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# DELTA REPORT

## 10-Q

VOYA PR B - VOYA FINANCIAL, INC.

10-Q - SEPTEMBER 30, 2023 COMPARED TO 10-Q - JUNE 30, 2023

The following comparison report has been automatically generated

TOTAL DELTAS 1796

■ CHANGES 379

■ DELETIONS 730

■ ADDITIONS 687

**UNITED STATES SECURITIES AND EXCHANGE COMMISSION**  
WASHINGTON, D.C. 20549

**FORM 10-Q**

(Mark One)

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended **June 30, 2023** ~~September 30, 2023~~

OR

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the transition period from \_\_\_\_\_ to \_\_\_\_\_

Commission File Number: 001-35897

**Voya Financial, Inc.**

(Exact name of registrant as specified in its charter)

Delaware

52-1222820

(State or other jurisdiction of incorporation or organization)

(IRS Employer Identification No.)

230 Park Avenue

New York

New York

10169

(Address of principal executive offices)

(Zip Code)

(212) 309-8200

(Registrant's telephone number, including area code)

(Former name, former address and former fiscal year, if changed since last report)

**Securities registered pursuant to Section 12(b) of the Act:**

Title of each class	Trading Symbol(s)	Name of each exchange on which registered
Common Stock, \$.01 par value	VOYA	New York Stock Exchange
Depository Shares, each representing a 1/40 <sup>th</sup> interest in a share of 5.35% Fixed-Rate Reset Non-Cumulative Preferred Stock, Series B, \$.01 par value	VOYAPrB	New York Stock Exchange

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.  Yes  No

Indicate by check mark whether the registrant has submitted electronically every Interactive Data File required to be submitted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit such files).  Yes  No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, smaller reporting company, or an emerging growth company. See the definitions of "large accelerated filer," "accelerated filer," "smaller reporting company," and "emerging growth company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer  Accelerated filer   
 Non-accelerated filer  Smaller reporting company   
 Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).  Yes  No

**APPLICABLE ONLY TO ISSUERS INVOLVED IN BANKRUPTCY PROCEEDINGS DURING THE PRECEDING FIVE YEARS:**

Indicate by check mark whether the registrant has filed all documents and reports required to be filed by Sections 12, 13 or 15(d) of the Securities Exchange Act of 1934 subsequent to the distribution of securities under a plan confirmed by a court.  Yes  No

**APPLICABLE ONLY TO CORPORATE ISSUERS:**

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date: As of **July 28, 2023** **October 27, 2023**, **105,780,098** **104,468,001** shares of Common Stock, 0.01 par value, were outstanding.

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**Voya Financial, Inc.**  
**Form 10-Q for the period ended **June 30, 2023** **September 30, 2023****  
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For the purposes of the discussion in this Quarterly Report on Form 10-Q, the term *Voya Financial, Inc.* refers to *Voya Financial, Inc.* and the terms "Company," "we," "our," and "us" refer to *Voya Financial, Inc.* and its subsidiaries.

**NOTE CONCERNING FORWARD-LOOKING STATEMENTS**

This Quarterly Report on Form 10-Q, including "Risk Factors," and "Management's Discussion and Analysis of Financial Condition and Results of Operations," contains forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. Forward-looking statements include statements relating to future developments in our business or expectations for our future financial performance and any statement not involving a historical fact. Forward-looking statements use words such as "anticipate," "believe," "estimate," "expect," "intend," "plan," and other words and terms of similar meaning in connection with a discussion of future operating or financial performance. Actual results, performance or events may differ materially from those projected in any forward-looking statement due to, among other things, (i) general economic conditions, particularly economic conditions in our core markets, (ii) performance of financial markets, including emerging markets, (iii) interest rates, (iv) the frequency and severity of insured loss events, (v) the effects of natural or man-made disasters, including pandemic events, (vi) mortality and morbidity levels, (vii) persistency and lapse levels, (viii) interest rates, (viii) currency exchange rates, (ix) general competitive factors, (x) changes in laws and regulations, such as those relating to Federal taxation, state insurance regulations and NAIC regulations and guidelines, (xi) changes in the policies of governments and/or regulatory authorities, and (xii) our ability to successfully manage the separation of the Individual Life business that we sold to Resolution Life US on January 4, 2021, and (xiii) our ability to realize the expected financial and other benefits from various acquisitions, including the transaction transactions with Allianz Global Investors U.S. LLC and Benefitfocus, Inc. Factors that may cause actual results to differ from those in any forward-looking statement also include those described under "Risk Factors," "Management's Discussion and Analysis of Financial Condition and Results of Operations - Trends and Uncertainties" in the [Annual Report on Form 10-K](#) for the year ended December 31, 2022 (File No. 001-35897) (the "Annual Report on Form 10-K") and in this Quarterly Report on Form 10-Q.

The risks included here are not exhaustive. Current reports on Form 8-K and other documents filed with the Securities and Exchange Commission ("SEC") include additional factors that could affect our businesses and financial performance. Moreover, we operate in a rapidly changing and competitive environment. New risk factors emerge from time to time, and it is not possible for management to predict all such risk factors.

**PART I. FINANCIAL INFORMATION**

**Item 1. Financial Statements**

**Voya Financial, Inc.**  
**Condensed Consolidated Balance Sheets**  
**June September 30, 2023 and December 31, 2022 (Unaudited)**  
(In millions, except share and per share data)

	June 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022
<b>Assets:</b>				
Investments:				
Fixed maturities, available-for-sale, at fair value (amortized cost of \$28,812 as of 2023 and \$30,202 as of 2022; net of allowance for credit losses of \$16 as of 2023 and \$12 as of 2022)	\$ 25,955	\$ 27,044		
Fixed maturities, available-for-sale, at fair value (amortized cost of \$28,409 as of 2023 and \$30,202 as of 2022; net of allowance for credit losses of \$19 as of 2023 and \$12 as of 2022)			\$ 24,663	\$ 27,044
Fixed maturities, at fair value using the fair value option	2,090	2,151	1,955	2,151
Equity securities, at fair value	309	336	301	336
Short-term investments	49	356	297	356
Mortgage loans on real estate (net of allowance for credit losses of \$27 as of 2023 and \$18 as of 2022)	5,339	5,427		

Mortgage loans on real estate (net of allowance for credit losses of \$29 as of 2023 and \$18 as of 2022)				Mortgage loans on real estate (net of allowance for credit losses of \$29 as of 2023 and \$18 as of 2022)	5,344	5,427
Policy loans	Policy loans	358	363	Policy loans	358	363
Limited partnerships/corporations	Limited partnerships/corporations	1,800	1,781	Limited partnerships/corporations	1,792	1,781
Derivatives	Derivatives	444	422	Derivatives	482	422
Other investments	Other investments	69	68	Other investments	63	68
Securities pledged (amortized cost of \$1,266 as of 2023 and \$1,303 as of 2022)		1,148	1,162			
Securities pledged (amortized cost of \$1,157 as of 2023 and \$1,303 as of 2022)				Securities pledged (amortized cost of \$1,157 as of 2023 and \$1,303 as of 2022)	1,002	1,162
Total investments	Total investments	37,561	39,110	Total investments	36,257	39,110
Cash and cash equivalents	Cash and cash equivalents	1,195	919	Cash and cash equivalents	829	919
Short-term investments under securities loan agreements, including collateral delivered	Short-term investments under securities loan agreements, including collateral delivered	1,089	1,179	Short-term investments under securities loan agreements, including collateral delivered	903	1,179
Accrued investment income	Accrued investment income	417	425	Accrued investment income	446	425
Premium receivable and reinsurance recoverable (net of allowance for credit losses of \$26 as of 2023 and \$32 as of 2022)		12,131	12,426			
Premium receivable and reinsurance recoverable (net of allowance for credit losses of \$25 as of 2023 and \$32 as of 2022)				Premium receivable and reinsurance recoverable (net of allowance for credit losses of \$25 as of 2023 and \$32 as of 2022)	11,765	12,426
Deferred policy acquisition costs and Value of business acquired	Deferred policy acquisition costs and Value of business acquired	2,304	2,363	Deferred policy acquisition costs and Value of business acquired	2,278	2,363
Deferred income taxes	Deferred income taxes	2,161	2,223	Deferred income taxes	2,438	2,223
Goodwill	Goodwill	646	327	Goodwill	748	327
Other intangibles, net	Other intangibles, net	908	631	Other intangibles, net	900	631
Other assets (net of allowance for credit losses of \$1 as of 2023 and 2022)	Other assets (net of allowance for credit losses of \$1 as of 2023 and 2022)	2,626	2,625	Other assets (net of allowance for credit losses of \$1 as of 2023 and 2022)	2,579	2,625
Assets related to consolidated investment entities ("CIEs"):	Assets related to consolidated investment entities ("CIEs"):			Assets related to consolidated investment entities ("CIEs"):		
Limited partnerships/corporations, at fair value	Limited partnerships/corporations, at fair value	3,120	2,802	Limited partnerships/corporations, at fair value	3,079	2,802
Cash and cash equivalents	Cash and cash equivalents	154	88	Cash and cash equivalents	88	88
Corporate loans, at fair value using the fair value option	Corporate loans, at fair value using the fair value option	1,432	1,293	Corporate loans, at fair value using the fair value option	1,428	1,293
Other assets	Other assets	21	21	Other assets	36	21
Assets held in separate accounts	Assets held in separate accounts	88,851	80,174	Assets held in separate accounts	85,491	80,174
Total assets	Total assets	\$ 154,616	\$ 146,606	Total assets	\$ 149,265	\$ 146,606

The accompanying notes are an integral part of these Condensed Consolidated Financial Statements.

**Voya Financial, Inc.**  
**Condensed Consolidated Balance Sheets**  
**June September 30, 2023 and December 31, 2022 (Unaudited)**  
(In millions, except share and per share data)

		June 30, 2023	December 31, 2022		September 30, 2023	December 31, 2022
<b>Liabilities:</b>	<b>Liabilities:</b>			<b>Liabilities:</b>		
Future policy benefits	Future policy benefits \$	9,653	\$ 9,719	Future policy benefits \$	9,371	\$ 9,719
Contract owner account balances	Contract owner account balances	40,930	42,455	Contract owner account balances	40,135	42,455
Payables under securities loan and repurchase agreements, including collateral held	Payables under securities loan and repurchase agreements, including collateral held	1,301	1,302	Payables under securities loan and repurchase agreements, including collateral held	1,190	1,302
Short-term debt	Short-term debt	143	141	Short-term debt	2	141
Long-term debt	Long-term debt	2,095	2,094	Long-term debt	2,095	2,094
Derivatives	Derivatives	400	389	Derivatives	373	389
Other liabilities	Other liabilities	2,994	2,901	Other liabilities	3,024	2,901
Liabilities related to CIEs:	Liabilities related to CIEs:			Liabilities related to CIEs:		
Collateralized loan obligations notes, at fair value using the fair value option	Collateralized loan obligations notes, at fair value using the fair value option	1,331	1,234	Collateralized loan obligations notes, at fair value using the fair value option	1,329	1,234
Other liabilities	Other liabilities	1,390	1,200	Other liabilities	1,296	1,200
Liabilities related to separate accounts	Liabilities related to separate accounts	88,851	80,174	Liabilities related to separate accounts	85,491	80,174
<b>Total liabilities</b>	<b>Total liabilities</b>	<b>\$ 149,088</b>	<b>\$ 141,609</b>	<b>Total liabilities</b>	<b>\$ 144,306</b>	<b>\$ 141,609</b>
Commitments and Contingencies (Note 17)	Commitments and Contingencies (Note 17)			Commitments and Contingencies (Note 17)		
<b>Mezzanine equity:</b>	<b>Mezzanine equity:</b>			<b>Mezzanine equity:</b>		
Redeemable noncontrolling interest	Redeemable noncontrolling interest	\$ 171	\$ 166	Redeemable noncontrolling interest	\$ 173	\$ 166
<b>Shareholders' equity:</b>	<b>Shareholders' equity:</b>			<b>Shareholders' equity:</b>		
Preferred stock (\$0.01 par value per share; \$625 aggregate liquidation preference as of 2023 and 2022 respectively)		—	—			
Common stock (\$0.01 par value per share; 900,000,000 shares authorized; 109,286,448 and 97,789,852 shares issued as of 2023 and 2022, respectively; 105,720,303 and 97,186,970 shares outstanding as of 2023 and 2022, respectively)		1	1			
Treasury stock (at cost; 3,566,145 and 602,882 shares as of 2023 and 2022, respectively)		(248)	(39)			

Preferred stock (\$0.01 par value per share; \$625 aggregate liquidation preference as of 2023 and 2022)				Preferred stock (\$0.01 par value per share; \$625 aggregate liquidation preference as of 2023 and 2022)	—	—
Common stock (\$0.01 par value per share; 900,000,000 shares authorized; 109,500,599 and 97,789,852 shares issued as of 2023 and 2022, respectively; 105,074,021 and 97,186,970 shares outstanding as of 2023 and 2022, respectively)				Common stock (\$0.01 par value per share; 900,000,000 shares authorized; 109,500,599 and 97,789,852 shares issued as of 2023 and 2022, respectively; 105,074,021 and 97,186,970 shares outstanding as of 2023 and 2022, respectively)	1	1
Treasury stock (at cost; 4,426,578 and 602,882 shares as of 2023 and 2022, respectively)				Treasury stock (at cost; 4,426,578 and 602,882 shares as of 2023 and 2022, respectively)	(307)	(39)
Additional paid-in capital	Additional paid-in capital	6,695	6,643	Additional paid-in capital	6,664	6,643
Accumulated other comprehensive income (loss)	Accumulated other comprehensive income (loss)	(2,791)	(3,055)	Accumulated other comprehensive income (loss)	(3,533)	(3,055)
Retained earnings (deficit):	Retained earnings (deficit):			Retained earnings (deficit):		
Unappropriated	Unappropriated	40	(201)	Unappropriated	302	(201)
Total Voya Financial, Inc. shareholders' equity	Total Voya Financial, Inc. shareholders' equity	3,697	3,349	Total Voya Financial, Inc. shareholders' equity	3,127	3,349
Noncontrolling interest	Noncontrolling interest	1,660	1,482	Noncontrolling interest	1,659	1,482
Total shareholders' equity	Total shareholders' equity	5,357	4,831	Total shareholders' equity	4,786	4,831
Total liabilities, mezzanine equity and shareholders' equity	Total liabilities, mezzanine equity and shareholders' equity	\$ 154,616	\$ 146,606	Total liabilities, mezzanine equity and shareholders' equity	\$ 149,265	\$ 146,606

The accompanying notes are an integral part of these Condensed Consolidated Financial Statements.

**Voya Financial, Inc.**  
**Condensed Consolidated Statements of Operations**  
For the Three and Six Nine Months Ended **June 30, 2023** September 30, 2023 and 2022 (Unaudited)  
(In millions, except per share data)

		Three Months Ended June 30,				Three Months Ended September 30,				
		2023		2022		2023		2022		
		2023	2022	2023	2022	2023	2022	2023	2022	
<b>Revenues:</b>	<b>Revenues:</b>					<b>Revenues:</b>				
Net investment income	Net investment income	\$ 545	\$ 581	\$ 1,090	\$ 1,211	Net investment income	\$ 547	\$ 522	\$ 1,637	\$ 1,733
Fee income	Fee income	474	413	938	846	Fee income	489	445	1,427	1,291
Premiums	Premiums	677	597	1,362	1,205	Premiums	682	606	2,044	1,811
Net gains (losses)	Net gains (losses)	(56)	(226)	(72)	(514)	Net gains (losses)	(7)	(125)	(79)	(639)
Other revenue	Other revenue	86	44	164	84	Other revenue	81	33	245	117
Income (loss) related to CIEs:	Income (loss) related to CIEs:					Income (loss) related to CIEs:				
Net investment income	Net investment income	145	115	224	198	Net investment income	31	(136)	255	62
Total revenues	Total revenues	1,871	1,524	3,706	3,030	Total revenues	1,823	1,345	5,529	4,375
<b>Benefits and expenses:</b>	<b>Benefits and expenses:</b>					<b>Benefits and expenses:</b>				
Policyholder benefits	Policyholder benefits	438	411	948	822	Policyholder benefits	471	297	1,419	1,119
Interest credited to contract owner account balances	Interest credited to contract owner account balances	244	243	485	476	Interest credited to contract owner account balances	328	240	813	716
Operating expenses	Operating expenses	770	605	1,606	1,237	Operating expenses	717	632	2,323	1,869
Net amortization of Deferred policy acquisition costs and Value of business acquired	Net amortization of Deferred policy acquisition costs and Value of business acquired	57	62	116	124	Net amortization of Deferred policy acquisition costs and Value of business acquired	57	60	173	184
Interest expense	Interest expense	39	33	71	73	Interest expense	31	31	102	104
Operating expenses related to CIEs:	Operating expenses related to CIEs:					Operating expenses related to CIEs:				
Interest expense	Interest expense	55	13	71	19	Interest expense	45	12	116	31
Other expense	Other expense	5	5	5	5	Other expense	2	2	7	7
Total benefits and expenses	Total benefits and expenses	1,608	1,372	3,302	2,756	Total benefits and expenses	1,651	1,274	4,953	4,030
Income (loss) before income taxes	Income (loss) before income taxes	263	152	404	274	Income (loss) before income taxes	172	71	576	345
Income tax expense (benefit)	Income tax expense (benefit)	28	9	40	20	Income tax expense (benefit)	(74)	29	(34)	49
Net income (loss)	Net income (loss)	235	143	364	254	Net income (loss)	246	42	610	296

Less: Net income (loss) attributable to noncontrolling interest and redeemable noncontrolling interest	Less: Net income (loss) attributable to noncontrolling interest and redeemable noncontrolling interest	77	75	123	118	Less: Net income (loss) attributable to noncontrolling interest and redeemable noncontrolling interest	(16)	(138)	107	(20)
Net income (loss) available to Voya Financial, Inc.	Net income (loss) available to Voya Financial, Inc.	158	68	241	136	Net income (loss) available to Voya Financial, Inc.	262	180	503	316
Less: Preferred stock dividends	Less: Preferred stock dividends	4	4	18	18	Less: Preferred stock dividends	14	14	32	32
Net income (loss) available to Voya Financial, Inc.'s common shareholders	Net income (loss) available to Voya Financial, Inc.'s common shareholders	\$ 154	\$ 64	\$ 223	\$ 118	Net income (loss) available to Voya Financial, Inc.'s common shareholders	\$ 248	\$ 166	\$ 471	\$ 284
Net income (loss) available to Voya Financial, Inc.'s common shareholders per common share:	Net income (loss) available to Voya Financial, Inc.'s common shareholders per common share:					Net income (loss) available to Voya Financial, Inc.'s common shareholders per common share:				
Basic	Basic	\$ 1.50	\$ 0.62	\$ 2.22	\$ 1.13	Basic	\$ 2.35	\$ 1.70	\$ 4.62	\$ 2.79
Diluted	Diluted	\$ 1.41	\$ 0.57	\$ 2.03	\$ 1.03	Diluted	\$ 2.29	\$ 1.57	\$ 4.31	\$ 2.55

The accompanying notes are an integral part of these Condensed Consolidated Financial Statements.

