

Sirius International Group, Ltd.
Consolidated Balance Sheets
As at March 31, 2020 and December 31, 2019
Unaudited

(Expressed in millions of U.S. dollars, except share information)

	March 31, 2020	December 31, 2019
Assets		
Fixed maturity investments, trading at fair value	\$ 1,727.5	\$ 1,669.3
Short-term investments, at fair value	988.0	1,084.0
Equity securities, trading at fair value	366.6	405.2
Other long-term investments, at fair value	355.5	346.8
Cash	140.5	136.1
Restricted cash	15.3	14.3
Total investments and cash	3,593.4	3,655.7
Accrued investment income	10.9	11.1
Insurance and reinsurance premiums receivable	964.2	730.1
Reinsurance recoverable on unpaid losses	444.2	410.3
Reinsurance recoverable on paid losses	85.7	73.9
Funds held by ceding companies	260.5	293.9
Ceded unearned insurance and reinsurance premiums	245.5	162.0
Deferred acquisition costs	168.2	148.2
Deferred tax asset	166.9	166.7
Accounts receivable on unsettled investment sales	35.2	6.7
Goodwill	400.8	400.8
Intangible assets	175.9	179.8
Other assets	121.5	136.6
Total assets	\$ 6,672.8	\$ 6,375.8
Liabilities		
Loss and loss adjustment expense reserves	\$ 2,519.6	\$ 2,331.5
Unearned insurance and reinsurance premiums	979.2	708.0
Ceded reinsurance payable	332.8	244.7
Funds held under reinsurance treaties	148.0	169.1
Deferred tax liability	183.5	205.9
Debt	664.8	685.2
Accounts payable on unsettled investment purchases	53.0	2.3
Other liabilities	180.8	180.3
Total liabilities	5,061.7	4,527.0
Commitments and contingencies		
Common shareholder's equity		
Common shares (<i>shares issued and outstanding: 12,000</i>)	0.1	0.1
Additional paid-in surplus	1,553.3	1,553.3
Retained earnings	355.6	529.9
Accumulated other comprehensive (loss)	(300.3)	(236.9)
Total common shareholder's equity	1,608.7	1,846.4
Non-controlling interests	2.6	2.4
Total equity	1,611.3	1,848.8
Total liabilities and equity	\$ 6,672.8	\$ 6,375.8

Sirius International Group, Ltd.
Consolidated Statements of (Loss) Income
For the three months ended March 31, 2020 and 2019
Unaudited

<i>(Expressed in millions of U.S. dollar)</i>	Three months ended March 31,	
	2020	2019
Revenues		
Net earned insurance and reinsurance premiums	\$ 434.7	\$ 311.9
Net investment income	13.4	20.0
Net realized investment gains	20.2	9.0
Net unrealized investment (losses) gains	(43.7)	74.0
Net foreign exchange gains	20.1	5.1
Other revenue	4.3	19.6
Total revenues	449.0	439.6
Expenses		
Loss and loss adjustment expenses	427.1	183.9
Insurance and reinsurance acquisition expenses	74.7	63.3
Other underwriting expenses	38.0	35.3
General and administrative expenses	20.6	18.6
Intangible asset amortization expenses	3.9	3.9
Interest expense on debt	7.8	7.6
Total expenses	572.1	312.6
Pre-tax (loss) income	(123.1)	127.0
Income tax benefit (expense)	10.7	(17.9)
Net (loss) income	(112.4)	109.1
Less: income attributable to non-controlling interests	(0.2)	(0.4)
Net (loss) income attributable to Sirius Group's common shareholder	\$ (112.6)	\$ 108.7

Sirius International Group, Ltd.
Consolidated Statements of Comprehensive (Loss) Income
For the three months ended March 31, 2020 and 2019
Unaudited

<i>(Expressed in millions of U.S. dollars)</i>	Three months ended March 31,	
	2020	2019
Comprehensive (loss) income		
Net (loss) income	\$ (112.4)	\$ 109.1
Other comprehensive (loss), net of tax		
Change in foreign currency translation, net of tax	(63.4)	(27.8)
Total other comprehensive (loss)	(63.4)	(27.8)
Comprehensive (loss) income	(175.8)	81.3
Income attributable to non-controlling interests	(0.2)	(0.4)
Comprehensive (loss) income attributable to Sirius Group	\$ (176.0)	\$ 80.9

