

STRUCTURED SETTLEMENTS

Selecting a Structured Settlement Provider



WHY PACIFIC LIFE

Since 1868, individuals and businesses have relied on the strength of Pacific Life to protect their financial security. We have no publicly traded stock; we are an independent company that remains focused on long-term strategies, our financial strength, and on making decisions that benefit our policyholders and clients.

OUR EXPERTISE

- Financial Protection
- Wealth Preservation
- Income for Life
- Wealth Accumulation
- Retirement Income

OUR PRODUCTS

- Life Insurance
- Annuities
- Investment Products and Services for Businesses

2026 World's Most Ethical Companies®

Pacific Life has been named one of the 2026 World's Most Ethical Companies¹ by the Ethisphere Institute, a global leader in defining and advancing the standards of ethical business practices. Pacific Life was evaluated on its culture of ethics; environmental, social, and governance (ESG) practices; ethics and compliance program; diversity, equity, & inclusion; and initiatives that support a strong value chain.



This marks the ninth consecutive year Pacific Life has been recognized by the Ethisphere Institute, which honors organizations that demonstrate a commitment to business integrity through robust ethics, compliance, and governance programs. Pacific Life was one of 11 insurance or financial services industry honorees.

Mutuality

Pacific Life Insurance Company's organization is relatively unique as we are part of a mutual holding company structure; therefore, policyholders and contract owners are members of the company, and we are not driven by stock price when making decisions. Our structure allows us to develop innovative products that evolve with the needs of the families and businesses we serve. Our support goes beyond just product innovation; we select businesses and markets that we understand well, can excel in, and can provide value to our customers.

¹Based on the Ethisphere Institute's Ethics Quotient®. "World's Most Ethical Companies" and "Ethisphere" names and marks are registered trademarks of Ethisphere LLC.

IT'S TIME TO THINK OF TOMORROW

The decision about how to receive a personal physical injury settlement often comes with many options. While it may be tempting to take an immediate, lump-sum payment and invest the settlement yourself, there are tax consequences and income needs to be considered.

A Structured Settlement from Pacific Life Insurance Company Is an Option That Can Offer:

- **An income-tax-free series of payments.**

A qualifying structured settlement of damages received for a personal physical injury provides you with an ongoing stream of payments that is free from federal and state income tax.¹ Because the payment is not taxed, payments from a structured settlement may be higher than if you invest your settlement money in a taxable account.

- **A guaranteed, steady stream of payments.**

Structured settlements are calculated to provide a stream of payments based on the amount of the settlement, the current rate of return, and the payment schedule on which you decide. So, no matter how volatile the financial markets may be, you'll be able to plan for your needs based on a predictable, long-term stream of payments.

When discussing a payment schedule with your structured settlement consultant, consider the following:

- A Pacific Life Insurance Company structured settlement provides payments that last as long as you need to help replace lost earnings, pay for ongoing medical expenses, or provide for a loved one.
- You may defer payments for specified time frames to help pay for future needs such as college education.
- A structured settlement annuity allows you to set aside lump-sum payments for large purchases such as remodeling your home or buying a car.

All guarantees are subject to the claims-paying ability and financial strength of the issuing insurance company.



¹Excludable from gross income under Internal Revenue Code (IRC) 104(a)(1) or (2).

FACTORS TO CONSIDER

WHEN SELECTING A STRUCTURED SETTLEMENT PROVIDER

- The quality and diversification of the annuity provider's investment portfolio.
- The level of the insurer's capital and surplus.
- Financial-strength ratings.

Pacific Life Insurance Company is a highly rated and well-diversified insurance company, and an experienced and innovative annuity provider.

Financial Summary—Pacific Life Insurance Company

As of December 31, 2025

Assets, Liabilities, Capital, and Surplus (\$Billions)		
Total Statutory Assets		
2023	2024	2025
\$193.2	\$209.2	\$240.4
General Account		\$157.5
Separate Account		\$82.9
Total Assets		\$240.4
Liabilities		\$225.8
Capital and Surplus		\$14.6
Total Liabilities, Capital, and Surplus		\$240.4

Statutory Capital, Surplus, and AVR (\$Billions)		
Total Statutory Capital, Surplus, and AVR		
2023	2024	2025
\$13.2	\$14.1	\$17.6
Capital and Surplus		\$14.6
Asset Valuation Reserve (AVR)		\$3.0
Total		\$17.6

We have very strong statutory capital levels.

Pacific Life Insurance Company has \$275 billion in assets and \$16 billion in equity¹ as of December 31, 2025.²

- Pacific Life Insurance Company is organized under a mutual holding company structure and operates for the benefit of its policyholders and contract owners.
- We have achieved ongoing recognition³ for high-quality service standards.
- We offer strategies that help you manage risks during any market environment.
- We maintain strong financial-strength ratings from major independent rating agencies.