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**Voya Financial, Inc.**  
**Condensed Consolidated Statements of Comprehensive Income**  
**For the Three and Six Nine Months Ended June September 30, 2023 and 2022 (Unaudited)**  
(In millions)

		Three Months Ended June 30,		Six Months Ended June 30,		Three Months Ended September 30,		Nine Months Ended September 30,		
		2023	2022	2023	2022	2023	2022	2023	2022	
		Net income (loss)	Net income (loss)	\$ 235	\$ 143	\$ 364	\$ 254	Net income (loss)	\$ 246	\$ 42
Other comprehensive income (loss), before tax:	Other comprehensive income (loss), before tax:					Other comprehensive income (loss), before tax:				
Change in current discount rate	Change in current discount rate	28	92	30	196	Change in current discount rate	(23)	93	7	289

Unrealized gains (losses) on securities	Unrealized gains (losses) on securities	(339)	(2,479)	304	(5,072)	Unrealized gains (losses) on securities	(916)	(1,685)	(612)	(6,757)
Other comprehensive income (loss), before tax	Other comprehensive income (loss), before tax	(311)	(2,387)	334	(4,876)	Other comprehensive income (loss), before tax	(939)	(1,592)	(605)	(6,468)
Income tax expense (benefit) related to items of other comprehensive income (loss)	Income tax expense (benefit) related to items of other comprehensive income (loss)	(65)	(502)	70	(1,024)	Income tax expense (benefit) related to items of other comprehensive income (loss)	(197)	(334)	(127)	(1,358)
Other comprehensive income (loss), after tax	Other comprehensive income (loss), after tax	(246)	(1,885)	264	(3,852)	Other comprehensive income (loss), after tax	(742)	(1,258)	(478)	(5,110)
Comprehensive income (loss)	Comprehensive income (loss)	(11)	(1,742)	628	(3,598)	Comprehensive income (loss)	(496)	(1,216)	132	(4,814)
Less: Comprehensive income (loss) attributable to noncontrolling interest and redeemable noncontrolling interest	Less: Comprehensive income (loss) attributable to noncontrolling interest and redeemable noncontrolling interest	77	75	123	118	Less: Comprehensive income (loss) attributable to noncontrolling interest and redeemable noncontrolling interest	(16)	(138)	107	(20)
Comprehensive income (loss) attributable to Voya Financial, Inc.	Comprehensive income (loss) attributable to Voya Financial, Inc.	\$ (88)	\$ (1,817)	\$ 505	\$ (3,716)	Comprehensive income (loss) attributable to Voya Financial, Inc.	\$ (480)	\$ (1,078)	\$ 25	\$ (4,794)

The accompanying notes are an integral part of these Condensed Consolidated Financial Statements.

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**Voya Financial, Inc.**  
**Condensed Consolidated Statements of Changes in Shareholders' Equity**  
**For the Three Months Ended June 30, 2023 September 30, 2023 (Unaudited)**  
(In millions)

	Common Stock	Treasury Stock	Additional Paid-In Capital	Other Comprehensive Income (Loss)	Retained Earnings (Deficit) Unappropriated	Total Voya Financial, Inc. Shareholders' Equity	Noncontrolling Interest	Total Shareholders' Equity	Mezzanine Equity: Redeemable Noncontrolling Interest
Balance as of April 1, 2023	\$ 1	\$ (77)	\$ 6,693	\$ (2,545)	\$ 3,954	\$ 1,567	\$ 5,521	\$ 166	
Balance as of July 1, 2023									

Comprehensive income (loss):	Comprehensive income (loss):										Compreh income (
Net income (loss)	Net income (loss)	—	—	—	—	158	158	68	226	9	Net inc (loss)
Other comprehensive income (loss), after tax	Other comprehensive income (loss), after tax	—	—	—	(246)	—	(246)	—	(246)	—	Other compre income after ta
Total comprehensive income (loss)	Total comprehensive income (loss)						(88)	68	(20)	9	Total compreh income (
Common stock acquired - Share repurchase	Common stock acquired - Share repurchase	—	(162)	—	—	—	(162)	—	(162)	—	Commor acquired repurcha
Dividends on preferred stock	Dividends on preferred stock	—	—	(4)	—	—	(4)	—	(4)	—	Dividend preferrec
Dividends on common stock	Dividends on common stock	—	—	(21)	—	—	(21)	—	(21)	—	Dividend common
Share-based compensation	Share-based compensation	—	(9)	27	—	—	18	—	18	—	Share-ba compens
Contributions from (Distributions to) noncontrolling interest, net	Contributions from (Distributions to) noncontrolling interest, net	—	—	—	—	—	—	25	25	(4)	Contribu from (Distribu noncontr interest,
Balance as of June 30, 2023		\$ 1	\$ (248)	\$ 6,695	\$ (2,791)	\$ 40	\$ 3,697	\$ 1,660	\$ 5,357	\$ 171	
Balance as of September 30, 2023											

The accompanying notes are an integral part of these Condensed Consolidated Financial Statements.

8

**Voya Financial, Inc.**  
**Condensed Consolidated Statements of Changes in Shareholders' Equity**  
**For the Six Nine Months Ended June 30, 2023 September 30, 2023 (Unaudited)**  
(In millions)

	Balance as of January 1, 2023	Common Stock	Treasury Stock	Additional Paid-In Capital	Unappropriated	Accumulated Other Comprehensive Income (Loss)	Retained Earnings (Deficit)	Total Voya Financial, Inc. Shareholders' Equity	Mezzanine Equity: Redeemable Noncontrolling Interest	Noncontrolling Interest	Total Shareholders' Equity	Common Stock	Mezzan Redeem Noncontr Inter	Equit	Noncon	Inter
Balance as of January 1, 2023	Balance as of January 1, 2023	\$ 1	\$ (39)	\$ 6,643		\$ (3,055)	\$ (201)	\$ 3,349			\$ 1,482					\$ 4,

Comprehensive income (loss):	Comprehensive income (loss):										
Net income (loss)	Net income (loss)	—	—	—	—	241	241	112	353		
Other comprehensive income (loss), after tax	Other comprehensive income (loss), after tax	—	—	—	264	—	264	—	264		
Total comprehensive income (loss)	Total comprehensive income (loss)						505	112	617		
Common stock acquired - Share repurchase	Common stock acquired - Share repurchase	—	(162)	—	—	—	(162)	—	(162)		
Dividends on preferred stock	Dividends on preferred stock	—	—	(18)	—	—	(18)	—	(18)		
Dividends on common stock	Dividends on common stock	—	—	(41)	—	—	(41)	—	(41)		
Share-based compensation	Share-based compensation	—	(47)	111	—	—	64	—	64		
Contributions from (Distributions to) noncontrolling interest, net	Contributions from (Distributions to) noncontrolling interest, net	—	—	—	—	—	—	66	66		
Balance as of June 30, 2023		\$ 1	\$ (248)	\$ 6,695	\$ (2,791)	\$ 40	\$ 3,697	\$ 1,660	\$ 5,357	\$	
Balance as of September 30, 2023											

The accompanying notes are an integral part of these Condensed Consolidated Financial Statements.

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**Voya Financial, Inc.**  
**Condensed Consolidated Statements of Changes in Shareholders' Equity**  
**For the Three Months Ended June 30, 2022 September 30, 2022 (Unaudited)**  
(In millions)

	Common Stock	Treasury Stock	Additional Paid-In Capital	Other Comprehensive Income (Loss)	Retained Earnings (Deficit)	Total Shareholders' Equity	Noncontrolling Interest	Total Shareholders' Equity	Common Stock
					Accumulated				
Balance as of April 1, 2022	\$ 1	\$ (565)	\$ 7,504	\$ (160)	\$ 5,678	\$ 1,506	\$ 7,184		
Balance as of July 1, 2022									

Interest in VIM Holdings LLC									
Comprehensive income (loss):	Comprehensive income (loss):								Comprehensive income (loss):
Net income (loss)	Net income (loss)	—	—	—	—	68	68	75	143
Other comprehensive income (loss), after tax	Other comprehensive income (loss), after tax	—	—	—	(1,885)	—	(1,885)	—	(1,885)
Total comprehensive income (loss)	Total comprehensive income (loss)						(1,817)	75	(1,742)
Net consolidations (deconsolidations) of consolidated investment entities									
Common stock issuance									
Common stock acquired - Share repurchase	Common stock acquired - Share repurchase	—	(255)	5	—	—	(250)	—	(250)
Dividends on preferred stock	Dividends on preferred stock	—	—	(4)	—	—	(4)	—	(4)
Dividends on common stock	Dividends on common stock	—	—	(20)	—	—	(20)	—	(20)
Share-based compensation	Share-based compensation	—	(1)	15	—	—	14	—	14
Contributions from (Distributions to) noncontrolling interest, net	Contributions from (Distributions to) noncontrolling interest, net	—	—	—	—	—	—	116	116
Balance as of June 30, 2022		\$ 1	\$ (821)	\$ 7,500	\$ (2,045)	\$ (1,034)	\$ 3,601	\$ 1,697	\$ 5,298
Balance as of September 30, 2022									

The accompanying notes are an integral part of these Condensed Consolidated Financial Statements.

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**Voya Financial, Inc.**  
**Condensed Consolidated Statements of Changes in Shareholders' Equity**  
**For the Six Nine Months Ended June 30, 2022 September 30, 2022 (Unaudited)**  
(In millions)

		Common Stock	Treasury Stock	Additional Paid-In Capital	Accumulated Other Comprehensive Income (Loss)	Retained Earnings (Deficit) Unappropriated	Total Voya Financial, Inc. Shareholders' Equity	Noncontrolling Interest	Total Shareholders' Equity	
Balance as of January 1, 2022	Balance as of January 1, 2022	\$ 1	\$ (80)	\$ 7,542	\$ 1,807	\$ 8,100	\$ 1,568	\$ 9,668	Balance as of January 1, 2022	\$ 1
Interest in VIM Holdings LLC										
Comprehensive income (loss):	Comprehensive income (loss):									Comprehensive income (loss):
Net income (loss)	Net income (loss)	—	—	—	—	136	136	118	254	Net income (loss)
Other comprehensive income (loss), after tax	Other comprehensive income (loss), after tax	—	—	—	(3,852)	—	(3,852)	—	(3,852)	Other comprehensive income (loss), after tax
Total comprehensive income (loss)	Total comprehensive income (loss)						(3,716)	118	(3,598)	Total comprehensive income (loss)
Net consolidations (deconsolidations) of consolidated investment entities										
Common stock issuance	Common stock issuance	—	—	2	—	—	2	—	2	Common stock issuance
Common stock acquired - Share repurchase	Common stock acquired - Share repurchase	—	(700)	(50)	—	—	(750)	—	(750)	Common stock acquired - Share repurchase
Dividends on preferred stock	Dividends on preferred stock	—	—	(18)	—	—	(18)	—	(18)	Dividends on preferred stock
Dividends on common stock	Dividends on common stock	—	—	(41)	—	—	(41)	—	(41)	Dividends on common stock
Share-based compensation	Share-based compensation	—	(41)	65	—	—	24	—	24	Share-based compensation
Contributions from (Distributions to) noncontrolling interest, net	Contributions from (Distributions to) noncontrolling interest, net	—	—	—	—	—	—	11	11	Contributions from (Distributions to) noncontrolling interest, net
Balance as of June 30, 2022		\$ 1	\$ (821)	\$ 7,500	\$ (2,045)	\$ (1,034)	\$ 3,601	\$ 1,697	\$ 5,298	
Balance as of September 30, 2022										

The accompanying notes are an integral part of these Condensed Consolidated Financial Statements.

**Condensed Consolidated Statements of Cash Flows**  
**For the Six Nine Months Ended June 30, 2023 September 30, 2023 and 2022 (Unaudited)**  
(In millions)

		Six Months Ended June 30,			Nine Months Ended September 30,	
		2023	2022		2023	2022
<b>Cash Flows from Operating Activities:</b>	<b>Cash Flows from Operating Activities:</b>			<b>Cash Flows from Operating Activities:</b>		
Net cash provided by operating activities	Net cash provided by operating activities	\$ 871	\$ 715	Net cash provided by operating activities	\$ 1,274	\$ 1,133
<b>Cash Flows from Investing Activities:</b>	<b>Cash Flows from Investing Activities:</b>			<b>Cash Flows from Investing Activities:</b>		
Proceeds from the sale, maturity, disposal or redemption of:	Proceeds from the sale, maturity, disposal or redemption of:			Proceeds from the sale, maturity, disposal or redemption of:		
Fixed maturities	Fixed maturities	4,351	3,454	Fixed maturities	5,578	5,165
Equity securities	Equity securities	28	—	Equity securities	31	—
Mortgage loans on real estate	Mortgage loans on real estate	351	545	Mortgage loans on real estate	447	733
Limited partnerships/corporations	Limited partnerships/corporations	75	127	Limited partnerships/corporations	124	158
Acquisition of:	Acquisition of:			Acquisition of:		
Fixed maturities	Fixed maturities	(2,971)	(4,613)	Fixed maturities	(3,655)	(6,653)
Equity securities	Equity securities	(25)	—	Equity securities	(25)	(76)
Mortgage loans on real estate	Mortgage loans on real estate	(272)	(330)	Mortgage loans on real estate	(376)	(511)
Limited partnerships/corporations	Limited partnerships/corporations	(79)	(177)	Limited partnerships/corporations	(131)	(225)
Short-term investments, net	Short-term investments, net	307	61	Short-term investments, net	60	66
Derivatives, net	Derivatives, net	30	116	Derivatives, net	54	157
Sales from CIEs	Sales from CIEs	456	578	Sales from CIEs	652	702
Purchases within CIEs	Purchases within CIEs	(623)	(1,426)	Purchases within CIEs	(780)	(1,688)
Collateral received (delivered), net	Collateral received (delivered), net	88	23	Collateral received (delivered), net	166	149
Receipts on deposit asset contracts	Receipts on deposit asset contracts	141	60	Receipts on deposit asset contracts	208	91
Payments for business acquisitions, net of cash acquired	Payments for business acquisitions, net of cash acquired	(534)	(2)	Payments for business acquisitions, net of cash acquired	(584)	(2)
Other, net	Other, net	(54)	10	Other, net	(70)	(12)
Net cash provided by (used in) investing activities	Net cash provided by (used in) investing activities	1,269	(1,574)	Net cash provided by (used in) investing activities	1,699	(1,946)
<b>Cash Flows from Financing Activities:</b>	<b>Cash Flows from Financing Activities:</b>			<b>Cash Flows from Financing Activities:</b>		
Deposits received for investment contracts	Deposits received for investment contracts	1,247	3,548	Deposits received for investment contracts	1,718	5,039
Maturities and withdrawals from investment contracts	Maturities and withdrawals from investment contracts	(3,046)	(3,112)	Maturities and withdrawals from investment contracts	(4,460)	(4,736)
Proceeds from issuance of long-term debt	Proceeds from issuance of long-term debt	388	—	Proceeds from issuance of long-term debt	388	—
Repayments of long-term debt, including current maturities	Repayments of long-term debt, including current maturities	(398)	(215)	Repayments of long-term debt, including current maturities	(539)	(365)
Borrowings of CIEs	Borrowings of CIEs	226	959	Borrowings of CIEs	232	1,094
Repayments of borrowings of CIEs	Repayments of borrowings of CIEs	(305)	(309)	Repayments of borrowings of CIEs	(388)	(309)

Contributions from (distributions to) participants in CIEs, net	Contributions from (distributions to) participants in CIEs, net	367	322	Contributions from (distributions to) participants in CIEs, net	385	358
Proceeds from issuance of common stock, net	Proceeds from issuance of common stock, net	—	2	Proceeds from issuance of common stock, net	—	7
Common stock acquired - Share repurchase	Common stock acquired - Share repurchase	(162)	(750)	Common stock acquired - Share repurchase	(212)	(750)
Dividends paid on preferred stock	Dividends paid on preferred stock	(18)	(18)	Dividends paid on preferred stock	(32)	(32)
Dividends paid on common stock (includes \$2 of dividend equivalent payments in 2023)	Dividends paid on common stock (includes \$2 of dividend equivalent payments in 2023)	(43)	(41)	Dividends paid on common stock (includes \$2 of dividend equivalent payments in 2023)	(85)	(63)
Other, net	Other, net	(54)	(61)	Other, net	(70)	(68)
Net cash provided by (used in) financing activities	Net cash provided by (used in) financing activities	(1,798)	325	Net cash provided by (used in) financing activities	(3,063)	175
Net increase (decrease) in cash and cash equivalents, including cash in CIEs	Net increase (decrease) in cash and cash equivalents, including cash in CIEs	342	(534)	Net increase (decrease) in cash and cash equivalents, including cash in CIEs	(90)	(638)
Cash and cash equivalents, including cash in CIEs, beginning of period	Cash and cash equivalents, including cash in CIEs, beginning of period	1,007	1,573	Cash and cash equivalents, including cash in CIEs, beginning of period	1,007	1,573
Cash and cash equivalents, including cash in CIEs, end of period	Cash and cash equivalents, including cash in CIEs, end of period	\$ 1,349	\$ 1,039	Cash and cash equivalents, including cash in CIEs, end of period	\$ 917	\$ 935
		<b>June 30, 2023</b>	<b>December 31, 2022</b>		<b>September 30, 2023</b>	<b>December 31, 2022</b>
Reconciliation of cash and cash equivalents, including cash in CIEs:	Reconciliation of cash and cash equivalents, including cash in CIEs:			Reconciliation of cash and cash equivalents, including cash in CIEs:		
Cash and cash equivalents	Cash and cash equivalents	\$ 1,195	\$ 919	Cash and cash equivalents	\$ 829	\$ 919
Cash and cash equivalents in CIEs	Cash and cash equivalents in CIEs	154	88	Cash and cash equivalents in CIEs	88	88
Total cash and cash equivalents, including cash in CIEs	Total cash and cash equivalents, including cash in CIEs	\$ 1,349	\$ 1,007	Total cash and cash equivalents, including cash in CIEs	\$ 917	\$ 1,007

The accompanying notes are an integral part of these Condensed Consolidated Financial Statements.