Sirius International Group, Ltd.
Consolidated Statements of Shareholder's Equity
For the three months ended March 31, 2020 and 2019
Unaudited

<i>(Expressed in millions of U.S. dollars)</i>	Three months ended March 31,	
	2020	2019
Common shares		
Balance at beginning and end of period	\$ 0.1	\$ 0.1
Additional paid-in surplus		
Balance at beginning of period	1,553.3	1,524.8
Capital contribution	-	28.4
Balance at end of period	1,553.3	1,553.2
Retained earnings		
Balance at beginning of period	529.9	559.7
Cumulative effect of an accounting change	(6.8)	-
Balance at beginning of period, as adjusted	523.1	559.7
Net (loss) income	(112.4)	109.1
Income attributable to non-controlling interests	(0.2)	(0.4)
Dividends declared on common shares	(55.0)	(5.0)
Other, net	0.1	-
Balance at end of period	355.6	663.4
Accumulated other comprehensive (loss)		
Balance at beginning of period	(236.9)	(201.8)
Accumulated net foreign currency translation (losses)		
Balance at beginning of period	(236.9)	(201.8)
Net change in foreign currency translation	(63.4)	(27.8)
Balance at the end of period	(300.3)	(229.6)
Balance at the end of period	(300.3)	(229.6)
Total common shareholder's equity	\$ 1,608.7	\$ 1,987.1
Non-controlling interests	2.6	2.2
Total equity	\$ 1,611.3	\$ 1,989.3

Sirius International Group, Ltd.
Consolidated Statements of Cash Flows
For the three months ended March 31, 2020 and 2019
Unaudited

<i>(Expressed in millions of U.S. dollars)</i>	Three months ended March 31,	
	2020	2019
Cash flows from operations:		
Net (loss) income	\$ (112.4)	\$ 109.1
Adjustments to reconcile net income to net cash provided from operations:		
Net realized and unrealized investment losses (gains)	23.5	(83.0)
Amortization of premium on fixed maturity investments	0.4	(0.8)
Amortization of intangible assets	3.9	3.9
Depreciation and other amortization	1.7	2.2
Other operating items:		
Net change in loss and loss adjustment expense reserves	278.6	(1.1)
Net change in reinsurance recoverable on paid and unpaid losses	(91.1)	(8.7)
Net change in funds held by ceding companies	22.5	(20.1)
Net change in unearned insurance and reinsurance premiums	309.5	232.4
Net change in ceded reinsurance payable	111.3	37.7
Net change in ceded unearned insurance and reinsurance premiums	(96.6)	(47.6)
Net change in insurance and reinsurance premiums receivable	(280.5)	(208.8)
Net change in deferred acquisition costs	(26.4)	(14.2)
Net change in funds held under reinsurance treaties	(12.7)	15.4
Net change in current and deferred income taxes, net	(7.3)	9.8
Net change in other assets and liabilities, net	0.3	6.1
Net cash provided from operations	124.7	32.3
Cash flows from investing activities:		
Net change in short-term investments	86.4	(122.7)
Sales of fixed maturities and convertible fixed maturity investments	92.4	135.0
Maturities, calls, and paydowns of fixed maturity and convertible fixed maturity investments	62.0	59.3
Sales of common equity securities	205.0	45.9
Distributions, redemptions, and maturities of other long-term investments	7.4	15.3
Return of principal on loan participations	0.1	-
Contributions to other long-term investments	(17.6)	(25.0)
Purchases of common equity securities	(253.6)	(39.8)
Purchases of fixed maturities and convertible fixed maturity investments	(261.2)	(105.1)
Net change in unsettled investment purchases and sales	22.5	10.0
Other, net	(0.4)	0.2
Net cash (used for) investing activities	(57.0)	(26.9)
Cash flows from financing activities:		
Dividends to common shareholder	(55.0)	(5.0)
Change in collateral held on Interest Rate Cap	-	(0.1)
Net cash (used for) financing activities	(55.0)	(5.1)
Effect of exchange rate changes on cash	(7.3)	(3.6)
Net increase (decrease) in cash and restricted cash during period	5.4	(3.3)
Cash and restricted cash balance at beginning of period	150.4	132.2
Cash and restricted cash balance at end of period	\$ 155.8	\$ 128.9