153)	(149)	(338)	(302)
Total amortization (expense) benefit	(307)	(305)	(297)	(293)	(291)	(624)	(584)
Balance as of end of period, gross	\$ 13,249	\$ 13,090	\$ 12,923	\$ 12,760	\$ 12,599	\$ 13,249	\$ 12,599

<sup>1</sup> Amortization of the balance of unamortized deferred acquisition costs at the date of transition to LDTI on January 1, 2021 associated with items excluded from adjusted operating earnings prior to transition.

**Jackson Financial Inc.**  
**Quarterly Financial Supplement - Second Quarter 2023**  
(unaudited, in millions, except ratio)

**Key Statutory Metrics**

	For the Three Months Ended					For the Six Months Ended	
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	6/30/22	6/30/23
<b>Statutory Operating Income (Loss)</b>	\$ 184	\$ 1,036	\$ 1,899	\$ 1,177	\$ 27	\$ 1,184	\$ 1,204
<b>Statutory Net Income (Loss)</b>	\$ 1,773	\$ (1,312)	\$ 1,528	\$ (963)	\$ 61	\$ 3,472	\$ (902)
Dividends paid to parent	\$ —	\$ —	\$ —	\$ (450)	\$ —	\$ —	\$ (450)
Capital contribution received from / (return of capital paid to) parent	—	—	—	(150)	—	(600)	(150)
<b>Dividends Net of Paid-in Capital</b>	\$ —	\$ —	\$ —	\$ (600)	\$ —	\$ (600)	\$ (600)
	Balances as of						
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	6/30/22	6/30/23
<b>Capitalization</b>							
Total adjusted capital (TAC)	\$ 8,725	\$ 9,496	\$ 6,989	\$ 4,745	\$ 3,790	\$ 8,725	\$ 3,790
RBC - company action level	n/a	n/a	\$ 1,286	n/a	n/a	n/a	n/a
RBC ratio - company action level	n/a	n/a	544 %	n/a	n/a	n/a	n/a
<b>Statutory Admitted Assets</b>	\$ 256,557	\$ 247,516	\$ 254,629	\$ 258,586	\$ 264,761	\$ 256,557	\$ 264,761
<b>Statutory Liabilities</b>	\$ 248,840	\$ 239,015	\$ 248,642	\$ 254,336	\$ 261,453	\$ 248,840	\$ 261,453

NOTE: Statutory metrics reflect values for Jackson National Life Insurance Company.

## Non-GAAP Financial Measures

In addition to presenting our results of operations and financial condition in accordance with U.S. GAAP, we use and report, selected non-GAAP financial measures. Management believes that the use of these non-GAAP financial measures, together with relevant U.S. GAAP financial measures, provides a better understanding of our results of operations, financial condition and the underlying performance drivers of our business. These non-GAAP financial measures should be considered supplementary to our results of operations and financial condition that are presented in accordance with U.S. GAAP and should not be viewed as a substitute for the U.S. GAAP financial measures. Other companies may use similarly titled non-GAAP financial measures that are calculated differently from the way we calculate such measures. Consequently, our non-GAAP financial measures may not be comparable to similar measures used by other companies. These non-GAAP financial measures should not be viewed as substitutes for the most directly comparable financial measures calculated in accordance with U.S. GAAP.

### Adjusted Operating Earnings

Adjusted Operating Earnings is an after-tax non-GAAP financial measure, which we believe should be used to evaluate our financial performance on a consolidated basis by excluding certain items that may be highly variable from period to period due to accounting treatment under U.S. GAAP or that are non-recurring in nature, as well as certain other revenues and expenses that we do not view as driving our underlying performance. Adjusted Operating Earnings should not be used as a substitute for net income as calculated in accordance with U.S. GAAP. However, we believe the adjustments to net income are useful for gaining an understanding of our overall results of operations.