**Voya Financial, Inc.**  
**Notes to the Condensed Consolidated Financial Statements (Unaudited)**  
(Dollar amounts in millions, unless otherwise stated)

**1. Business, Basis of Presentation and Significant Accounting Policies**

**Business**

Voya Financial, Inc. and its subsidiaries (collectively, the "Company") is a financial services organization that offers a broad range of retirement services, investment management services, mutual funds, group insurance and supplemental health products primarily in the United States. Products and services are provided by the Company through three segments: Wealth Solutions, Health Solutions and Investment Management. Activities not directly related to the Company's segments and certain run-off activities that are not meaningful to the Company's business strategy are included within Corporate. See the *Segments* Note to these Condensed Consolidated Financial Statements.

On July 25, 2022, the Company completed a series of transactions pursuant to a Combination Agreement dated as of June 13, 2022 (the "AllianzGI Agreement") with Voya Investment Management LLC ("Voya IM") and VIM Holdings LLC ("VIM Holdings"), both indirect subsidiaries of the Company, Allianz SE ("Allianz") and Allianz Global Investors U.S. LLC ("AllianzGI"), an indirect subsidiary of Allianz, which combined Voya IM with assets and teams comprising specified transferred strategies managed by AllianzGI. The transaction increases the international scale and distribution of the Company's investment products and provides diverse investment strategies that meet the needs of a larger and more global client base.

Under the terms of the AllianzGI Agreement, AllianzGI transferred to VIM Holdings the rights to certain assets and liabilities related to specified investment teams and strategies and the associated assets under management (the "AllianzGI Transferred Business"). The Company transferred all of the limited liability company interests in Voya IM to VIM Holdings and in exchange, received a 76% economic stake in VIM Holdings. Pursuant to the Amended and Restated Limited Liability Company Agreement of VIM Holdings entered into at the closing date ("A&R VIM Holdings Operating Agreement"), the Company now holds, indirectly, a 76% economic stake in VIM Holdings and Allianz holds, indirectly, a 24% economic stake in VIM Holdings. In accordance with the A&R VIM Holdings Operating Agreement, the Company has full operational control of VIM Holdings, Voya IM and the transferred assets and investment teams.

The AllianzGI Agreement was executed for noncash consideration and accounted for under the acquisition method of accounting. Accordingly, the purchase price was allocated to the assets acquired and liabilities assumed based upon their estimated fair values as of the closing date. The 24% economic stake in VIM Holdings shares is reflected on the Condensed Consolidated Balance Sheets under Redeemable noncontrolling interests within Mezzanine equity.

On November 1, 2022, Voya Investment Management Alternative Assets, LLC ("VIMAA"), one of the Company's indirect subsidiaries, acquired all of the issued and outstanding equity interests of Czech Asset Management, L.P., a private credit asset manager dedicated to the U.S. middle market pursuant to a sales and purchase agreement ("SPA") entered into on August 1, 2022 with Czech Management GP, LLC, and Czech Holdings, LLC. The purchase consideration for the acquisition included cash paid upon close and contingent consideration that is based on revenues that will be earned during the earnout period and capital raised in the underlying funds and is subject to conditions as defined in the SPA. The acquisition expands VIMAA's private and leveraged credit business.

On January 24, 2023, the Company acquired all outstanding shares of Benefitfocus, Inc. ("Benefitfocus"), pursuant to an agreement and plan of merger (the "Merger Agreement") entered into on November 1, 2022. The acquisition expands the Company's capacity to meet the growing demand for comprehensive benefits and savings solutions and increases its ability to deliver innovative solutions for employers and health plans. The total purchase consideration for the acquisition was \$595, of which \$583 was paid in cash (\$558 paid by the Company and \$25 of the cash acquired was used to fund the transaction). Net assets acquired as part of this transaction included cash of \$49, goodwill of \$319, intangible assets of \$275, deferred tax assets of \$45 and assumed lease liabilities of \$91. This represents the best estimate of fair value of net assets acquired at the transaction date and will continue to be revised during the remeasurement period as further information becomes available. Intangible assets primarily include customer relationships of \$190 with a useful life of 15 years, and software of \$70 with a useful life of 5 years. The estimated amortization expense of the acquired intangible assets for the next five years is approximately \$29 annually. The revenues, expenses, assets and liabilities of the business acquired are reported in the Health Solutions segment.

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## Voya Financial, Inc.

### Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

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On August 1, 2023, the Company acquired all remaining equity interest in VFI SLK Global Services Private Limited ("VFISLK") currently previously held by SLK Software Private Limited ("SLK") and renamed the entity as Voya Global Services Private Limited ("Voya India"). VFISLK is Voya India was a private limited company in India formed pursuant to a joint venture agreement between the Company and SLK on August 1, 2019, with the Company and SLK holding 49% and 51% of ownership shares, respectively. The purpose of providing Voya India is to provide technology and business operations operation services to the Company. As a result of the acquisition, VFISLK Voya India has become a wholly owned subsidiary of the Company and provides the Company with improved strategic and operational flexibility.

An As part of the purchase consideration, an upfront payment of approximately \$50 \$53 was made at closing. The Company is recorded a gain of \$45 in relation to revaluation of the existing investment in Voya India which was recorded in Net gains (losses) in the process Condensed Consolidated Statements of determining Operations for the fair value three and nine months ended September 30, 2023. Net assets acquired as part of the identifiable this transaction included goodwill of \$102. The revenues, expenses, assets and liabilities assumed. As such, an estimate of the financial impact of business acquired are reported in Corporate. Intercompany balances between Voya India and other Voya subsidiaries are eliminated in the acquisition cannot be currently made. Condensed Consolidated Financial Statements.

### Basis of Presentation

The accompanying Condensed Consolidated Financial Statements of the Company have been prepared in accordance with accounting principles generally accepted in the United States ("U.S. GAAP") and are unaudited. The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of the Condensed Consolidated Financial Statements and the reported amounts of revenues and expenses during the reporting period. Those estimates are inherently subject to change and actual results could differ from those estimates, and the differences may be material to the Condensed Consolidated Financial Statements.

The Condensed Consolidated Financial Statements include the accounts of Voya Financial, Inc. and its subsidiaries, as well as other voting interest entities ("VOEs") and variable interest entities ("VIEs") in which the Company has a controlling financial interest. See the *Consolidated and Nonconsolidated Investment Entities* Note to these Condensed

Consolidated Financial Statements. Intercompany transactions and balances have been eliminated.

The accompanying Condensed Consolidated Financial Statements are unaudited and reflect adjustments (including normal, recurring adjustments) necessary to present fairly the financial position, results of operations, and cash flows for the interim periods presented in conformity with U.S. GAAP. Interim results are not necessarily indicative of full year performance.

Certain reclassifications have been made to prior-period amounts to conform to current-period reporting classifications. These reclassifications had no impact on Net income (loss) or Total shareholders' equity.

As a result of On January 1, 2023, the modified retrospective adoption methodology for Company adopted Accounting Standards Standard Update ("ASU" ("ASU")) 2018-12, Targeted Improvements to the Accounting for Long-Duration Contracts ("ASU 2018-12"), adjustments have been made to under the December 31, 2022 audited modified retrospective adoption method. ASU 2018-12 provided new authoritative guidance impacting the accounting and disclosure requirements for long-duration insurance and investment contracts issued by the Company. The unaudited Condensed Consolidated Financial Statements included are presented under the new guidance for reporting periods beginning January 1, 2021. See "Adoption of New Pronouncements" below for additional information regarding this adoption and the transition impacts recorded as of January 1, 2021. See "Significant Accounting Policies" below for additional details regarding the key policy changes effected by this ASU and updated accounting policies resulting from the adoption of this ASU for all periods presented in the unaudited Condensed Consolidated Financial Statements. This section is meant to serve as an update to, and should be read in conjunction with, the Business, Basis of Presentation and Significant Accounting Policies Note to the Consolidated Financial Statements in Part II, Item 8. of the Company's [Annual Report on Form 10-K](#), filed with for the SEC. Certain of these adjustments are included below in year ended December 31, 2022.

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#### Voya Financial, Inc.

Notes to the Adoption of New Pronouncements - Long-Duration Contracts section, in accordance with the transition disclosure requirements of ASU 2018-12, and are unaudited. These interim Condensed Consolidated Financial Statements should be read (Unaudited)

(Dollar amounts in conjunction with the audited Consolidated Financial Statements and related notes included in the Company's millions, unless otherwise stated) [Annual Report on Form 10-K](#).

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#### Significant Accounting Policies

Effective January 1, 2023, the Company adopted ASU 2018-12, as amended. As a result, the Company made changes to the following significant accounting policies:

##### Estimates and Assumptions

Upon adoption of ASU 2018-12, deferred policy acquisition costs ("DAC") and value of business acquired ("VOBA") were no longer considered significant estimates by the Company, as the amortization methodology is no longer subject to a significant degree of variability and does not require a high degree of judgment.

##### Deferred Policy Acquisition Costs and Value of Business Acquired

DAC represents policy acquisition costs that have been capitalized and are subject to amortization. Capitalized costs are incremental, direct costs of contract acquisition and certain other costs related directly to successful acquisition activities. Such

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#### Voya Financial, Inc.

##### Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

costs consist principally of commissions, underwriting, sales and contract issuance and processing expenses directly related to the successful acquisition of new and renewal business. Indirect or unsuccessful acquisition costs, maintenance, product development and overhead expenses are charged to expense as incurred. VOBA represents the outstanding value of in-force business acquired and is subject to amortization. The value is based on the present value of estimated net cash flows embedded in the insurance contracts at the time of the acquisition and increased for subsequent deferrable expenses on purchased policies. DAC/VOBA amortization is recorded in Net amortization of Deferred policy acquisition costs and Value of business acquired in the Condensed Consolidated Statements of Operations.

##### Amortization Methodologies

The Company amortizes DAC/VOBA related to certain traditional life insurance contracts, certain accident and health insurance contracts, and deferred annuity contracts on a constant level basis over the expected term of the related contracts. Contracts are grouped for amortization purposes by product or market type and issue year cohort using assumptions on a basis consistent with those used in estimating the associated liability or other related balance, where applicable.

The principal assumption deemed critical to the DAC/VOBA amortization is the estimated contract term, which incorporates mortality and persistency, and represents management's best estimate of future outcome. The Company periodically reviews this assumption against actual experience and, based on additional information that becomes available, updates the assumption. Changes in contract term estimates are reflected prospectively in amortization expense as of the beginning of the reporting period in which the change is made.

VOBA is subject to recoverability testing; DAC is not. The Company performs testing to assess the recoverability of VOBA on an annual basis, or more frequently if circumstances indicate that a potential loss recognition issue exists. If VOBA is not deemed recoverable, charges will be applied against the VOBA balance before an additional reserve is established.

#### *Future Policy Benefits*

##### Future Policy Benefits

The Company establishes and carries actuarially-determined reserves that are calculated to meet its future obligations, including estimates of unpaid claims and claims that the Company believes have been incurred but have not yet been reported as of the balance sheet date.

- Reserves for long-duration traditional life insurance contracts (term insurance, participating and non-participating whole life insurance and traditional group life insurance) and accident and health insurance represent the present value of future benefits to be paid to or on behalf of contract owners and related expenses, less the present value of future net premiums.
- Reserves for payout contracts with life contingencies are equal to the present value of future payments.

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#### **Voya Financial, Inc.**

##### **Notes to the Condensed Consolidated Financial Statements (Unaudited)**

**(Dollar amounts in millions, unless otherwise stated)**

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Principal assumptions used to establish liabilities for future policy benefits include interest rate, mortality, morbidity, policy lapse, contract renewal, payment of subsequent premiums or deposits by the contract owner, retirement, inflation, and benefit utilization. Other than interest rate assumptions, these assumptions are based on Company experience and periodically reviewed against industry standards. The Company reviews these assumptions at least annually and updates them if necessary. In addition to assumption updates, the Company adjusts reserves for actual experience in the period in which the experience occurs. Changes in, or deviations from, the assumptions used can significantly affect the Company's reserve levels and related results of operations. Remeasurements of the reserves as a result of assumption updates and adjustments for actual experience are recognized in Policyholder benefits in the Condensed Consolidated Statements of Operations.

Interest rates used in discounting the reserves are based on an upper-medium grade **(low-credit-risk) fixed-income (low credit risk) fixed income** instrument yield derived from observable market data. A 30-year forward rate is used for periods beyond the last observable market point. Reserves are remeasured quarterly to reflect changes in the discount rate, with the resulting change recorded in Accumulated other comprehensive income ("AOCI"). Locked-in interest rates used to determine interest accretion on reserves for new contracts sold after January 1, 2021 are based on the upper-medium grade **(low-credit-risk) fixed-income (low credit risk) fixed income** instrument yield applicable at the time the contract was issued. Locked-in interest accretion rates for contracts in-force as of the January 1, 2021 transition date for ASU 2018-12 are based on the locked-in interest rates in effect for those contracts immediately before the transition date. Interest accretion is recorded in Policyholder benefits on the Condensed Consolidated Statements of Operations.

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#### **Voya Financial, Inc.**

##### **Notes to the Condensed Consolidated Financial Statements (Unaudited)**

**(Dollar amounts in millions, unless otherwise stated)**

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##### Product Guarantees and Additional Reserves

The Company calculates additional reserve liabilities for certain universal life-type products and certain variable annuity guaranteed benefits and variable funding products. The Company periodically evaluates its estimates and adjusts the additional liability balance, with a related charge or credit to benefit expense, if actual experience or other evidence suggests that earlier assumptions should be revised. Changes in, or deviations from, the assumptions used can significantly affect the Company's reserve levels and related results of operations.

*Universal and Variable Universal Life:* The Company establishes additional reserves on universal life ("UL") and variable universal life ("VUL") contracts, primarily related to secondary guarantees and paid-up guarantees, for the portion of contract assessments received in early years that will be used to compensate the Company for benefits provided in later years. These reserves are calculated by estimating the expected value of benefits payable and recognizing those benefits ratably over the accumulation period based on total expected assessments, using interest rates consistent with the underlying contracts' interest crediting rates. Included are contracts where the Company contractually guaranteed a death benefit even when there is insufficient value to cover monthly mortality and expense charges, whereas otherwise the contract would typically lapse ("no lapse guarantee"), and other provisions that would produce expected gains from the insurance benefit function followed by losses from that function in later years. Additional reserves for UL and VUL contracts are recorded in Future policy benefits on the Condensed Consolidated Balance Sheets.

*Stabilizer and MCG:* Guaranteed credited rates give rise to an embedded derivative in the stabilizer ("Stabilizer") products and a stand-alone derivative for managed custody guarantee products ("MCG"). These derivatives are measured at estimated fair value and recorded in Contract owner account balances. Changes in estimated fair value that are not related to attributed fees collected or payments made are reported in Net gains (losses) in the Condensed Consolidated Statements of Operations.

The estimated fair value of the Stabilizer embedded derivative and MCG stand-alone derivative is determined based on the present value of projected future claims, minus the present value of future guaranteed premiums. At inception of the contract, the Company projects a guaranteed premium to be equal to the present value of the projected future claims. The income associated with the contracts is projected using actuarial and capital market assumptions, including benefits and related contract charges, over the anticipated life of the related contracts. The cash flow estimates are projected under multiple capital market scenarios using observable risk-free rates and other best estimate assumptions.

The liabilities for the Stabilizer embedded derivative and the MCG stand-alone derivative include a risk margin to capture uncertainties related to policyholder behavior assumptions. The margin represents additional compensation a market participant would require to assume these risks.

The discount rate used to determine the fair value of the liabilities for the Stabilizer embedded derivative and the MCG stand-alone derivative includes an adjustment to reflect the risk that these obligations will not be fulfilled ("nonperformance risk").