Financial-Strength Ratings (Ratings as of December 2025)

For Pacific Life Insurance Company

A.M. Best A+ (Superior)	S&P Global AA- (Very Strong)	Fitch Ratings Ltd. AA- (Very Strong)	Moody's Investors Service Aa3 (Excellent)
• Second highest of 16 ratings • Outlook: Stable	• Fourth highest of 21 ratings • Outlook: Stable	• Fourth highest of 21 ratings • Outlook: Stable	• Fourth highest of 21 ratings • Outlook: Stable
Ratings range: A++ to S (Superior to Suspended)	Ratings range: AAA to R (Extremely Strong to Regulatory Action)	Ratings range: AAA to C (Exceptionally Strong to Very Weak)	Ratings range: Aaa to C (Exceptional to Extremely Poor)

Ratings may change. While ratings can be objective indicators of an insurance company's financial strength and can provide a relative measure to help select among insurance companies, they are not guarantees of the future financial strength and/or claims-paying ability of a company. For more information and current financial-strength ratings, please visit [PacificLife.com/Ratings](https://www.pacificlife.com/Ratings).



¹Excludes accumulated other comprehensive income (loss) and noncontrolling interests.

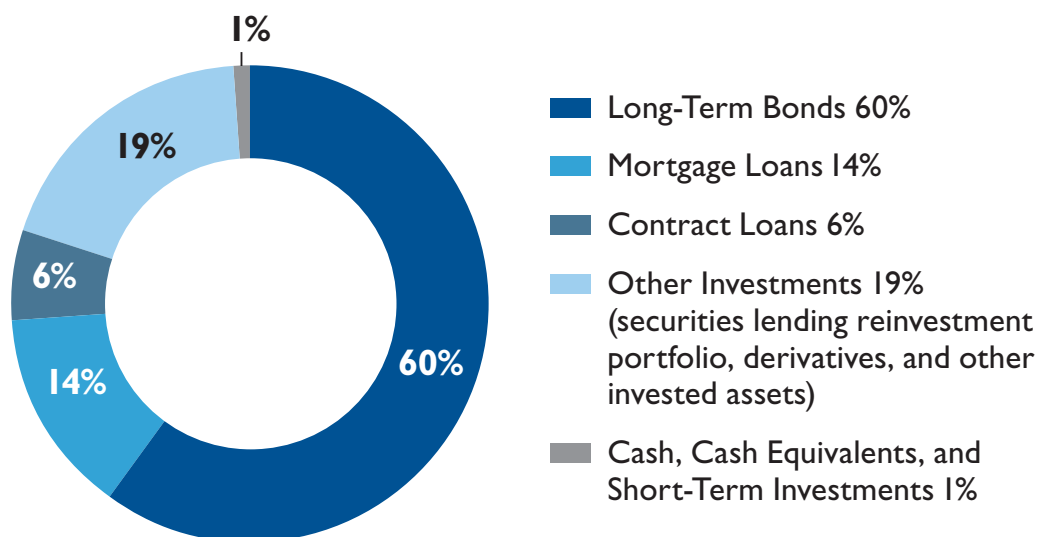
²Based on generally accepted accounting principles (GAAP) in the United States of America for Pacific Mutual Holding Company and Subsidiaries.

³Recipient of multiple DALBAR Service Awards since 1997. Refer to www.DALBAR.com for more information regarding awards, certification, and rankings.

INVESTMENT PORTFOLIO

QUALITY AND DIVERSIFICATION

(Statutory Basis) As of December 31, 2025



Total may not equal 100% due to rounding.

Distribution of Invested Assets

To maintain the quality of Pacific Life Insurance Company's underlying assets, we primarily invest in high-quality securities and commercial mortgage loans, and we closely monitor these investments. Pacific Life Insurance Company (Pacific Life) has a seasoned management team with experience in a variety of market environments.

Our investment approach limits our exposure to any single industry issuer or asset type and ensures we are prepared to fulfill our commitments to our clients.