Adjusted Operating Earnings equals our Net income (loss) attributable to Jackson Financial Inc. common shareholders (which excludes income attributable to non-controlling interest and dividends on preferred stock) adjusted to eliminate the impact of the following items:

**1) Net Hedging Results:** Comprised of: (i) fees attributed to guaranteed benefits; (ii) changes in the fair value of freestanding derivatives used to manage the risk associated with market risk benefits and other guaranteed benefit features; (iii) the movements in reserves, market risk benefits, guaranteed benefit features accounted for as embedded derivative instruments, and related claims and benefit payments; (iv) amortization of the balance of unamortized deferred acquisition costs at the date of transition to current accounting guidance on January 1, 2021 associated with items excluded from adjusted operating earnings prior to transition to LDTI; and (v) the impact on the valuation of Net Hedging Results arising from changes in underlying actuarial assumptions. These items are excluded from adjusted operating earnings as they may vary significantly from period to period due to near-term market conditions and therefore are not directly comparable or reflective of the underlying performance of our business. We believe this approach appropriately removes the impact to both revenue and related expenses associated with Net Hedging Results and provides investors a better picture of the drivers of our underlying performance.

**2) Net Realized Investment Gains and Losses:** Comprised of: (i) realized investment gains and losses associated with the periodic sales or disposals of securities, excluding those held within our trading portfolio; and (ii) impairments of securities, after adjustment for the non-credit component of the impairment charges. These items are excluded from pretax adjusted operating earnings as they may vary significantly from period to period due to near-term market conditions and therefore are not directly comparable or reflective of the underlying performance of our business. We believe this approach provides investors a better picture of the drivers of our underlying performance.

**3) Change in Value of Funds Withheld Embedded Derivative and Net investment income on funds withheld assets:** Comprised of (i) the change in fair value of funds withheld embedded derivatives; and (ii) net investment income on funds withheld assets related to funds withheld reinsurance transactions. These items are excluded from pretax adjusted operating earnings as they are not reflective of the underlying performance of our business. We believe this approach provides investors a better picture of the drivers of our underlying performance.

**4) Other items:** Comprised of: (i) the impact of investments that are consolidated in our financial statements due to U.S. GAAP accounting requirements, such as our investments in collateralized loan obligations (CLOs), but for which the consolidation effects are not consistent with our economic interest or exposure to those entities, and (ii) one-time or other non-recurring items, such as costs relating to our separation from Prudential. These items are excluded from adjusted operating earnings as they are not reflective of the underlying performance of our business. We believe this approach provides investors a better picture of the drivers of our underlying performance.

**Operating income taxes** are calculated using the prevailing corporate federal income tax rate of 21% while taking into account any items recognized differently in our financial statements and federal income tax returns, including the dividends received deduction and other tax credits. For interim reporting periods, the Company uses an estimated annual effective tax rate ("ETR") in computing its tax provision including consideration of discrete items.



**Non-GAAP Financial Measures**

**Adjusted Book Value Attributable to Common Shareholders**

Adjusted Book Value Attributable to Common Shareholders excludes Preferred Stock and Accumulated Other Comprehensive Income (Loss) ("AOCI") attributable to Jackson Financial Inc ("JFI"). AOCI attributable to JFI excludes AOCI arising from investments held within the funds withheld account related to the Athene Reinsurance Transaction. We exclude AOCI attributable to JFI from Adjusted Book Value Attributable to Common Shareholders because our invested assets are generally invested to closely match the duration of our liabilities, which are longer duration in nature, and therefore we believe period-to-period fair market value fluctuations in AOCI to be inconsistent with this objective. We believe excluding AOCI attributable to JFI is more useful to investors in analyzing trends in our business.

**Adjusted Operating Return on Equity Attributable to Common Shareholders**

We use Adjusted Operating ROE Attributable to Common Shareholders to manage our business and evaluate our financial performance. Adjusted Operating ROE Attributable to Common Shareholders excludes items that vary from period-to-period due to accounting treatment under U.S. GAAP or that are non-recurring in nature, as such items may distort the underlying performance of our business. We calculate Adjusted Operating ROE Attributable to Common Shareholders by dividing our Adjusted Operating Earnings by average Adjusted Book Value Attributable to Common Shareholders.