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**Voya Financial, Inc.**

**Notes to the Condensed Consolidated Financial Statements (Unaudited)**

(Dollar amounts in millions, unless otherwise stated)

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*Reinsurance*

The Company utilizes reinsurance agreements in most aspects of its insurance business to reduce its exposure to large losses. Such reinsurance permits recovery of a portion of losses from reinsurers, although it does not discharge the primary liability of the Company as direct insurer of the risks reinsured.

For each of its reinsurance agreements, the Company determines whether the agreement provides indemnification against loss or liability relating to insurance risk. The Company reviews contractual features, particularly those that may limit the amount of insurance risk to which the reinsurer is subject or features that delay the timely reimbursement of claims. The assumptions used to account for both long and short-duration reinsurance agreements are consistent with those used for the underlying contracts, with the exception of the interest accretion rate on reinsurance recoverable assets associated with in-force business reinsured. Ceded Future policy benefits and Contract owner account balances are reported gross on the Condensed Consolidated Balance Sheets.

*Long-duration:* For reinsurance of long-duration contracts that transfer significant insurance risk, the difference, if any, between the amounts paid and benefits received related to the underlying contracts is included in the expected net cost of reinsurance,

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**Voya Financial, Inc.**

**Notes to the Condensed Consolidated Financial Statements (Unaudited)**

(Dollar amounts in millions, unless otherwise stated)

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which is recorded in Premiums receivable and reinsurance recoverable or Other liabilities, as appropriate, on the Condensed Consolidated Balance Sheets.

*Short-duration:* For prospective reinsurance of short-duration contracts that meet the criteria for reinsurance accounting, amounts paid are recorded as ceded premiums and ceded unearned premiums and are reflected as a component of Premiums in the Condensed Consolidated Statements of Operations and **Other assets Premium receivable and reinsurance recoverable** on the Condensed Consolidated Balance Sheets, respectively. Ceded unearned premiums are amortized through premiums over the remaining contract period in proportion to the amount of protection provided.

For retroactive reinsurance of short-duration contracts that meet the criteria for reinsurance accounting, amounts paid in excess of the related insurance liabilities ceded are recognized immediately as a loss. Any gains on such retroactive agreements are deferred in Other liabilities and amortized over the remaining life of the underlying contracts.

Accounting for reinsurance requires use of assumptions and estimates, particularly related to the future performance of the underlying business and the potential impact of counterparty credit risks. The Company reviews assumptions used to establish assets and liabilities relating to ceded and assumed reinsurance at least annually and updates them if necessary. In addition to the assumption updates, the Company adjusts these assets or liabilities for actual experience in the period in which the experience occurs. The Company also evaluates the financial strength of potential reinsurers and continually monitors the financial condition of reinsurers.

Reinsurance recoverable balances are reported net of the allowance for credit losses on the Company's Condensed Consolidated Balance Sheets. Management estimates the credit loss allowance balance using a factor-based method of probability of default and loss given default which incorporates relevant available information, from internal and external sources, relating to past events, current conditions, and reasonable and supportable forecasts. Included in the factor-based method are the consideration of capital market factors, counterparty financial information and ratings, and reinsurance agreement-specific risk characteristics such as collateral type, collateral size, and covenant strength.

The allowance for credit losses is a valuation account that is deducted from the reinsurance recoverable balance to present the net amount expected to be collected on the reinsurance recoverable. The change in the allowance for credit losses is recorded in Policyholder benefits in the Condensed Consolidated Statements of Operations.

Current reinsurance recoverable balances deemed probable of recovery and payable balances under reinsurance agreements are included in Premium receivable and reinsurance recoverable and Other liabilities, respectively. Such assets and liabilities relating to reinsurance agreements with the same reinsurer are recorded net on the Condensed Consolidated Balance Sheets if a right of offset exists within the reinsurance agreement. Premiums, Fee income and Policyholder benefits are reported net of reinsurance ceded.

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**Voya Financial, Inc.**

**Notes to the Condensed Consolidated Financial Statements (Unaudited)**

(Dollar amounts in millions, unless otherwise stated)

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The Company has entered into coinsurance funds withheld reinsurance arrangements that contain embedded derivatives for which carrying value is estimated based on the change in the fair value of the assets supporting the funds withheld payable under the agreements.

Significant accounting policies that were unchanged from those included in the Company's December 31, 2022 [Annual Report on Form 10-K](#) as a result of the adoption of ASU 2018-12 have not been repeated. These policies include Internal Replacements, Contract Owner Account Balances, and Separate Accounts.

**Adoption of New Pronouncements**

*Long-Duration Contracts*

The following section provides a description of the Company's adoption of ASU 2018-12 issued by the Financial Accounting Standards Board ("FASB") and the impact of the adoption on the Company's financial statements:

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**Voya Financial, Inc.**

**Notes to the Condensed Consolidated Financial Statements (Unaudited)**

(Dollar amounts in millions, unless otherwise stated)

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This standard, issued in August 2018, changes the measurement and disclosures of insurance liabilities and DAC for long-duration contracts issued by insurers. In addition to expanded disclosures, the standard's requirements include:

- Annual review and, if necessary, update of cash flow assumptions used to measure the liability for future policy benefits for nonparticipating traditional and limited payment insurance contracts, measured on a retrospective catch-up basis and recognized in the period the update is made. The rate used is required to be updated quarterly, with related changes in the liability recorded in AOCI.
- Fair value measurement of contract guarantee features qualifying as Market Risk Benefits ("MRB"), with changes in fair value recognized in the Statements of Operations. Changes in the instrument-specific credit risk will be recorded in AOCI.

- Amortization of DAC on a constant level basis over the expected term of the contracts, without reference to revenue or profitability. An accounting election may be made to apply the DAC requirements to VOBA.
- Insurance entities may make an accounting policy election to exclude contracts from application of the requirements in ASU 2018-12 when those contracts have been derecognized because of a sale or disposal of a legal entity before the effective date of ASU 2018-12.

The Company adopted ASU 2018-12 on January 1, 2023, on a modified retrospective basis for the liability for future policy benefits and DAC and on a full retrospective basis for MRBs. The January 1, 2021 transition impact increased Total shareholders' equity. This increase was primarily driven by the removal of DAC/VOBA and Premium deficiency reserve adjustment balances, and partially offset by the impact of remeasurement of Future policy benefits and Reinsurance recoverable using the discount rate at January 1, 2021. Total shareholders' equity was also impacted by the establishment of MRB liabilities related to guaranteed minimum benefits on certain deferred annuity contracts. The Company elected the option to exclude contracts reported as discontinued operations in 2021.

Disclosures and post-transition comparative information have been restated to conform to the requirements of ASU 2018-12.

The following tables provide additional information related to the transition adjustments:

	DAC		VOBA
	Wealth Solutions Deferred and Individual Annuities	Businesses Exited <sup>(1)</sup>	
Balance, December 31, 2020	\$ 119	\$ 1,186	\$ 70
Adjustment for removal of related balances in AOCI	571	104	635
Balance, January 1, 2021	\$ 690	\$ 1,290	\$ 705

	Liability for Future Policy Benefits		
	Health Solutions		
	Health Solutions Group <sup>(2)</sup>	Voluntary <sup>(3)</sup>	Businesses Exited <sup>(1)</sup>
Balance, December 31, 2020	\$ 822	\$ 188	\$ 5,448
Adjustment for reversal of related balances in AOCI	—	—	(386)
Adjustment for loss contracts under the modified retrospective approach	7	3	3
Effect of remeasurement of liability at current discount rate	118	83	1,362
Balance, January 1, 2021	\$ 947	\$ 274	\$ 6,427

<sup>(1)</sup> Includes long duration retail individual life and annuity business exited via reinsurance

<sup>(2)</sup> Includes long duration employee-sponsored group life and health products

<sup>(3)</sup> Includes long duration employee-paid whole life products

## Voya Financial, Inc.

### Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

	Liability for Future Policy Benefits		
	Health Solutions		
	Health Solutions Group <sup>(2)</sup>	Voluntary <sup>(3)</sup>	Businesses Exited <sup>(1)</sup>
Balance, December 31, 2020	\$ 822	\$ 188	\$ 5,448
Adjustment for reversal of related balances in AOCI	—	—	(386)
Adjustment for loss contracts under the modified retrospective approach	7	3	3
Effect of remeasurement of liability at current discount rate	118	83	1,362
Balance, January 1, 2021	\$ 947	\$ 274	\$ 6,427

<sup>(1)</sup> Includes long duration retail individual life and annuity business exited via reinsurance

<sup>(2)</sup> Includes long duration employee-sponsored group life and health products

<sup>(3)</sup> Includes long duration employee-paid whole life products

The following table presents information on transition adjustments, net of tax, related to the adoption of ASU 2018-12 for retained earnings and AOCI to arrive at the opening balances as of January 1, 2021:

Total Shareholders' equity December 31, 2020	\$	11,178
<b>AOCI</b>		
Reversal of AOCI adjustments		1,328
Effect of remeasurement of liability at current discount rate		(1,065)
Total AOCI adjustments	\$	263
<b>Retained Earnings</b>		
Establishment of MRBs	\$	(132)
Other adjustments		27
Total Retained earnings	\$	(105)
Total adjustment for the adoption of ASU 2018-12	\$	158
Total Shareholders' equity January 1, 2021	\$	11,336

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**Voya Financial, Inc.**  
**Notes to the Condensed Consolidated Financial Statements (Unaudited)**  
(Dollar amounts in millions, unless otherwise stated)

The following table provides a description of the Company's adoption of other new ASUs issued by the FASB and the impact of adoption on the Company's financial statements:

Standard	Description of Requirements	Effective Date and Transition Provisions	Effect on the Financial Statements or Other Significant Matters
ASU 2022-02, Troubled Debt Restructurings ("TDRs") and Vintage Disclosures	This standard, issued in March 2022, eliminates the accounting guidance on troubled debt restructurings for creditors, requires enhanced disclosures for creditors about loan modifications when a borrower is experiencing financial difficulty, and requires public business entities to include current-period gross write-offs in the vintage disclosure tables.	January 1, 2023 on a prospective basis.	Adoption of the ASU did not have an impact on the Company's financial condition, results of operations, or cash flows.  Required disclosure changes have been included in the <i>Investments (excluding Consolidated Investment Entities)</i> Note to these Condensed Consolidated Financial Statements.
ASU 2020-04, Reference Rate Reform	This standard, issued in March 2020, provides temporary optional expedients and exceptions for applying U.S. GAAP principles to contracts, hedging relationships, and other transactions affected by reference rate reform if certain criteria are met.	The amendments were effective as of March 12, 2020, the issuance date of the ASU. An entity may elect to apply the amendments prospectively through December 31, 2024.	The Company has elected to apply the optional expedient provided in ASU 2020-04 for qualifying contract modifications. To date, adoption of the guidance has not had a material impact on the Company's financial condition and results of operations. The Company will continue to evaluate the impacts of reference rate reform on contract modifications and hedging relationships as transition progresses, the project nears completion.

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**Voya Financial, Inc.**  
**Notes to the Condensed Consolidated Financial Statements (Unaudited)**

(Dollar amounts in millions, unless otherwise stated)

### Future Adoption of Accounting Pronouncements

The following table provides a description of future adoptions of new accounting standards that may have an impact on the Company's financial statements when adopted:

Standard	Description of Requirements	Effective Date and Transition Provisions	Effect on the Financial Statements or Other Significant Matters
ASU 2022-03, Fair Value Measurement of Equity Securities Subject to Contractual Sale Restrictions	This standard, issued in June 2022, clarifies that contractual restrictions on equity security sales are not considered part of the security unit of account and, therefore, are not considered in measuring fair value. In addition, the restrictions cannot be recognized and measured as separate units of account. Disclosures on such restrictions are also required.	The amendments are effective for fiscal years beginning after December 15, 2023, including interim periods within those fiscal years, and are required to be applied prospectively, with any adjustments from the adoption recognized in earnings and disclosed.	The Company is currently in the process of determining the impact of adoption of the provisions of ASU 2022-03.

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### Voya Financial, Inc.

#### Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

## 2. Investments (excluding Consolidated Investment Entities)

### Fixed Maturities

Available-for-sale and fair value option ("FVO") fixed maturities were as follows as of **June 30, 2023** and **September 30, 2023**:

		June 30, 2023					Allowance for credit losses	September 30, 2023					
		Amortized Cost	Gross Unrealized Capital Gains	Gross Unrealized Capital Losses	Embedded Derivatives <sup>(2)</sup>	Fair Value		Amortized Cost	Gross Unrealized Capital Gains	Gross Unrealized Capital Losses	Embedded Derivatives <sup>(2)</sup>	Allowance for credit loss	
Fixed maturities:	Fixed maturities:												
U.S. Treasuries	U.S. Treasuries	\$ 434	\$ 9	\$ 18	\$ —	\$ 425	\$ —	U.S. Treasuries	\$ 458	\$ —	\$ 40	\$ —	\$ —
U.S. Government agencies and authorities	U.S. Government agencies and authorities	54	3	1	—	56	—	U.S. Government agencies and authorities	54	1	2	—	—
State, municipalities and political subdivisions	State, municipalities and political subdivisions	931	1	110	—	822	—	State, municipalities and political subdivisions	881	—	155	—	—
U.S. corporate public securities	U.S. corporate public securities	8,845	116	1,082	—	7,878	1	U.S. corporate public securities	8,554	57	1,436	—	—
U.S. corporate private securities	U.S. corporate private securities	5,113	27	405	—	4,735	—	U.S. corporate private securities	5,114	10	521	—	—
Foreign corporate public securities and foreign governments <sup>(1)</sup>	Foreign corporate public securities and foreign governments <sup>(1)</sup>	3,081	28	336	—	2,767	6	Foreign corporate public securities and foreign governments <sup>(1)</sup>	2,974	10	431	—	—

Foreign corporate private securities <sup>(1)</sup>	Foreign corporate private securities <sup>(1)</sup>	3,092	18	193	—	2,915	2	Foreign corporate private securities <sup>(1)</sup>	3,111	10	241	—
Residential mortgage-backed securities	Residential mortgage-backed securities	3,870	33	277	2	3,628	—	Residential mortgage-backed securities	3,710	28	340	(1)
Commercial mortgage-backed securities	Commercial mortgage-backed securities	4,326	1	644	—	3,676	7	Commercial mortgage-backed securities	4,226	2	739	—
Other asset-backed securities	Other asset-backed securities	2,422	6	137	—	2,291	—	Other asset-backed securities	2,439	11	105	—
Total fixed maturities, including securities pledged	Total fixed maturities, including securities pledged	32,168	242	3,203	2	29,193	16	Total fixed maturities, including securities pledged	31,521	129	4,010	(1)
Less: Securities pledged	Less: Securities pledged	1,266	—	118	—	1,148	—	Less: Securities pledged	1,157	—	155	—
Total fixed maturities	Total fixed maturities	\$ 30,902	\$ 242	\$ 3,085	\$ 2	\$ 28,045	\$ 16	Total fixed maturities	\$ 30,364	\$ 129	\$ 3,855	\$ (1)

(1) Primarily U.S. dollar denominated.

(2) Embedded derivatives within fixed maturity securities are reported with the host investment. The changes in fair value of embedded derivatives are reported in Net gains (losses) in the Condensed Consolidated Statements of Operations.

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## Voya Financial, Inc.

### Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

Available-for-sale and FVO fixed maturities were as follows as of December 31, 2022:

		Gross		Gross		Fair Value	Allowance for credit losses		Gross		Gross		Allowance for credit loss
		Amortized Cost	Capital Gains	Capital Losses	Unrealized Embedded Derivatives <sup>(2)</sup>				Amortized Cost	Capital Gains	Capital Losses	Unrealized Embedded Derivatives <sup>(2)</sup>	
Fixed maturities:	Fixed maturities:							Fixed maturities:					
U.S. Treasuries	U.S. Treasuries	\$ 590	\$ 12	\$ 21	\$ —	\$ 581	\$ —	U.S. Treasuries	\$ 590	\$ 12	\$ 21	\$ —	\$ —
U.S. Government agencies and authorities	U.S. Government agencies and authorities	58	3	2	—	59	—	U.S. Government agencies and authorities	58	3	2	—	—
State, municipalities and political subdivisions	State, municipalities and political subdivisions	978	1	134	—	845	—	State, municipalities and political subdivisions	978	1	134	—	—

U.S. corporate public securities	U.S. corporate public securities	9,343	97	1,239	—	8,201	—	U.S. corporate public securities	9,343	97	1,239	—
U.S. corporate private securities	U.S. corporate private securities	5,087	14	409	—	4,692	—	U.S. corporate private securities	5,087	14	409	—
Foreign corporate public securities and foreign governments <sup>(1)</sup>	Foreign corporate public securities and foreign governments <sup>(1)</sup>	3,343	18	403	—	2,949	9	Foreign corporate public securities and foreign governments <sup>(1)</sup>	3,343	18	403	—
Foreign corporate private securities <sup>(1)</sup>	Foreign corporate private securities <sup>(1)</sup>	3,254	7	225	—	3,034	2	Foreign corporate private securities <sup>(1)</sup>	3,254	7	225	—
Residential mortgage-backed securities	Residential mortgage-backed securities	4,230	34	290	3	3,977	—	Residential mortgage-backed securities	4,230	34	290	3
Commercial mortgage-backed securities	Commercial mortgage-backed securities	4,466	2	585	—	3,883	—	Commercial mortgage-backed securities	4,466	2	585	—
Other asset-backed securities	Other asset-backed securities	2,307	3	173	—	2,136	1	Other asset-backed securities	2,307	3	173	—
Total fixed maturities, including securities pledged	Total fixed maturities, including securities pledged	33,656	191	3,481	3	30,357	12	Total fixed maturities, including securities pledged	33,656	191	3,481	3
Less: Securities pledged	Less: Securities pledged	1,303	3	144	—	1,162	—	Less: Securities pledged	1,303	3	144	—
Total fixed maturities	Total fixed maturities	\$ 32,353	\$ 188	\$ 3,337	\$ 3	\$ 29,195	\$ 12	Total fixed maturities	\$ 32,353	\$ 188	\$ 3,337	\$ 3

<sup>(1)</sup> Primarily U.S. dollar denominated.