INVESTMENT PORTFOLIO

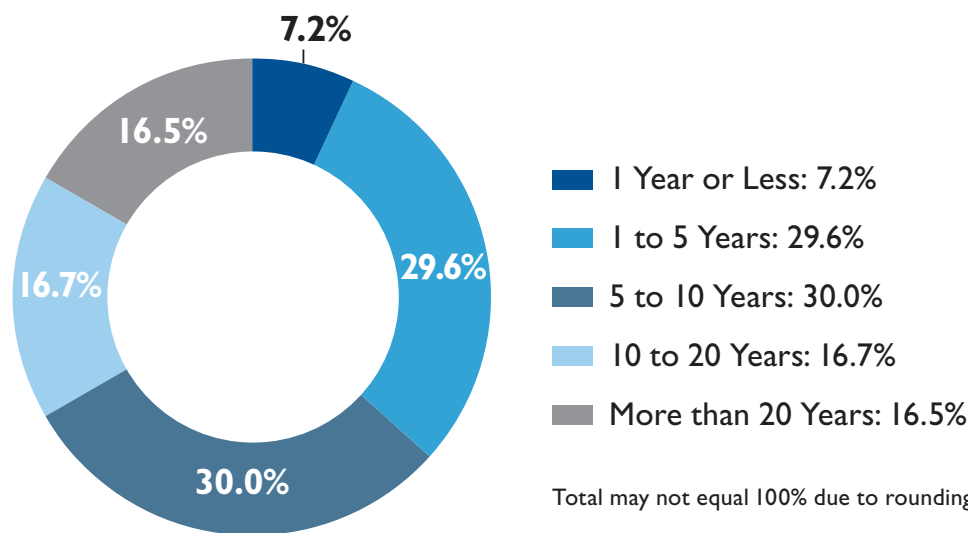
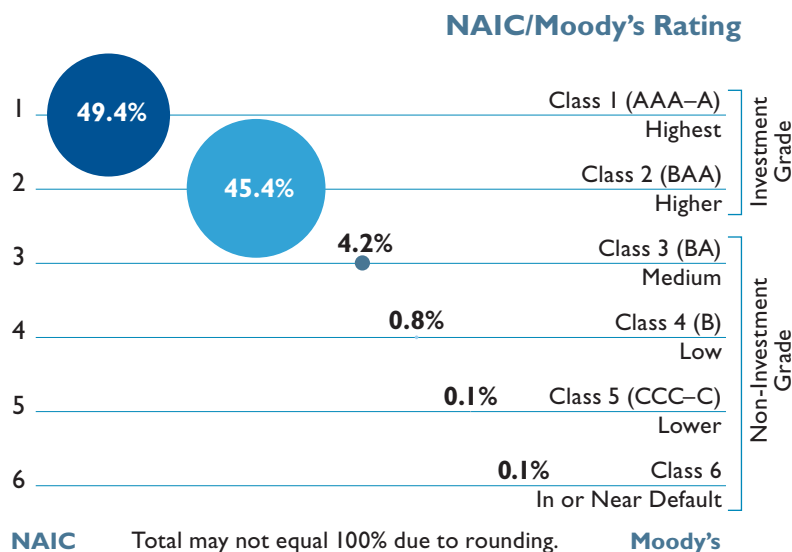
QUALITY AND DIVERSIFICATION

(Statutory Basis) As of December 31, 2025

Bond¹ Quality—Percentage of Assets in Each Class

The Securities Valuation Office of the National Association of Insurance Commissioners (NAIC) assigns quality ratings (corresponding to ratings from Moody's) to bonds held by insurance companies. Pacific Life's ratio of non-investment-grade bonds (NAIC 3–6) to total cash and invested assets of \$153.4 billion is 3.1%.

Total Bond¹ Investments	\$91.5 billion
Bond¹ Quality	
Investment Grade	94.8%
Non-Investment Grade	5.2%



Bonds¹ by Maturity

Sophisticated risk-management programs and hedging strategies are employed to maintain net income and statutory capital levels even under extreme market conditions.

Bond maturity is closely matched with projected liabilities to reduce volatility and interest-rate risk.

¹Bonds include short-term investments, unless otherwise noted.

For more information, contact your
structured settlement consultant or visit our website.

PacificLifeStructures.com

Pacific Life, its affiliates, its distributors, and respective representatives do not provide tax, accounting, or legal advice. Any taxpayer should seek advice based on the taxpayer's particular circumstances from an independent tax advisor or attorney.

Pacific Life is a product provider. It is not a fiduciary and therefore does not give advice or make recommendations regarding insurance or investment products.

Insurance product and rider guarantees, including optional benefits and any fixed crediting rates or annuity payout rates, are backed by the financial strength and claims-paying ability of the issuing insurance company. They are not backed by the independent third party from which this annuity is purchased, including the broker-dealer, by the insurance agency from which this annuity is purchased, or any affiliates of those entities, and none makes any representations or guarantees regarding the claims-paying ability of the issuing insurance company.

Pacific Life Insurance Company is licensed to issue insurance products in all states except New York. Product/material availability and features may vary by state.

The home office for Pacific Life Insurance Company is located in Omaha, Nebraska.

Contract Form Series: I0-I213, ICC11:I0-I213

Contract form series may vary by state.

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Comprehensive Structured Settlement Solutions®