Adjusted Book Value Attributable to Common Shareholders and Adjusted Operating ROE Attributable to Common Shareholders should not be used as substitutes for total shareholders' equity and ROE Attributable to Common Shareholders as calculated using annualized net income and average equity in accordance with U.S. GAAP. However, we believe the adjustments to equity and earnings are useful to gaining an understanding of our overall results of operations.

**Jackson Financial Inc.**  
**Quarterly Financial Supplement - Second Quarter 2023**  
(unaudited, in millions, except percentages)

**Adjusted Operating Earnings Reconciliation**

	For the Three Months Ended					For the Six Months Ended	
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	6/30/22	6/30/23
<b>Net income (loss) attributable to Jackson Financial Inc. common shareholders</b>	\$ 3,263	\$ 1,879	\$ (1,150)	\$ (1,497)	\$ 1,204	\$ 5,457	\$ (293)
Add: dividends on preferred stock	—	—	—	—	13	—	13
Add: income tax expense (benefit)	845	657	(385)	(558)	245	1,233	(313)
<b>Pretax income (loss) attributable to Jackson Financial Inc.</b>	4,108	2,536	(1,535)	(2,055)	1,462	6,690	(593)
<b>Non-Operating Adjustments (Income) Loss:</b>							
Guaranteed benefits and hedging results:							
Fees attributable to guarantee benefit reserves	(765)	(771)	(777)	(780)	(781)	(1,529)	(1,561)
Net movement in freestanding derivatives	(2,847)	253	3,862	2,512	1,911	(1,371)	4,423
Market risk benefits (gains) losses, net	1,184	(913)	(1,900)	(174)	(2,570)	(723)	(2,744)
Net reserve and embedded derivative movements	—	7	175	189	194	40	383
Amortization of DAC associated with non-operating items at date of transition to LDTI	166	162	157	153	149	339	302
Total guaranteed benefits and hedging results	(2,262)	(1,262)	1,517	1,900	(1,097)	(3,244)	803
Net realized investment (gains) losses	(5)	6	228	68	40	125	108
Net realized investment (gains) losses on funds withheld assets	(1,077)	(555)	474	673	134	(2,105)	807
Net investment income on funds withheld assets	(364)	(313)	(317)	(307)	(252)	(624)	(559)
Other items	64	2	(47)	23	18	67	41
<b>Total non-operating adjustments</b>	(3,644)	(2,122)	1,855	2,357	(1,157)	(5,781)	1,200
<b>Pre-tax adjusted operating earnings</b>	464	414	320	302	305	909	607
Less: operating income tax expense (benefit)	57	38	26	31	9	125	40
Adjusted operating earnings before dividends on preferred stock	407	376	294	271	296	784	567
Less: dividends on preferred stock	—	—	—	—	13	—	13
<b>Adjusted operating earnings</b>	\$ 407	\$ 376	\$ 294	\$ 271	\$ 283	\$ 784	\$ 554
<b>Effective tax rates on adjusted operating earnings</b>	12.3 %	9.2 %	8.1 %	10.3 %	3.0 %	13.8 %	6.6 %

**Jackson Financial Inc.**  
**Quarterly Financial Supplement - Second Quarter 2023**  
(unaudited, in millions, except percentages and per share and shares outstanding data)