<sup>(2)</sup> Embedded derivatives within fixed maturity securities are reported with the host investment. The changes in fair value of embedded derivatives are reported in Net gains (losses) in the Condensed Consolidated Statements of Operations.

The amortized cost and fair value of fixed maturities, including securities pledged, as of **June 30, 2023** **September 30, 2023**, are shown below by contractual maturity. Actual maturities may differ from contractual maturities as securities may be restructured, called or prepaid. Mortgage-backed securities ("MBS") and Other asset-backed securities ("ABS") are shown separately because they are not due at a single maturity date.

		Amortized Cost		Fair Value		Amortized Cost		Fair Value	
Due to mature:	Due to mature:								
One year or less	One year or less	\$	650	\$	643	\$	831	\$	812
After one year through five years	After one year through five years		4,054		3,844		3,890		3,663
After five years through ten years	After five years through ten years		4,126		3,887		4,091		3,738
After ten years	After ten years		12,720		11,224		12,334		10,188

Mortgage-backed securities	Mortgage-backed securities	8,196	7,304	Mortgage-backed securities	7,936	6,876
Other asset-backed securities	Other asset-backed securities	2,422	2,291	Other asset-backed securities	2,439	2,343
Fixed maturities, including securities pledged	Fixed maturities, including securities pledged	\$ 32,168	\$ 29,193	Fixed maturities, including securities pledged	\$ 31,521	\$ 27,620

As of **June 30, 2023**, **September 30, 2023** and December 31, 2022, the Company did not have any investments in a single issuer, other than obligations of the U.S. Government and government agencies, with a carrying value in excess of 10% of the Company's Total shareholders' equity.

**Voya Financial, Inc.**

**Notes to the Condensed Consolidated Financial Statements (Unaudited)**

(Dollar amounts in millions, unless otherwise stated)

The following tables present the composition of the U.S. and foreign corporate securities within the fixed maturity portfolio by industry category as of the dates indicated:

	Amortized Cost	Gross Unrealized Capital Gains	Gross Unrealized Capital Losses	Fair Value
<b>June 30, 2023</b>				
Communications	\$ 1,202	\$ 26	\$ 114	\$ 1,114
Financial	3,982	42	452	3,572
Industrial and other companies	7,824	44	824	7,044
Energy	1,987	43	139	1,891
Utilities	3,547	24	332	3,239
Transportation	1,101	7	105	1,003
Total	\$ 19,643	\$ 186	\$ 1,966	\$ 17,863
<b>December 31, 2022</b>				
Communications	\$ 1,156	\$ 16	\$ 130	\$ 1,042
Financial	4,153	31	491	3,693
Industrial and other companies	8,379	26	953	7,452
Energy	1,979	39	160	1,858
Utilities	3,664	21	355	3,330
Transportation	1,165	2	128	1,039
Total	\$ 20,496	\$ 135	\$ 2,217	\$ 18,414

The Company invests in various categories of collateralized mortgage obligations (CMOs), including CMOs that are not agency-backed, that are subject to different degrees of risk from changes in interest rates and defaults. The principal risks inherent in holding CMOs are prepayment and extension risks related to significant decreases and increases in interest rates resulting in the prepayment of principal from the underlying mortgages, either earlier or later than originally anticipated. As of June 30, 2023 and December 31, 2022, approximately 47.5% and 41.6%, respectively, of the Company's CMO holdings, were invested in the above mentioned types of CMOs such as interest-only or principal-only strips, that are subject to more prepayment and extension risk than traditional CMOs.

Public corporate fixed maturity securities are distinguished from private corporate fixed maturity securities based upon the manner in which they are transacted. Public corporate fixed maturity securities are issued initially through market intermediaries on a registered basis or pursuant to Rule 144A under the Securities Act of 1933 (the "Securities Act") and are traded on the secondary market through brokers acting as principal. Private corporate fixed maturity securities are originally issued by borrowers directly to investors pursuant to Section 4(a)(2) of the Securities Act, and are traded in the secondary market directly with counterparties, either without the participation of a broker or in agency transactions.

## Repurchase Agreements

As of June 30, 2023 and December 31, 2022, the Company did not have any securities pledged in dollar rolls or reverse repurchase agreements. As of June 30, 2023, the carrying value of securities pledged and obligation to repay loans related to repurchase agreement transactions were \$116 and included in Securities pledged and Payables under securities loan and repurchase agreements, including collateral held on the Condensed Consolidated Balance Sheets. As of December 31, 2022, the carrying value of securities pledged and obligation to repay loans related to repurchase agreement transactions was \$113. Securities pledged related to repurchase agreements are comprised of other asset-backed securities.

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## Voya Financial, Inc. Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

### Repurchase Agreements and Securities Pledged

As of September 30, 2023 and December 31, 2022, the Company did not have any securities pledged in dollar rolls or reverse repurchase agreements.

The Company engages in securities lending whereby the initial collateral is required at a rate of at least 102% of the market value of the loaned securities. The lending agent retains the collateral and invests it in high quality liquid assets on behalf of the Company. The market value of the loaned securities is monitored on a daily basis with additional collateral obtained or refunded as the market value of the loaned securities fluctuates. The lending agent indemnifies the Company against losses resulting from the failure of a counterparty to return securities pledged where collateral is insufficient to cover the loss. As of June 30, 2023 and December 31, 2022, the fair value of loaned securities was \$857 and \$907, respectively, and is included in Securities pledged on the Condensed Consolidated Balance Sheets.

In the normal course of business, the Company receives cash collateral and non-cash collateral in the form of securities. If cash is received as collateral, the lending agent retains the cash collateral and invests it in short-term liquid assets on behalf of the Company. As of June 30, 2023 and December 31, 2022, cash collateral retained by the lending agent and invested in short-term liquid assets on the Company's behalf was \$704 and \$807, respectively, and is recorded in Short-term investments under securities loan agreements, including collateral delivered on the Condensed Consolidated Balance Sheets. As of June 30, 2023 and December 31, 2022, liabilities to return collateral of \$704 and \$807, respectively, are included in Payables under securities loan and repurchase agreements, including collateral held on the Condensed Consolidated Balance Sheets.

The Company accepts non-cash collateral in the form of securities. The securities retained as collateral by the lending agent may not be sold or re-pledged, except in the event of default, and are not reflected on the Company's Condensed Consolidated Balance Sheets. This collateral generally consists of U.S. Treasury, U.S. Government agency securities and MBS pools. As

The following table presents Securities pledged as of June 30, 2023 the dates indicated:

	September 30, 2023	December 31, 2022
Securities pledged/obligations under repurchase agreements <sup>(1)</sup>	\$ 112	\$ 113
Securities loaned to lending agent <sup>(2)</sup>	682	907
Securities pledged as collateral <sup>(2)(3)</sup>	208	142
<b>Total</b>	<b>\$ 1,002</b>	<b>\$ 1,162</b>

<sup>(1)</sup> Comprised of other asset-backed securities and December 31, 2022, the fair value of included in Securities pledged and Payables under securities retained as loan and repurchase agreements, including collateral by the lending agent held on the Company's behalf was \$180 and \$135, respectively, Condensed Consolidated Balance Sheets.

<sup>(2)</sup> Included in Securities pledged on the Condensed Consolidated Balance Sheets.

<sup>(3)</sup> See *Collateral* within the *Derivatives* Note to these Condensed Consolidated Financial Statements for more information.

The following table presents borrowings collateral held by asset class that the Company pledged under securities lending transactions by asset class from cash collateral invested and non-cash collateral as of the dates indicated:

		June 30, 2023	December 31, 2022			September 30, 2023	December 31, 2022
U.S. Treasuries	U.S. Treasuries	\$ 41	\$ 53	U.S. Treasuries	\$	19	\$ 53
U.S. corporate public securities	U.S. corporate public securities	576	604	U.S. corporate public securities		494	604
Short-term investments	Short-term investments	1	—	Short-term investments		1	—

Foreign corporate public securities and foreign governments	Foreign corporate public securities and foreign governments	266	285	Foreign corporate public securities and foreign governments	193	285
<b>Total (1)</b>	<b>Total (1)</b>	<b>\$ 884</b>	<b>\$ 942</b>	<b>Total (1)</b>	<b>\$ 707</b>	<b>\$ 942</b>

(1) As of September 30, 2023 and December 31, 2022, liabilities to return cash collateral were \$560 and \$807, respectively, and included in Payables under securities loan and repurchase agreements, including collateral held on the Condensed Consolidated Balance Sheets.

The Company's securities lending activities are conducted on an overnight basis, and all securities loaned can be recalled at any time. The Company does not offset assets and liabilities associated with its securities lending program.

**Voya Financial, Inc.**  
**Notes to the Condensed Consolidated Financial Statements (Unaudited)**  
(Dollar amounts in millions, unless otherwise stated)

*Allowance for credit losses*

The following table presents a rollforward of the allowance for credit losses on available-for-sale fixed maturity securities for the periods presented:

	Six Months Ended June 30, 2023							Nine Months Ended September 30, 2023						
	U.S. corporate public securities	Commercial mortgage-backed securities	Foreign corporate public securities and foreign governments	Foreign corporate private securities	Other asset-backed securities	Total	U.S. corporate public securities	Commercial mortgage-backed securities	Foreign corporate public securities and foreign governments	Foreign corporate private securities	Other asset-backed securities	Total		
Balance as of January 1	\$ —	\$ —	\$ 9	\$ 2	\$ 1	\$ 12	\$ —	\$ —	\$ 9	\$ 2	\$ 1	\$ 12		
Credit losses on securities for which credit losses were not previously recorded	1	7	—	—	—	8	—	10	—	—	—	10		
Reductions for securities sold during the period	—	—	(2)	—	—	(2)	—	—	(2)	—	—	(2)		
Increase (decrease) on securities with allowance recorded in previous period	—	—	(1)	—	(1)	(2)	—	—	(1)	(1)	—	(2)		
<b>Balance as of June 30</b>	<b>\$ 1</b>	<b>\$ 7</b>	<b>\$ 6</b>	<b>\$ 2</b>	<b>\$ —</b>	<b>\$ 16</b>	<b>\$ —</b>	<b>\$ 10</b>	<b>\$ 6</b>	<b>\$ 1</b>	<b>\$ —</b>	<b>\$ 17</b>		

Balance as of September 30	Balance as of September 30	\$	—	\$	10	\$	6	\$	1
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		Year Ended December 31, 2022					Year Ended December 31, 2022				
		Residential mortgage-backed securities	Foreign corporate public securities and foreign governments	Foreign corporate private securities	Other asset-backed securities	Total	Residential mortgage-backed securities	Foreign corporate public securities and foreign governments	Foreign corporate private securities	Other asset-backed securities	Total
Balance as of January 1	Balance as of January 1	\$ 1	\$ —	\$ 56	\$ 1	\$ 58	\$ 1	\$ —	\$ 56	\$ 1	\$ 58
Credit losses on securities for which credit losses were not previously recorded	Credit losses on securities for which credit losses were not previously recorded	—	9	—	—	9	—	9	—	—	9
Reductions for securities sold during the period	Reductions for securities sold during the period	—	—	(57)	—	(57)	—	—	(57)	—	(57)
Increase (decrease) on securities with allowance recorded in previous period	Increase (decrease) on securities with allowance recorded in previous period	(1)	—	3	—	2	(1)	—	3	—	2
Balance as of December 31	Balance as of December 31	\$ —	\$ 9	\$ 2	\$ 1	\$ 12	\$ —	\$ 9	\$ 2	\$ 1	\$ 12

For additional information about the Company's methodology and significant inputs used in determining whether a credit loss exists, see the *Business, Basis of Presentation and Significant Accounting Policies* Note to the Consolidated Financial Statements in Part II, Item 8. of the [Annual Report on Form 10-K](#).

**Voya Financial, Inc.**  
**Notes to the Condensed Consolidated Financial Statements (Unaudited)**  
(Dollar amounts in millions, unless otherwise stated)

*Unrealized Capital Losses*

The following table presents available-for-sale fixed maturities, including securities pledged, for which an allowance for credit losses has not been recorded by market sector investment category and duration as of June 30, 2023: the dates indicated:

	Twelve Months or Less Below Amortized Cost			More Than Twelve Months Below Amortized Cost			Total		
	Unrealized	Number of	Fair Value	Unrealized	Number of	Fair Value	Unrealized	Number of	
	Capital Losses	securities		Capital Losses	securities		Capital Losses	securities	
U.S. Treasuries	\$ 202	\$ 5	24	\$ 63	\$ 13	14	\$ 265	\$ 18	38
U.S. Government agencies and authorities	14	— *	1	3	1	1	17	1	2
State, municipalities and political subdivisions	191	10	80	587	100	216	778	110	296
U.S. corporate public securities	1,723	89	305	4,266	993	1,011	5,989	1,082	1,316
U.S. corporate private securities	1,272	55	127	2,597	350	276	3,869	405	403
Foreign corporate public securities and foreign governments	552	19	97	1,588	317	334	2,140	336	431
Foreign corporate private securities	1,051	33	74	1,497	160	133	2,548	193	207
Residential mortgage-backed	585	31	236	1,146	246	545	1,731	277	781
Commercial mortgage-backed	492	46	79	3,046	598	550	3,538	644	629
Other asset-backed	192	7	44	1,745	130	467	1,937	137	511
<b>Total</b>	<b>\$ 6,274</b>	<b>\$ 295</b>	<b>1,067</b>	<b>\$ 16,538</b>	<b>\$ 2,908</b>	<b>3,547</b>	<b>\$ 22,812</b>	<b>\$ 3,203</b>	<b>4,614</b>

\*Less than \$1

As of September 30, 2023						
	Twelve Months or Less Below Amortized Cost		More Than Twelve Months Below Amortized Cost		Total	
	Unrealized Capital	Fair Value	Unrealized Capital	Fair Value	Unrealized Capital	Fair Value
	Losses		Losses		Losses	
U.S. Treasuries	\$ 276	\$ 11	\$ 99	\$ 29	\$ 375	\$ 40
U.S. Government agencies and authorities	13	1	3	1	16	2
State, municipalities and political subdivisions	28	1	682	154	710	155
U.S. corporate public securities	1,375	97	4,761	1,339	6,136	1,436
U.S. corporate private securities	967	39	3,249	482	4,216	521
Foreign corporate public securities and foreign governments	565	25	1,670	406	2,235	431
Foreign corporate private securities	437	18	2,101	223	2,538	241
Residential mortgage-backed	349	17	1,307	323	1,656	340
Commercial mortgage-backed	84	4	3,234	735	3,318	739
Other asset-backed	110	5	1,618	100	1,728	105
<b>Total</b>	<b>\$ 4,204</b>	<b>\$ 218</b>	<b>\$ 18,724</b>	<b>\$ 3,792</b>	<b>\$ 22,928</b>	<b>\$ 4,010</b>

The Company concluded that an allowance for credit losses was unnecessary for these securities because the unrealized losses are interest rate related.

As of December 31, 2022						
	Twelve Months or Less Below Amortized Cost		More Than Twelve Months Below Amortized Cost		Total	
	Unrealized Capital	Fair Value	Unrealized Capital	Fair Value	Unrealized Capital	Fair Value
	Losses		Losses		Losses	
U.S. Treasuries	\$ 197	\$ 19	\$ 9	\$ 2	\$ 206	\$ 21
U.S. Government agencies and authorities	21	2	—	—	21	2
State, municipalities and political subdivisions	751	121	30	13	781	134
U.S. corporate public securities	5,479	792	1,137	447	6,616	1,239
U.S. corporate private securities	3,569	322	458	87	4,027	409

Foreign corporate public securities and foreign governments	2,050	260	391	143	2,441	403
Foreign corporate private securities	2,728	211	65	14	2,793	225
Residential mortgage-backed	1,538	128	562	162	2,100	290
Commercial mortgage-backed	2,628	390	1,133	195	3,761	585
Other asset-backed	1,430	104	578	69	2,008	173
<b>Total</b>	<b>\$ 20,391</b>	<b>\$ 2,349</b>	<b>\$ 4,363</b>	<b>\$ 1,132</b>	<b>\$ 24,754</b>	<b>\$ 3,481</b>

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**Voya Financial, Inc.**  
**Notes to the Condensed Consolidated Financial Statements (Unaudited)**

(Dollar amounts in millions, unless otherwise stated)

The following table presents available-for-sale As of September 30, 2023, the average duration of our fixed maturities portfolio, including securities pledged, for which is between 6 and 6.5 years.