**Select U.S. GAAP to Non-GAAP Reconciliations**

	For the Three Months Ended					For the Six Months Ended	
	6/30/22	9/30/22	12/31/22	3/31/23	6/30/23	6/30/22	6/30/23
<b>Net Income (Loss)</b>	\$ 3,294	\$ 1,868	\$ (1,158)	\$ (1,496)	\$ 1,220	\$ 5,519	\$ (276)
Income attributable to non-controlling interest	31	(11)	(8)	1	3	62	4
<b>Net Income (Loss) Attributable to Jackson Financial Inc.</b>	<u>3,263</u>	<u>1,879</u>	<u>(1,150)</u>	<u>(1,497)</u>	<u>1,217</u>	<u>5,457</u>	<u>(280)</u>
Less: Dividends on preferred stock	—	—	—	—	13	—	13
<b>Net Income (Loss) Attributable to Jackson Financial Inc. common shareholders [a]</b>	<u>\$ 3,263</u>	<u>\$ 1,879</u>	<u>\$ (1,150)</u>	<u>\$ (1,497)</u>	<u>\$ 1,204</u>	<u>\$ 5,457</u>	<u>\$ (293)</u>
<b>Total Shareholders' Equity</b>	\$ 9,706	\$ 10,219	\$ 8,646	\$ 8,638	\$ 8,652	\$ 9,706	\$ 8,652
Less: Preferred equity	—	—	—	533	533	—	533
<b>Total common shareholder's equity</b>	<u>\$ 9,706</u>	<u>\$ 10,219</u>	<u>\$ 8,646</u>	<u>\$ 8,105</u>	<u>\$ 8,119</u>	<u>\$ 9,706</u>	<u>\$ 8,119</u>
<b>Average common Shareholders' Equity [b]</b>	\$ 8,950	\$ 9,963	\$ 9,433	\$ 8,376	\$ 8,112	\$ 8,514	\$ 8,290
<b>Total ROE Attributable to Common Shareholders [a]/[b]; Annualized</b>	145.8%	75.4%	(48.8)%	(71.5)%	59.4 %	128.2%	(7.1)%
<b>Adjusted Operating Earnings [c]</b>	\$ 407	\$ 376	\$ 294	\$ 271	\$ 283	\$ 784	\$ 554
<b>Adjusted Book Value Attributable to Common Shareholders:</b>							
Total common shareholders' equity	\$ 9,706	\$ 10,219	\$ 8,646	\$ 8,105	\$ 8,119	\$ 9,706	\$ 8,119
Exclude AOCI attributable to Jackson Financial Inc.	62	716	1,272	476	1,435	62	1,435
<b>Adjusted Book Value Attributable to Common Shareholders</b>	<u>\$ 9,768</u>	<u>\$ 10,935</u>	<u>\$ 9,918</u>	<u>\$ 8,581</u>	<u>\$ 9,554</u>	<u>\$ 9,768</u>	<u>\$ 9,554</u>
<b>Average Adjusted Book Value Attributable to Common Shareholders [d]</b>	\$ 8,698	\$ 10,352	\$ 10,427	\$ 9,250	\$ 9,068	\$ 7,988	\$ 9,351
<b>Adjusted Operating ROE Attributable to Common Shareholders [c]/[d]; Annualized</b>	18.7%	14.5%	11.3 %	11.7 %	12.5 %	19.6%	11.8 %
<b>Per Share Data (Common Shareholders)</b>							
Net income (loss) (basic)	\$ 37.96	\$ 22.08	\$ (13.74)	\$ (18.11)	\$ 14.58	\$ 62.98	\$ (3.55)
Net income (loss) (diluted) <sup>1</sup>	\$ 36.59	\$ 21.38	\$ (13.74)	\$ (18.11)	\$ 14.21	\$ 60.60	\$ (3.55)
Adjusted operating earnings per common share (diluted)	\$ 4.56	\$ 4.28	\$ 3.39	\$ 3.15	\$ 3.34	\$ 8.71	\$ 6.49
Book value per common share (diluted)	\$ 110.90	\$ 117.95	\$ 100.56	\$ 95.70	\$ 98.27	\$ 110.90	\$ 98.27
Adjusted book value per common share (diluted)	\$ 111.61	\$ 126.21	\$ 115.36	\$ 101.32	\$ 115.63	\$ 111.61	\$ 115.63
<b>Shares Outstanding</b>							
Weighted average number of common shares (basic)	85,968,564	85,098,192	83,695,001	82,646,113	82,595,287	86,649,493	82,620,558
Weighted average number of common shares (diluted)	89,168,775	87,895,919	86,807,053	86,082,970	84,754,611	90,052,111	85,415,120
End of period common shares (basic)	84,864,727	83,666,942	82,690,098	81,044,318	81,910,831	84,864,727	81,910,831
End of period common shares (diluted)	87,520,892	86,640,003	85,976,078	84,690,303	82,622,875	87,520,892	82,622,875

<sup>1</sup> In a quarter in which we reported a net loss attributable to Jackson Financial Inc., all common stock equivalents are anti-dilutive and are therefore excluded from the calculation of diluted shares and diluted per share amounts. The shares excluded from the diluted EPS calculation were 3,436,857, 3,112,052 and 2,794,562 for the three months ended March 31, 2023, December 31, 2022 and for the six months ended June 30, 2023, respectively.

**Glossary of Select Financial and Product Terms**

**Assets Under Management (AUM)** - Investment assets that are managed by one of our subsidiaries and includes: (i) the assets in our investment portfolio managed by PPM America, Inc. ("PPM"), which excludes assets held in funds withheld accounts for reinsurance transactions, (ii) third-party assets managed by PPM, including those for our former parent (Prudential) and its affiliates or third parties, and (iii) the separate account assets of our Retail Annuities segment that Jackson National Asset Management LLC ("JNAM") manages and administers.

**Athene Reinsurance Transaction** - The funds withheld coinsurance agreement with Athene on June 18, 2020, effective June 1, 2020, to reinsure a 100% quota share of a block of our in-force fixed and fixed index annuity liabilities in exchange for approximately \$1.2 billion in ceding commissions.

**Deferred Acquisition Cost (DAC)** - Represent the incremental costs related directly to the successful acquisition of new, and certain renewal, insurance policies and annuity contracts, which are deferred on the balance sheet as an asset.

**Derivative Instruments** - Jackson Financial Inc.'s (JFI) business model includes the acceptance, monitoring and mitigation of risk. Specifically, JFI considers, among other factors, exposures to interest rate and equity market movements, foreign exchange rates and other asset or liability prices. JFI uses derivative instruments to mitigate or reduce these risks in accordance with established policies and goals. JFI's derivative holdings, while effective in managing defined risks, are not structured to meet accounting requirements to be designated as hedging instruments. As a result, freestanding derivatives are carried at fair value with changes each period recorded in net gains or losses on derivatives and investments.

**Earnings per Share (EPS)** - Basic earnings per share is calculated by dividing net income (loss) attributable to JFI common shareholders by the weighted-average number of common shares outstanding during the period. Diluted earnings per share is calculated by dividing the net income (loss) attributable to JFI common shareholders, by the weighted-average number of shares of common stock outstanding for the period, plus shares representing the dilutive effect of share-based awards.

**Fixed Annuity (FA)** - An annuity that guarantees a set annual rate of return with interest at rates we determine, subject to specified minimums. Credited interest rates are guaranteed not to change for certain limited periods of time.

**Fixed Index Annuity (FIA)** - An annuity with an ability to share in the upside from certain financial markets such as equity indices, and provides downside protection.

**Guaranteed Minimum Accumulation Benefit (GMAB)** - An add-on benefit (enhanced benefits available for an additional cost) which entitles an owner to a minimum payment, typically in lump-sum, after a set period of time, typically referred to as the accumulation period. The minimum payment is based on the benefit base, which could be greater than the underlying account value.

**Guaranteed Minimum Death Benefit (GMDB)** - An add-on benefit (enhanced benefits available for an additional cost) that guarantees an owner's beneficiaries are entitled to a minimum payment based on the benefit base, which could be greater than the underlying account value, upon the death of the owner.

**Guaranteed Minimum Income Benefit (GMIB)** - An add-on benefit (available for an additional cost) where an owner is entitled to annuitize the policy and receive a minimum payment stream based on the benefit base, which could be greater than the payment stream resulting from current annuitization of the underlying account value.

**Guaranteed Minimum Withdrawal Benefit (GMWB)** - An add-on benefit (available for an additional cost) where an owner is entitled to withdraw a maximum amount of their benefit base each year, for which cumulative payments to the owner could be greater than the underlying account value.

**Guaranteed Minimum Withdrawal Benefit for Life (GMWB for Life)** - An add-on benefit (available for an additional cost) where an owner is entitled to withdraw the guaranteed annual withdrawal amount each year, for the duration of the policyholder's life, regardless of account performance.