As of September 30, 2023 and December 31, 2022, the Company concluded that an allowance for credit losses has was not been recorded by market sector and duration as of December 31, 2022:

	Twelve Months or Less Below Amortized Cost			More Than Twelve Months Below Amortized Cost			Total		
	Fair Value	Unrealized Capital Losses	Number of securities	Fair Value	Unrealized Capital Losses	Number of securities	Fair Value	Unrealized Capital Losses	Number of securities
	U.S. Treasuries	\$ 197	\$ 19	19	\$ 9	\$ 2	7	\$ 206	\$ 21
U.S. Government agencies and authorities	21	2	2	—	—	—	21	2	2
State, municipalities and political subdivisions	751	121	284	30	13	17	781	134	301
U.S. corporate public securities	5,479	792	1,054	1,137	447	347	6,616	1,239	1,401
U.S. corporate private securities	3,569	322	375	458	87	32	4,027	409	407
Foreign corporate public securities and foreign governments	2,050	260	371	391	143	97	2,441	403	468
Foreign corporate private securities	2,728	211	217	65	14	6	2,793	225	223
Residential mortgage-backed	1,538	128	536	562	162	283	2,100	290	819
Commercial mortgage-backed	2,628	390	441	1,133	195	207	3,761	585	648
Other asset-backed	1,430	104	334	578	69	191	2,008	173	525
<b>Total</b>	<b>\$ 20,391</b>	<b>\$ 2,349</b>	<b>3,633</b>	<b>\$ 4,363</b>	<b>\$ 1,132</b>	<b>1,187</b>	<b>\$ 24,754</b>	<b>\$ 3,481</b>	<b>4,820</b>

Based on warranted for the Company's quarterly evaluation of its securities in an above because the unrealized loss position, described below, the Company concluded that these securities were not impaired as of June 30, 2023. losses are interest rate related. The Company does not intend to sell the investments and it is not more likely than not that the Company will be required to sell the investments before recovery of their amortized cost bases.

Gross unrealized capital losses on fixed maturities, including securities pledged, decreased \$278 from \$3,481 to \$3,203 for the six months ended June 30, 2023. The decrease in unrealized losses was driven by tighter credit spreads.

As of June 30, 2023, \$834 of the total \$3,203 of gross unrealized losses were from 603 available-for-sale fixed maturity securities with an unrealized loss position of 20% or more of amortized cost for 12 months or greater.

*Evaluating Securities for Impairments*

The Company performs a regular evaluation, on a security-by-security basis, of its available-for-sale securities holdings, including fixed maturity securities, in accordance with its impairment policy in order to evaluate whether such investments are impaired.

**Voya Financial, Inc.**

**Notes to For the Condensed Consolidated Financial Statements (Unaudited)**

(Dollar amounts in millions, unless otherwise stated)

The following table identifies the Company's three and nine months ended September 30, 2023, intent impairments included in the Condensed Consolidated Statements of Operations, but excluding impairments included in Other comprehensive income (loss) by type for , were \$18 and \$25, respectively. For the periods indicated:

	Three Months Ended June 30,			
	2023		2022	
	Impairment	No. of Securities	Impairment	No. of Securities
Residential mortgage-backed	\$ 2	34	\$ 2	17
Commercial mortgage-backed	5	3	— *	1
<b>Total</b>	<b>\$ 7</b>	<b>37</b>	<b>\$ 2</b>	<b>18</b>
*Less than \$1				
	Six Months Ended June 30,			
	2023		2022	
	Impairment	No. of Securities	Impairment	No. of Securities
Residential mortgage-backed	\$ 2	36	\$ 9	27
Commercial mortgage-backed	5	3	— *	1
<b>Total</b>	<b>\$ 7</b>	<b>39</b>	<b>\$ 9</b>	<b>28</b>
*Less than \$1				

three and nine months ended September 30, 2022, intent impairments were \$12 and \$21, respectively.

The Company may sell securities during the period in which fair value has declined below amortized cost for fixed maturities. In certain situations, new factors, including changes in the business environment, can change the Company's previous intent to continue holding a security. Accordingly, these factors may lead the Company to record additional intent related capital losses.

*Debt Restructuring*

Upon the adoption of ASU 2022-02 as of January 1, 2023, the Company no longer identifies certain debt modifications as troubled debt restructuring, but instead evaluates all debt modifications to determine whether a modification results in a new loan or a continuation of an existing loan. Disclosures are required for loan modifications with borrowers experiencing financial difficulty. For the three and six nine months ended June 30, 2023 September 30, 2023, the Company had no material debt modifications that require such disclosure.

*Mortgage Loans on Real Estate*

The Company diversifies its commercial mortgage loan portfolio by geographic region and property type to reduce concentration risk. The Company manages risk when originating commercial mortgage loans by generally lending only up to 75% of the estimated fair value of the underlying real estate. Subsequently, the Company continuously evaluates mortgage loans based on relevant current information including a review of loan-specific performance, property characteristics and market trends. Loan performance is monitored on a loan specific basis through the review of submitted appraisals, operating statements, rent revenues and annual inspection reports, among other items. This review ensures properties are performing at a consistent and acceptable level to secure the debt. The components to evaluate debt service coverage are received and reviewed at least annually to determine the level of risk.

Loan-to-value ("LTV") and debt service coverage ("DSC") ratios are measures commonly used to assess the risk and quality of mortgage loans. The LTV ratio, calculated at time of origination, is expressed as a percentage of the amount of the loan relative to the value of the underlying property. A LTV ratio in excess of 100% indicates the unpaid loan amount

exceeds the underlying collateral. The DSC ratio, based upon the most recently received financial statements, is expressed as a percentage of the amount of a property's net income to its debt service payments. A DSC ratio of less than 1.0 indicates that a property's operations do not generate sufficient income to cover debt payments. These ratios are utilized as part of the review process described above.

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**Voya Financial, Inc.**  
**Notes to the Condensed Consolidated Financial Statements (Unaudited)**  
(Dollar amounts in millions, unless otherwise stated)

The following tables present commercial mortgage loans by year of origination and LTV ratio as of the dates indicated. The information is updated as of **June 30, 2023** September 30, 2023 and December 31, 2022, respectively.

Year of Origination	Year of Origination	As of June 30, 2023						Year of Origination	Year of Origination	As of September 30, 2023					
		Loan-to-Value Ratios								Loan-to-Value Ratios					
		0% - 50%	>50% - 60%	>60% - 70%	>70% - 80%	>80% and above	Total			0% - 50%	>50% - 60%	>60% - 70%	>70% - 80%	>80% and above	Total
2023	2023	\$ 78	\$ 168	\$ —	\$ —	\$ —	\$ 246	2023	\$ 89	\$ 255	\$ —	\$ —	\$ —	\$ 344	
2022	2022	250	330	69	—	—	649	2022	243	342	65	—	—	650	
2021	2021	242	248	212	—	—	702	2021	247	224	230	—	—	701	
2020	2020	158	161	9	10	—	338	2020	161	145	—	10	16	332	
2019	2019	229	82	28	—	—	339	2019	234	74	29	—	—	337	
2018		159	38	5	—	—	202								
2017 and prior		2,489	396	5	—	—	2,890								
Prior								Prior	2,603	359	6	—	41	3,009	
Total	Total	\$ 3,605	\$ 1,423	\$ 328	\$ 10	\$ —	\$ 5,366	Total	\$ 3,577	\$ 1,399	\$ 330	\$ 10	\$ 57	\$ 5,373	

Year of Origination	Year of Origination	As of December 31, 2022						Year of Origination	Year of Origination	As of December 31, 2022					
		Loan-to-Value Ratios								Loan-to-Value Ratios					
		0% - 50%	>50% - 60%	>60% - 70%	>70% - 80%	>80% and above	Total			0% - 50%	>50% - 60%	>60% - 70%	>70% - 80%	>80% and above	Total
2022	2022	\$ 250	\$ 320	\$ 65	\$ —	\$ —	\$ 635	2022	\$ 250	\$ 320	\$ 65	\$ —	\$ —	\$ 635	
2021	2021	240	272	255	10	—	777	2021	240	272	255	10	—	777	
2020	2020	119	209	25	10	—	363	2020	119	209	25	10	—	363	
2019	2019	227	94	29	—	—	350	2019	227	94	29	—	—	350	
2018	2018	163	41	2	—	—	206	2018	163	41	2	—	—	206	
2017 and prior		2,606	482	26	—	—	3,114								
Prior								Prior	2,606	482	26	—	—	3,114	
Total	Total	\$ 3,605	\$ 1,418	\$ 402	\$ 20	\$ —	\$ 5,445	Total	\$ 3,605	\$ 1,418	\$ 402	\$ 20	\$ —	\$ 5,445	

The following tables present commercial mortgage loans by year of origination and DSC ratio as of the dates indicated. The information is updated as of **June 30, 2023** September 30, 2023 and December 31, 2022, respectively.

Year of Origination	As of June 30, 2023				
	Debt Service Coverage Ratios				
	>1.5x	>1.25x - 1.5x	>1.0x - 1.25x	<1.0x	Total*
2023	\$ 70	\$ 93	\$ 83	\$ —	\$ 246
2022	245	82	210	112	649

2021		256		21		62		363		702
2020		242		27		5		64		338
2019		186		39		107		7		339
2018		123		24		55		—		202
2017 and prior		2,078		362		211		239		2,890
Total		\$ 3,200		\$ 648		\$ 733		\$ 785		\$ 5,366

\*No commercial mortgage loans were secured by land or construction loans

		As of September 30, 2023				
		Debt Service Coverage Ratios				
Year of Origination		>1.5x	>1.25x - 1.5x	>1.0x - 1.25x	<1.0x	Total*
2023		\$ 168	\$ 109	\$ 67	\$ —	\$ 344
2022		229	56	203	162	650
2021		262	14	77	348	701
2020		225	25	5	77	332
2019		204	26	86	21	337
Prior		2,243	315	261	190	3,009
Total		\$ 3,331	\$ 545	\$ 699	\$ 798	\$ 5,373

\*No commercial mortgage loans were secured by land or construction loans

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#### Voya Financial, Inc.

#### Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

		As of December 31, 2022							As of December 31, 2022				
		Debt Service Coverage Ratios							Debt Service Coverage Ratios				
Year of Origination	Year of Origination	>1.5x	>1.25x - 1.5x	>1.0x - 1.25x	<1.0x	Total*	Year of Origination	>1.5x	>1.25x - 1.5x	>1.0x - 1.25x	<1.0x	Total*	
2022	2022	\$ 331	\$ 100	\$ 181	\$ 23	\$ 635	2022	\$ 331	\$ 100	\$ 181	\$ 23	\$ 635	
2021	2021	273	33	269	202	777	2021	273	33	269	202	777	
2020	2020	259	11	11	82	363	2020	259	11	11	82	363	
2019	2019	222	54	67	7	350	2019	222	54	67	7	350	
2018	2018	128	27	51	—	206	2018	128	27	51	—	206	
2017 and prior		2,172	454	226	262	3,114							
Prior							Prior	2,172	454	226	262	3,114	
Total	Total	\$ 3,385	\$ 679	\$ 805	\$ 576	\$ 5,445	Total	\$ 3,385	\$ 679	\$ 805	\$ 576	\$ 5,445	

\*No commercial mortgage loans were secured by land or construction loans

The following tables present the commercial mortgage loans by year of origination and U.S. region as of the dates indicated. The information is updated as of **June 30, 2023**, **September 30, 2023** and December 31, 2022, respectively.

		As of June 30, 2023												As of September 30, 2023									
		U.S. Region												U.S. Region									
Year of Origination	Year of Origination	Pacific	South Atlantic	Middle Atlantic	West South	Central Mountain	East North	New England	West North	East South	Total	Year of Origination	Pacific	South Atlantic	Middle Atlantic	West South	Central Mountain	East North	New England	West North	East South	Total	
2023	2023	\$ 21	\$ 48	\$ 5	\$ 97	\$ 11	\$ 32	\$ 3	\$ 26	\$ 3	\$ 246	2023	\$ 70	\$ 55	\$ 7	\$ 99	\$ 39	\$ 42	\$ 3	\$ 26	\$ 3	\$ 266	
2022	2022	140	130	48	99	113	93	5	1	20	649	2022	140	131	48	99	113	93	5	1	20	649	
2021	2021	99	63	128	146	112	95	9	49	1	702	2021	99	63	126	148	111	94	10	49	1	702	

2020	2020	74	160	18	10	12	40	—	7	17	338	2020	73	156	17	10	12	40	—	7	
2019	2019	53	102	10	75	46	5	14	13	21	339	2019	53	101	10	75	46	4	14	13	
2018		49	60	53	10	14	10	—	6	—	202										
2017 and prior		743	593	736	195	207	201	48	142	25	2,890										
Prior												Prior	778	620	777	202	217	202	47	146	
Total	Total	\$1,179	\$1,156	\$998	\$632	\$515	\$476	\$79	\$244	\$87	\$5,366	Total	\$1,213	\$1,126	\$985	\$633	\$538	\$475	\$79	\$242	\$

As of December 31, 2022												As of December 31, 2022										
U.S. Region												U.S. Region										
Year of Origination	Year of Origination	Pacific	South Atlantic	West			East			Total	Year of Origination	Pacific	South Atlantic	West			East			Total		
				Central	Mountain	Central	North	New	North					South	Central	North	New	North				
2022	2022	\$140	\$129	\$48	\$98	\$114	\$82	\$4	\$1	\$19	\$635	2022	\$140	\$129	\$48	\$98	\$114	\$82	\$4	\$1	\$19	\$635
2021	2021	99	72	134	143	112	138	9	48	22	777	2021	99	72	134	143	112	138	9	48	22	777
2020	2020	74	170	18	16	12	39	—	7	27	363	2020	74	170	18	16	12	39	—	7	27	363
2019	2019	58	106	10	77	46	5	14	13	21	350	2019	58	106	10	77	46	5	14	13	21	350
2018	2018	50	62	55	10	14	10	—	5	—	206	2018	50	62	55	10	14	10	—	5	—	206
2017 and prior		777	623	759	248	227	257	49	149	25	3,114											
Prior												Prior	777	623	759	248	227	257	49	149		
Total	Total	\$1,198	\$1,162	\$1,024	\$592	\$525	\$531	\$76	\$223	\$114	\$5,445	Total	\$1,198	\$1,162	\$1,024	\$592	\$525	\$531	\$76	\$223	\$114	\$5,445

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**Voya Financial, Inc.**  
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(Dollar amounts in millions, unless otherwise stated)

The following tables present the commercial mortgage loans by year of origination and property type as of the dates indicated. The information is updated as of **June 30, 2023** September 30, 2023 and December 31, 2022, respectively.

As of June 30, 2023											As of September 30, 2023																	
Property Type											Property Type																	
Year of Origination	Year of Origination	Retail	Industrial	Apartments			Office			Hotel/Motel		Other	Use	Total	Year of Origination	Retail	Industrial	Apartments			Office			Hotel/Motel		Other	Use	Total
				Office	Hotel/Motel	Other	Office	Hotel/Motel	Other	Office	Hotel/Motel							Other	Office	Hotel/Motel	Other							
2023	2023	\$93	\$108	\$26	\$19	\$—	\$—	\$—	\$—	\$—	\$—	\$246	2023	\$110	\$157	\$26	\$19	\$32	\$—	\$—	\$—	\$—	\$—	\$—	\$—	\$344		
2022	2022	79	265	251	34	10	10	—	649			649	2022	79	264	253	34	10	10	—	650			650				
2021	2021	37	153	360	125	—	18	9	702			702	2021	36	151	363	124	—	18	9	701			701				
2020	2020	58	60	77	143	—	—	—	338			338	2020	57	59	73	143	—	—	—	332			332				
2019	2019	45	83	163	36	12	—	—	339			339	2019	46	83	161	36	11	—	—	337			337				
2018		36	82	55	12	—	17	—	202			202																
2017 and prior		806	700	632	485	67	150	50	2,890			2,890																
Prior													Prior	800	768	668	491	67	165	50	3,009			3,009				
Total	Total	\$1,154	\$1,451	\$1,564	\$854	\$89	\$195	\$59	\$5,366	Total	\$1,128	\$1,482	\$1,544	\$847	\$120	\$193	\$59	\$5,373							\$5,373			

As of December 31, 2022											As of December 31, 2022																	
Property Type											Property Type																	
Year of Origination	Year of Origination	Retail	Industrial	Apartments			Office			Hotel/Motel		Other	Use	Total	Year of Origination	Retail	Industrial	Apartments			Office			Hotel/Motel		Other	Use	Total
				Office	Hotel/Motel	Other	Office	Hotel/Motel	Other	Office	Hotel/Motel							Other	Office	Hotel/Motel	Other							
2022	2022	\$79	\$255	\$247	\$34	\$10	\$10	\$—	\$635			635	2022	\$79	\$255	\$247	\$34	\$10	\$10	\$—	\$635			635				

2021	2021	37	168	420	125	—	18	9	777	2021	37	168	420	125	—	18	9	777
2020	2020	58	61	93	151	—	—	—	363	2020	58	61	93	151	—	—	—	363
2019	2019	46	85	165	40	14	—	—	350	2019	46	85	165	40	14	—	—	350
2018	2018	37	84	56	12	—	17	—	206	2018	37	84	56	12	—	17	—	206
2017 and prior		888	757	679	513	69	156	52	3,114									
Prior										Prior	888	757	679	513	69	156	52	3,114
Total	Total	\$ 1,145	\$ 1,410	\$ 1,660	\$875	\$ 93	\$201	\$ 61	\$5,445	Total	\$ 1,145	\$ 1,410	\$ 1,660	\$875	\$ 93	\$201	\$ 61	\$5,445

The following table summarizes the activity in the allowance for losses for commercial mortgage loans for the periods indicated:

		June 30, 2023		December 31, 2022		September 30, 2023		December 31, 2022	
Allowance for credit losses, beginning of period	Allowance for credit losses, beginning of period	\$	18	\$	15	\$	18	\$	15
Credit losses on mortgage loans for which credit losses were not previously recorded	Credit losses on mortgage loans for which credit losses were not previously recorded		1		3		2		3
Increase (decrease) on mortgage loans with allowance recorded in previous period			8		—				
Increase (decrease) on mortgage loans with an allowance recorded in a previous period							Increase (decrease) on mortgage loans with an allowance recorded in a previous period		9
Provision for expected credit losses	Provision for expected credit losses		27		18		29		18
Write-offs	Write-offs		—		—		—		—
Recoveries of amounts previously written-off	Recoveries of amounts previously written-off		—		—		—		—
Allowance for credit losses, end of period	Allowance for credit losses, end of period	\$	27	\$	18	\$	29	\$	18

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**Voya Financial, Inc.**

**Notes to the Condensed Consolidated Financial Statements (Unaudited)**

(Dollar amounts in millions, unless otherwise stated)

The following table presents past due commercial mortgage loans as of the dates indicated:

		June 30, 2023		December 31, 2022		September 30, 2023		December 31, 2022	
Delinquency:	Delinquency:								

Current	Current	\$	5,366	\$	5,445	Current	\$	5,335	\$	5,445
30-59 days past due	30-59 days past due		—		—	30-59 days past due		38		—
60-89 days past due	60-89 days past due		—		—	60-89 days past due		—		—
Greater than 90 days past due	Greater than 90 days past due		—		—	Greater than 90 days past due		—		—
<b>Total</b>	<b>Total</b>	<b>\$</b>	<b>5,366</b>	<b>\$</b>	<b>5,445</b>	<b>Total</b>	<b>\$</b>	<b>5,373</b>	<b>\$</b>	<b>5,445</b>

Commercial mortgage loans are placed on non-accrual status when 90 days in arrears if the Company has concerns regarding the collectability of future payments, or if a loan has matured without being paid off or extended. As of **June 30, 2023** **September 30, 2023**, and the Company had \$38 of matured loans not paid off or extended, with an LTV ratio of 100%. As of December 31, 2022, the Company had no commercial mortgage loan loans in non-accrual status. The amount of interest income recognized on loans in non-accrual status for the nine months ended **September 30, 2023** was immaterial. There was no interest income recognized on loans in non-accrual status for the **six months ended June 30, 2023** and year ended December 31, 2022.