**Glossary of Select Financial and Product Terms**

**LDTI** - Accounting Standards Update 2018-12, "Targeted Improvements to the Accounting for Long-Duration Contracts," effective January 1, 2023, with a transition date of January 1, 2021.

**Net Amount at Risk (NAR)** - The greater of Death Benefit NAR (DBNAR) and Living Benefit NAR (LBNAR), as applicable, where DBNAR is the GMDB benefit base in excess of the account value, and the LBNAR is the actuarial present value of guaranteed living benefits in excess of the account value.

**Net Flows** - The net change in customer account balances during a period, including gross premiums, surrenders, withdrawals and benefits. Net flows exclude investment performance, interest credited to customer accounts and policy charges.

**Registered Index-Linked Annuity (RILA)** - A registered index-linked annuity, which offers market index-linked investment options, subject to a cap, and offers a variety of guarantees designed to modify or limit losses.

**Return of Premium (ROP) Death Benefit** - This death benefit pays the greater of the account value at the time of a claim following the owner's death or the total contributions to the contract (subject to adjustment for withdrawals). The charge for this benefit is usually included in the Mortality and Expense fee that is deducted daily from the net assets in each variable investment option. We also refer to this death benefit as the Return of Principal death benefit.

**Risk Based Capital (RBC)** - Statutory minimum level of capital that is required by regulators for an insurer to support its operations.

**Segment - Retail Annuities**

JFI's Retail Annuities segment offers a variety of retirement income and savings products through its diverse suite of products, consisting primarily of variable annuities, fixed index annuities, fixed annuities, payout annuities, and registered index-linked annuities ("RILA"). These products are distributed through various wirehouses, insurance brokers and independent broker-dealers, as well as through banks and financial institutions, primarily to high-net-worth investors and the mass and affluent markets.

The financial results of the variable annuity business within the Company's Retail Annuities segment are largely dependent on the performance of the contract holder account value, which impacts both the level of fees collected and the benefits paid to the contract holder. The financial results of the Company's fixed annuities, including the fixed option on variable annuities, RILA and fixed index annuities, are largely dependent on the Company's ability to earn a spread between earned investment rates on general account assets and the interest credited to contract holders.

**Segment - Institutional Products**

JFI's Institutional Products consist of traditional guaranteed investment contracts ("GICs"), funding agreements (including agreements issued in conjunction with JFI's participation in the U.S. Federal Home Loan Bank ("FHLB") program) and Medium-Term Note funding agreements. JFI's GIC products are marketed to defined contribution pension and profit-sharing retirement plans. Funding agreements are marketed to institutional investors, including corporate cash accounts and securities lending funds, as well as money market funds, and are issued to the FHLB in connection with its program.

The financial results of JFI's Institutional Products business are primarily dependent on the Company's ability to earn a spread between earned investment rates on general account assets and the interest credited on GICs and funding agreements.

**Segment - Closed Life and Annuity Blocks**

JFI's Closed Life and Annuity Blocks segment is primarily composed of blocks of business that have been acquired since 2004. The segment includes various protection products, primarily whole life, universal life, variable universal life, and term life insurance products, as well as fixed, fixed index, and payout annuities. The Closed Life and Annuity Blocks segment also includes a block of group payout annuities that we assumed from John Hancock Life Insurance Company (USA) and John Hancock Life Insurance Company of New York through reinsurance transactions in 2018 and 2019, respectively. The Company historically offered traditional and interest-sensitive life insurance products but discontinued new sales of life insurance products in 2012, as we believe opportunistically acquiring mature blocks of life insurance policies is a more efficient means of diversifying our in-force business than selling new life insurance products.

The profitability of JFI's Closed Life and Annuity Blocks segment is largely driven by its historical ability to appropriately price its products and purchase appropriately priced blocks of business, as realized through underwriting, expense and net gains (losses) on derivatives and investments, and the ability to earn an assumed rate of return on the assets supporting that business.

**Variable Annuity (VA)** - An annuity that offers tax-deferred investment into a range of asset classes and a variable return, which offers insurance features related to potential future income payments.