#### Net Investment Income

The following table summarizes Net investment income by investment type for the periods indicated:

		Three Months Ended June 30,				Three Months Ended September 30,				Nine Months Ended September 30,								
		2023		2022		2023		2022		2023		2022						
Fixed maturities	Fixed maturities	\$	440	\$	495	\$	898	\$	974	Fixed maturities	\$	438	\$	483	\$	1,336	\$	1,457
Equity securities	Equity securities		7		5		14		9	Equity securities		3		(3)		17		6
Mortgage loans on real estate	Mortgage loans on real estate		62		60		123		119	Mortgage loans on real estate		64		58		187		177
Policy loans	Policy loans		5		5		11		11	Policy loans		5		5		16		16
Short-term investments and cash equivalents	Short-term investments and cash equivalents		9		2		18		3	Short-term investments and cash equivalents		10		3		28		6
Limited partnerships and other	Limited partnerships and other		40		29		62		125	Limited partnerships and other		44		(10)		106		115
Gross investment income	Gross investment income		563		596		1,126		1,241	Gross investment income		564		536		1,690		1,777
Less: Investment expenses	Less: Investment expenses		18		15		36		30	Less: Investment expenses		17		14		53		44
<b>Net investment income</b>	<b>Net investment income</b>	<b>\$</b>	<b>545</b>	<b>\$</b>	<b>581</b>	<b>\$</b>	<b>1,090</b>	<b>\$</b>	<b>1,211</b>	<b>Net investment income</b>	<b>\$</b>	<b>547</b>	<b>\$</b>	<b>522</b>	<b>\$</b>	<b>1,637</b>	<b>\$</b>	<b>1,733</b>

As of **June 30, 2023**, the Company had \$17 of investments in fixed maturities that did not produce net investment income. As of **September 30, 2023** and December 31, 2022, the Company had \$18 and \$11, respectively, of investments in fixed maturities that did not produce net investment income. Fixed maturities are moved to a non-accrual status when the investment defaults.

Interest income on fixed maturities is recorded when earned using an effective yield method, giving effect to amortization of premiums and accretion of discounts. Such interest income is recorded in Net investment income in the Condensed Consolidated Statements of Operations.

#### Net Gains (Losses)

Net gains (losses) comprise the difference between the amortized cost of investments and proceeds from sale and redemption, as well as losses incurred due to the credit-related and intent-related impairment of investments. Net gains (losses) are also primarily generated from changes in fair value of embedded derivatives within products and fixed

maturities, changes in fair value of fixed maturities recorded at FVO and changes in fair value including accruals on derivative instruments, except for effective cash flow hedges. Net gains (losses) also include changes in fair value of equity securities. The cost of the investments on disposal is generally determined based on first-in-first-out ("FIFO") methodology.

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Voya Financial, Inc.

Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

Net Gains (Losses)

Net gains (losses) were as follows for the periods indicated:

		Three Months Ended June 30,		Three Months Ended September 30,		Nine Months Ended September 30,	
		2023	2022	2023	2022	2023	2022
Fixed maturities, available-for-sale, including securities pledged	Fixed maturities, available-for-sale, including securities pledged	\$ (18)	\$ (6)	\$ (24)	\$ 8	\$ (41)	\$ (71)
Fixed maturities, at fair value option	Fixed maturities, at fair value option	(144)	(245)	(135)	(294)	(243)	(844)
Equity securities, at fair value	Equity securities, at fair value	(1)	(24)	(3)	(7)	(6)	(39)
Derivatives	Derivatives	119	32	134	174	199	300
Embedded derivatives - fixed maturities	Embedded derivatives - fixed maturities	(2)	(2)	(3)	(2)	(4)	(8)
Other derivatives, net		—	12				
Other derivatives	Other derivatives			—	2	—	—
Standalone derivatives	Standalone derivatives	—	—	1	(3)	1	(2)
Managed custody guarantees	Managed custody guarantees	—	1	(15)	(6)	(12)	(8)
Stabilizer				(9)	—	(9)	19
Mortgage loans	Mortgage loans	(10)	1	(1)	(1)	(11)	4
Other investments	Other investments	—	5	48	4	47	10
Net gains (losses)	Net gains (losses)	\$ (56)	\$ (226)	\$ (7)	\$ (125)	\$ (79)	\$ (639)
		Six Months Ended June 30,					
		2023	2022				
Fixed maturities, available-for-sale, including securities pledged		\$ (17)	\$ (79)				
Fixed maturities, at fair value option		(108)	(550)				
Equity securities, at fair value		(3)	(32)				

Derivatives	65	126
Embedded derivatives - fixed maturities	(1)	(6)
Other derivatives, net	—	17
Standalone derivatives	—	1
Managed custody guarantees	3	(2)
Mortgage Loans	(10)	5
Other investments	(1)	6
Net gains (losses)	\$ (72)	\$ (514)

The Company recorded a gain of \$45 in relation to its revaluation of the existing investment in Voya India which was recorded in Net gains (losses) in the Condensed Consolidated Statements of Operations for the three and nine months ended September 30, 2023.

Proceeds from the sale of fixed maturities, available-for-sale and equity securities and the related gross realized gains and losses, before tax, were as follows for the periods indicated:

		Three Months Ended June 30,		Six Months Ended June 30,		Three Months Ended September 30,		Nine Months Ended September 30,	
		2023	2022	2023	2022	2023	2022	2023	2022
		Proceeds on sales	\$ 2,331	\$ 971	\$ 3,637	\$ 2,220	\$ 862	\$ 1,138	\$ 4,499
Gross gains	23	15	43	30	11	30	54	60	
Gross losses	30	12	55	44	14	19	69	63	

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#### Voya Financial, Inc.

#### Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

### 3. Derivative Financial Instruments

The Company primarily enters into the following types of derivatives:

**Interest rate swaps:** Interest rate swaps are used by the Company primarily to reduce market risks from changes in interest rates and to alter interest rate exposure arising from mismatches between assets and/or liabilities. Interest rate swaps are also used to hedge the interest rate risk associated with the value of assets it owns or in an anticipation of acquiring them. Using interest rate swaps, the Company agrees with another party to exchange, at specified intervals, the difference between fixed rate and floating rate interest payments, calculated by reference to an agreed upon notional principal amount. These transactions are entered into pursuant to master agreements that provide for a single net payment to be made to/from the counterparty at each due date. The Company utilizes these contracts in qualifying hedging relationships as well as non-qualifying hedging relationships.

**Foreign exchange swaps:** The Company uses foreign exchange or currency swaps to reduce the risk of change in the value, yield or cash flows associated with certain foreign denominated invested assets. Foreign exchange swaps represent contracts that require the exchange of foreign currency cash flows against U.S. dollar cash flows at regular periods, typically quarterly or semi-annually. The Company utilizes these contracts in qualifying hedging relationships as well as non-qualifying hedging relationships.

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#### Voya Financial, Inc.

#### Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

**Total return swaps:** The Company uses total return swaps as a hedge of interest related risks within various Legacy Annuity and Retirement products. Total return swaps are also used as a hedge of other corporate liabilities. Using total return swaps, the Company agrees with another party to exchange, at specified intervals, the difference between the economic performance of assets or a market index and a fixed or variable funding multiplied by reference to an agreed upon notional amount. No cash is exchanged at the onset of the contracts. Cash is paid and received over the life of the contract based upon the terms of the swaps. The Company utilized these contracts in non-qualifying hedging relationships.

**Futures:** Futures contracts are used to hedge against a decrease in certain equity indices. Such decreases may correlate to a decrease in variable annuity account values which would increase the possibility of the Company incurring an expense for guaranteed benefits in excess of account values. The Company also uses interest rate futures contracts to hedge its exposure to market risks due to changes in interest rates. The Company enters into exchange traded futures with regulated futures commissions that are members of the exchange. The Company also posts initial and variation margins, with the exchange, on a daily basis. The Company utilizes exchange-traded futures in non-qualifying hedging relationships. The Company may also use futures contracts as a hedge against an increase in certain equity indices.

**Embedded derivatives:** The Company also invests in certain fixed maturity instruments and has issued certain products that contain embedded derivatives for which market value is at least partially determined by, among other things, levels of or changes in domestic and/or foreign interest rates (short-term or long-term), exchange rates, prepayment rates, equity rates or credit ratings/spreads. In addition, the Company has entered into coinsurance with funds withheld arrangements, which contain embedded derivatives.

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**Voya Financial, Inc.**

**Notes to the Condensed Consolidated Financial Statements (Unaudited)**

(Dollar amounts in millions, unless otherwise stated)

The notional amounts and fair values of derivatives were as follows as of the dates indicated:

	June 30, 2023			December 31, 2022		
	Notional Amount	Asset Fair Value	Liability Fair Value	Notional Amount	Asset Fair Value	Liability Fair Value
<b>Derivatives: Qualifying for hedge accounting<sup>(1)</sup></b>						
Fair value hedges:						
Foreign exchange contracts	\$ 103	\$ 1	\$ —	\$ 81	\$ —	\$ 6
Cash flow hedges:						
Interest rate contracts	44	—	—	22	—	—
Foreign exchange contracts	745	54	3	718	71	2
<b>Derivatives: Non-qualifying for hedge accounting<sup>(1)</sup></b>						
Interest rate contracts	27,506	374	390	18,304	341	376
Foreign exchange contracts	249	4	1	160	9	2
Equity contracts	255	11	2	248	1	1
Credit contracts	177	—	4	174	—	2
<b>Embedded derivatives and Managed custody guarantees:</b>						
Within fixed maturity investments <sup>(2)</sup>	N/A	2	—	N/A	3	—
Within reinsurance agreements <sup>(4)</sup>	N/A	78	47	N/A	95	46
Managed custody guarantees <sup>(3)</sup>	N/A	—	3	N/A	—	6
<b>Total</b>		<b>\$ 524</b>	<b>\$ 450</b>		<b>\$ 520</b>	<b>\$ 441</b>

<sup>(1)</sup> Open derivative contracts are reported as Derivatives assets or liabilities on the Condensed Consolidated Balance Sheets at fair value.

<sup>(2)</sup> Included in Fixed maturities, available-for-sale, at fair value on the Condensed Consolidated Balance Sheets.

<sup>(3)</sup> Included in Contract owner account balances on the Condensed Consolidated Balance Sheets.

<sup>(4)</sup> Included in Other liabilities, Other assets and Premium receivable and reinsurance recoverable on the Condensed Consolidated Balance Sheets.

N/A - Not applicable

The Company utilizes derivative contracts mainly to hedge exposure to variability in cash flows, interest rate risk, credit risk, foreign exchange risk and equity market risk. The majority of derivatives used by the Company are designated as product hedges, which hedge the exposure arising from insurance liabilities or guarantees embedded in the contracts the Company offers through various product lines. The Company also uses derivatives contracts to hedge its exposure to various risks associated with the investment portfolio. The Company also uses credit default swaps coupled with other investments in order to produce the investment characteristics of otherwise permissible investments. Based on the notional amounts, a substantial portion of the Company's derivative positions was not designated or did not qualify for hedge accounting as part of a hedging relationship as outlined in ASC Topic 815 as of **June 30, 2023**, **September 30, 2023** and December 31, 2022.

## Voya Financial, Inc.

## Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

Although the Company has not elected to net its derivative exposures, the The notional amounts and fair values of derivatives were as follows as of the dates indicated:

	September 30, 2023			December 31, 2022		
	Notional Amount	Asset Fair Value	Liability Fair Value	Notional Amount	Asset Fair Value	Liability Fair Value
<b>Derivatives: Qualifying for hedge accounting<sup>(1)</sup></b>						
Fair value hedges:						
Foreign exchange contracts	\$ 105	\$ 6	\$ —	\$ 81	\$ —	\$ 6
Cash flow hedges:						
Interest rate contracts	22	—	—	22	—	—
Foreign exchange contracts	736	60	2	718	71	2
<b>Derivatives: Non-qualifying for hedge accounting<sup>(1)</sup></b>						
Interest rate contracts	17,996	408	353	18,304	341	376
Foreign exchange contracts	219	6	7	160	9	2
Equity contracts	241	2	8	248	1	1
Credit contracts	157	—	3	174	—	2
<b>Embedded derivatives and Managed custody guarantees:</b>						
Within fixed maturity investments <sup>(2)</sup>	N/A	—	1	N/A	3	—
Within reinsurance agreements <sup>(4)</sup>	N/A	101	41	N/A	95	46
Managed custody guarantees <sup>(3)</sup>	N/A	—	18	N/A	—	6
Stabilizers <sup>(3)</sup>	N/A	—	9	N/A	—	—
<b>Total</b>		<b>\$ 583</b>	<b>\$ 442</b>		<b>\$ 520</b>	<b>\$ 441</b>

<sup>(1)</sup> Open derivative contracts are reported as Derivatives assets or liabilities at fair value on the Condensed Consolidated Balance Sheets.

<sup>(2)</sup> Included in Fixed maturities, available-for-sale, at fair value on the Condensed Consolidated Balance Sheets.

<sup>(3)</sup> Included in Contract owner account balances on the Condensed Consolidated Balance Sheets.

<sup>(4)</sup> Included in Other liabilities, Other assets and Premium receivable and reinsurance recoverable on the Condensed Consolidated Balance Sheets.

N/A - Not applicable

The Company does not offset any derivative assets and liabilities in the Condensed Consolidated Balance Sheets. The disclosures set out in the table below include the fair values of Over-The-Counter ("OTC") and cleared derivatives excluding exchange traded contracts are presented in the tables below subject to master netting agreements or similar agreements as of the dates indicated:

	June 30, 2023		
	Notional Amount	Asset Fair Value	Liability Fair Value
Credit contracts	\$ 177	\$ —	\$ 4
Equity contracts	225	11	2
Foreign exchange contracts	1,097	59	4
Interest rate contracts	24,444	374	389
		444	399
Counterparty netting <sup>(1)</sup>		(341)	(341)
Cash collateral netting <sup>(1)</sup>		(96)	(52)
Securities collateral netting <sup>(1)</sup>		(5)	(5)
Net receivables/payables		\$ 2	\$ 1

	Gross Amount		Securities Collateral		
	Recognized <sup>(1)</sup>	Counterparty Netting <sup>(2)</sup>	Cash Collateral Netting <sup>(2)</sup>	Netting <sup>(2)</sup>	Net receivables/ payables
<b>September 30, 2023</b>					
Derivative assets	\$ 482	\$ (328)	\$ (145)	\$ (6)	\$ 3
Derivative liabilities	373	(328)	(26)	(9)	10
<b>December 31, 2022</b>					
Derivative assets	420	(295)	(64)	(6)	55
Derivative liabilities	389	(295)	(88)	(1)	5

<sup>(1)</sup>As of September 30, 2023, gross amounts do not exclude asset and liability exchange traded contracts. As of December 31, 2022, gross amounts exclude asset and liability exchange traded contracts of \$2 and \$0, respectively.

<sup>(2)</sup> Represents the netting of receivable balances with payable balances, net of collateral, for the same counterparty under eligible netting agreements.

	December 31, 2022		
	Notional Amount	Asset Fair Value	Liability Fair Value
Credit contracts	\$ 174	\$ —	\$ 2
Equity contracts	201	1	1
Foreign exchange contracts	959	80	10
Interest rate contracts	13,328	339	376
		420	389
Counterparty netting <sup>(1)</sup>		(295)	(295)
Cash collateral netting <sup>(1)</sup>		(64)	(88)
Securities collateral netting <sup>(1)</sup>		(6)	(1)
Net receivables/payables		\$ 55	\$ 5

<sup>(1)</sup> Represents the netting of receivable balances with payable balances, net of collateral, for the same counterparty under eligible netting agreements.

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## Voya Financial, Inc.

### Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

#### Collateral

Under the terms of the OTC Derivative International Swaps and Derivatives Association, Inc. ("ISDA") agreements, the Company may receive from, or deliver to, counterparties collateral to assure that terms of the ISDA agreements will be met with regard to the Credit Support Annex ("CSA"). The terms of the CSA call for the Company to pay interest on any cash received equal to the Federal Funds rate. To the extent cash collateral is received and delivered, it is included in Payables under securities loan and repurchase agreements, including collateral held and Short-term investments under securities loan agreements, including collateral delivered, respectively, on the Condensed Consolidated Balance Sheets and is reinvested in short-term investments. Collateral held is used in accordance with the CSA to satisfy any obligations. Investment grade bonds owned by the Company are the source of noncash collateral posted, which is reported in Securities pledged on the Condensed Consolidated Balance Sheets.

As of **June 30, 2023** **September 30, 2023**, the Company held **\$98** **\$133** and pledged **\$55** **\$11** of net cash collateral related to OTC derivative contracts and cleared derivative contracts, respectively. As of December 31, 2022, the Company held \$56 and pledged \$79 of net cash collateral related to OTC derivative contracts and cleared derivative contracts, respectively. In addition, as of **June 30, 2023** **September 30, 2023**, the Company delivered **\$175** **\$208** of securities and held \$6 of securities as collateral. As of December 31, 2022, the Company delivered \$142 of securities and held \$7 of securities as collateral.

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## Voya Financial, Inc.

### Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

The location and effect of derivatives qualifying for hedge accounting on the Condensed Consolidated Statements of Operations and Condensed Consolidated Statements of Comprehensive Income are as follows for the periods indicated:

		Three Months Ended June 30,				2023		2022		
		2023		2022		Interest Rate Contracts	Foreign Exchange Contracts	Interest Rate Contracts	Foreign Exchange Contracts	
		Interest Rate Contracts	Foreign Exchange Contracts	Interest Rate Contracts	Foreign Exchange Contracts					
<b>Derivatives: Qualifying for hedge accounting</b>										
Location of Gain (Loss)	Location of Gain (Loss)					Location of Gain (Loss)				
Reclassified from Accumulated Other Comprehensive Income into Income	Reclassified from Accumulated Other Comprehensive Income into Income	Net investment income	and Net gains/(losses)	Net investment income	and Net gains/(losses)	Net investment income	and Net gains/(losses)	Net investment income	and Net gains/(losses)	
<b>Three Months Ended September 30,</b>					<b>Three Months Ended September 30,</b>					
Amount of Gain (Loss) Recognized in Other Comprehensive Income	Amount of Gain (Loss) Recognized in Other Comprehensive Income	\$ —	\$ (6)	\$ (1)	\$ 55	\$ —	\$ 7	\$ —	\$ 64	
Amount of Gain (Loss) Reclassified from Accumulated Other Comprehensive Income	Amount of Gain (Loss) Reclassified from Accumulated Other Comprehensive Income	—	2	—	2	—	3	—	4	
		Six Months Ended June 30,								
		2023		2022						
		Interest Rate Contracts	Foreign Exchange Contracts	Interest Rate Contracts	Foreign Exchange Contracts					
<b>Derivatives: Qualifying for hedge accounting</b>										
Location of Gain (Loss) Reclassified from Accumulated Other Comprehensive Income into Income	Location of Gain (Loss) Reclassified from Accumulated Other Comprehensive Income into Income	Net investment income	and Net gains/(losses)	Net investment income	and Net gains/(losses)					
<b>Nine Months Ended September 30,</b>					<b>Nine Months Ended September 30,</b>					

Amount of Gain (Loss) Recognized in Other Comprehensive Income	Amount of Gain (Loss) Recognized in Other Comprehensive Income	\$	—	\$	(18)	\$	(2)	\$	62	Amount of Gain (Loss) Recognized in Other Comprehensive Income	\$	—	\$	(11)	\$	(2)	\$	126
Amount of Gain (Loss) Reclassified from Accumulated Other Comprehensive Income	Amount of Gain (Loss) Reclassified from Accumulated Other Comprehensive Income	—	5	—	5	—	8	—	9	Amount of Gain (Loss) Reclassified from Accumulated Other Comprehensive Income	—	8	—	9	—	9	—	9

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**Voya Financial, Inc.**  
**Notes to the Condensed Consolidated Financial Statements (Unaudited)**  
(Dollar amounts in millions, unless otherwise stated)

The location and amount of gain (loss) recognized in the Condensed Consolidated Statements of Operations for derivatives qualifying for hedge accounting are as follows for the periods indicated:

	Three Months Ended June 30,				2023				2022								
	2023		2022		Net investment income		Net gains/(losses)		Net investment income		Net gains/(losses)						
	Net investment income	Net gains/(losses)	Net investment income	Net gains/(losses)	Net investment income	Net gains/(losses)	Net investment income	Net gains/(losses)	Net investment income	Net gains/(losses)	Net investment income	Net gains/(losses)					
<b>Three Months Ended September 30,</b>									<b>Three Months Ended September 30,</b>								
<b>Total amounts of line items presented in the statements of operations in which the effects of fair value or cash flow hedges are recorded</b>	<b>Total amounts of line items presented in the statements of operations in which the effects of fair value or cash flow hedges are recorded</b>								<b>Total amounts of line items presented in the statements of operations in which the effects of fair value or cash flow hedges are recorded</b>								
	\$	545	\$	(56)	\$	581	\$	(226)	are recorded	\$	547	\$	(7)	\$	522	\$	(125)
<b>Derivatives: Qualifying for hedge accounting</b>																	
<b>Fair value hedges:</b>	<b>Fair value hedges:</b>																
<b>Foreign exchange contracts:</b>	<b>Foreign exchange contracts:</b>																
<b>Hedged items</b>		—		—		—		(5)	<b>Hedged items</b>		—		(3)		—		(6)
<b>Derivatives designated as hedging instruments<sup>(1)</sup></b>		—		—		—		6	<b>Derivatives designated as hedging instruments<sup>(1)</sup></b>		—		4		—		6

		Six Months Ended June 30,				Nine Months Ended September 30,			
		2023		2022		2023		2022	
		Net investment income	Net gains/(losses)	Net investment income	Net gains/(losses)	Net investment income	Net gains/(losses)	Net investment income	Net gains/(losses)
Cash flow hedges:	Cash flow hedges:					Cash flow hedges:			
Foreign exchange contracts:	Foreign exchange contracts:					Foreign exchange contracts:			
Gain (loss) reclassified from accumulated other comprehensive income into income	Gain (loss) reclassified from accumulated other comprehensive income into income	2	—	2	—	3	—	4	—
		<b>Six Months Ended June 30,</b>				<b>Nine Months Ended September 30,</b>			
		<b>2023</b>		<b>2022</b>		<b>2023</b>		<b>2022</b>	
		<b>Net investment income</b>	<b>Net gains/(losses)</b>	<b>Net investment income</b>	<b>Net gains/(losses)</b>	<b>Net investment income</b>	<b>Net gains/(losses)</b>	<b>Net investment income</b>	<b>Net gains/(losses)</b>
<b>Nine Months Ended September 30,</b>	<b>Total amounts of line items presented in the statements of operations in which the effects of fair value or cash flow hedges are recorded</b>	\$ 1,090	\$ (72)	\$ 1,211	\$ (514)	\$ 1,637	\$ (79)	\$ 1,733	\$ (639)
<b>Derivatives: Qualifying for hedge accounting</b>									
Fair value hedges:	Fair value hedges:					Fair value hedges:			
Foreign exchange contracts:	Foreign exchange contracts:					Foreign exchange contracts:			
Hedged items	Hedged items	—	2	—	(7)	—	(1)	—	(13)
Derivatives designated as hedging instruments <sup>(1)</sup>	Derivatives designated as hedging instruments <sup>(1)</sup>	—	(1)	—	8	—	3	—	14
Cash flow hedges:	Cash flow hedges:					Cash flow hedges:			
Foreign exchange contracts:	Foreign exchange contracts:					Foreign exchange contracts:			
Gain (loss) reclassified from accumulated other comprehensive income into income	Gain (loss) reclassified from accumulated other comprehensive income into income	5	—	5	—	8	—	9	—

<sup>(1)</sup> For the three months and nine months ended June 30, 2023, September 30, 2023, \$1 and \$2 of the change in derivative instruments designated and qualifying as fair value hedges was excluded from the assessment of hedge effectiveness and recognized currently in earnings, respectively. For the three months ended September 30, 2022, an immaterial amount of the change in derivative instruments designated and qualifying as fair value hedges was excluded from the assessment of hedge effectiveness and recognized currently in earnings. For the ~~six~~ nine months ended June 30, 2023, \$1 of the change in derivative instruments designated and qualifying as fair

value hedges was excluded from the assessment of hedge effectiveness and recognized currently in earning. For the three and six months ended June 30, 2022 September 30, 2022, \$1 of the change in derivative instruments designated and qualifying as fair value hedges was excluded from the assessment of hedge effectiveness and recognized currently in earning.

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**Voya Financial, Inc.**  
**Notes to the Condensed Consolidated Financial Statements (Unaudited)**  
(Dollar amounts in millions, unless otherwise stated)

The location and effect of derivatives not designated as hedging instruments on the Condensed Consolidated Statements of Operations are as follows for the periods indicated:

	Location of Gain (Loss) on Derivative	Three Months Ended June 30,		Location of Gain (Loss) on Derivative	Three Months Ended September 30,		Nine Months Ended September 30,			
		2023	2022		2023	2022	2023	2022		
<b>Derivatives: Non-qualifying for hedge accounting</b>	<b>Derivatives: Non-qualifying for hedge accounting</b>			<b>Derivatives: Non-qualifying for hedge accounting</b>						
Interest rate contracts	Interest rate contracts	Net gains (losses)	\$ 114	\$ 52	Interest rate contracts	Net gains (losses)	\$ 138	\$ 176	\$ 196	\$ 328
Foreign exchange contracts	Foreign exchange contracts	Net gains (losses)	—	(1)	Foreign exchange contracts	Net gains (losses)	(2)	—	(1)	(2)
Equity contracts	Equity contracts	Net gains (losses)	5	(20)	Equity contracts	Net gains (losses)	(7)	(8)	1	(36)
Credit contracts	Credit contracts	Net gains (losses)	—	(4)	Credit contracts	Net gains (losses)	1	—	—	(4)
<b>Embedded derivatives and Managed custody guarantees:</b>	<b>Embedded derivatives and Managed custody guarantees:</b>			<b>Embedded derivatives and Managed custody guarantees:</b>						
Within fixed maturity investments	Within fixed maturity investments	Net gains (losses)	(2)	(2)	Within fixed maturity investments	Net gains (losses)	(3)	(2)	(4)	(8)
Within reinsurance agreements <sup>(1)</sup>	Within reinsurance agreements <sup>(1)</sup>	Policyholder benefits	8	84	Within reinsurance agreements <sup>(1)</sup>	Policyholder benefits	29	57	11	233
Managed custody guarantees	Managed custody guarantees	Net gains (losses)	—	1	Managed custody guarantees	Net gains (losses)	(15)	(6)	(12)	(8)
Stabilizers					Stabilizers	Net gains (losses)	(9)	—	(9)	19
<b>Total</b>	<b>Total</b>		<b>\$ 125</b>	<b>\$ 110</b>	<b>Total</b>		<b>\$ 132</b>	<b>\$ 217</b>	<b>\$ 182</b>	<b>\$ 522</b>
	Location of Gain (Loss) on Derivative	Six Months Ended June 30,								
		2023	2022							
<b>Derivatives: Non-qualifying for hedge accounting</b>										
Interest rate contracts		Net gains (losses)	\$ 58	\$ 152						
Foreign exchange contracts		Net gains (losses)	1	(2)						

Equity contracts	Net gains (losses)	8	(28)
Credit contracts	Net gains (losses)	(1)	(4)
<b>Embedded derivatives and Managed custody guarantees:</b>			
Within fixed maturity investments	Net gains (losses)	(1)	(6)
Within reinsurance agreements <sup>(4)</sup>	Policyholder benefits	(18)	176
Managed custody guarantees	Net gains (losses)	3	(2)
<b>Total</b>		<b>\$ 50</b>	<b>\$ 286</b>

<sup>(4)</sup>For the three months and six months ended June 30, 2023 September 30, 2023, the amount excludes immaterial excluded gains (losses) of \$1 from standalone derivatives that were recognized in Net gains (losses). For the three months and nine months ended June 30, 2022, no gains (losses) from standalone derivatives were recognized. For the six months ended June 30, 2022 September 30, 2022, the amount excluded gains (losses) of \$1 \$(3) and \$(2), respectively, from standalone derivatives recognized in Net gains (losses).

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#### Voya Financial, Inc.

#### Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

#### 4. Fair Value Measurements (excluding Consolidated Investment Entities)

##### Fair Value Measurement

The following table presents the Company's hierarchy for its assets and liabilities measured at fair value on a recurring basis as of June 30, 2023 September 30, 2023:

		Level 1	Level 2	Level 3	Total			Level 1	Level 2	Level 3	Total
Assets:	Assets:					Assets:					
Fixed maturities, including securities pledged:	Fixed maturities, including securities pledged:					Fixed maturities, including securities pledged:					
U.S. Treasuries	U.S. Treasuries	\$ 367	\$ 58	\$ —	\$ 425	U.S. Treasuries	\$ 366	\$ 52	\$ —	\$ 418	
U.S. Government agencies and authorities	U.S. Government agencies and authorities	—	55	1	56	U.S. Government agencies and authorities	—	52	1	53	
State, municipalities and political subdivisions	State, municipalities and political subdivisions	—	822	—	822	State, municipalities and political subdivisions	—	726	—	726	
U.S. corporate public securities	U.S. corporate public securities	—	7,858	20	7,878	U.S. corporate public securities	—	7,157	18	7,175	
U.S. corporate private securities	U.S. corporate private securities	—	3,003	1,732	4,735	U.S. corporate private securities	—	3,135	1,468	4,603	

Foreign corporate public securities and foreign governments <sup>(1)</sup>	Foreign corporate public securities and foreign governments <sup>(1)</sup>	—	2,767	—	2,767	Foreign corporate public securities and foreign governments <sup>(1)</sup>	—	2,547	—	2,547
Foreign corporate private securities <sup>(1)</sup>	Foreign corporate private securities <sup>(1)</sup>	—	2,502	413	2,915	Foreign corporate private securities <sup>(1)</sup>	—	2,404	475	2,879
Residential mortgage-backed securities	Residential mortgage-backed securities	—	3,571	57	3,628	Residential mortgage-backed securities	—	3,334	63	3,397
Commercial mortgage-backed securities	Commercial mortgage-backed securities	—	3,676	—	3,676	Commercial mortgage-backed securities	—	3,479	—	3,479
Other asset-backed securities	Other asset-backed securities	—	2,246	45	2,291	Other asset-backed securities	—	2,293	50	2,343
Total fixed maturities, including securities pledged	Total fixed maturities, including securities pledged	367	26,558	2,268	29,193	Total fixed maturities, including securities pledged	366	25,179	2,075	27,620
Equity securities	Equity securities	117	—	192	309	Equity securities	111	—	190	301
Derivatives:	Derivatives:					Derivatives:				
Interest rate contracts	Interest rate contracts	—	374	—	374	Interest rate contracts	1	407	—	408
Foreign exchange contracts	Foreign exchange contracts	—	59	—	59	Foreign exchange contracts	—	72	—	72
Equity contracts	Equity contracts	—	11	—	11	Equity contracts	—	2	—	2
Embedded derivative on reinsurance	Embedded derivative on reinsurance	—	78	—	78	Embedded derivative on reinsurance	—	101	—	101
Cash and cash equivalents, short-term investments and short-term investments under securities loan agreements	Cash and cash equivalents, short-term investments and short-term investments under securities loan agreements	2,297	36	—	2,333	Cash and cash equivalents, short-term investments and short-term investments under securities loan agreements	2,016	13	—	2,029
Assets held in separate accounts	Assets held in separate accounts	83,005	5,502	344	88,851	Assets held in separate accounts	79,775	5,375	341	85,491
Total assets	Total assets	\$ 85,786	\$ 32,618	\$ 2,804	\$ 121,208	Total assets	\$ 82,269	\$ 31,149	\$ 2,606	\$ 116,024
Percentage of Level to total		71 %	27 %	2 %	100 %					
Liabilities:	Liabilities:					Liabilities:				
Contingent consideration	Contingent consideration	\$ —	\$ —	\$ 112	\$ 112	Contingent consideration	\$ —	\$ —	\$ 112	\$ 112
Stabilizer and MCGs	Stabilizer and MCGs	—	—	3	3	Stabilizer and MCGs	—	—	27	27
Derivatives:	Derivatives:					Derivatives:				

Interest rate contracts	Interest rate contracts	4	386	—	390	Interest rate contracts	11	342	—	353
Foreign exchange contracts	Foreign exchange contracts	—	4	—	4	Foreign exchange contracts	—	9	—	9
Equity contracts	Equity contracts	—	2	—	2	Equity contracts	—	8	—	8
Credit contracts	Credit contracts	—	4	—	4	Credit contracts	—	3	—	3
Embedded derivative on reinsurance	Embedded derivative on reinsurance	—	(11)	58	47	Embedded derivative on reinsurance	—	(16)	57	41
<b>Total liabilities</b>	<b>Total liabilities</b>	<b>\$ 4</b>	<b>\$ 385</b>	<b>\$ 173</b>	<b>\$ 562</b>	<b>Total liabilities</b>	<b>\$ 11</b>	<b>\$ 346</b>	<b>\$ 196</b>	<b>\$ 553</b>

(1) Primarily U.S. dollar denominated.

(2) The Company classifies the embedded derivative within liabilities given the underlying nature of the balance and the right-of-offset.

(3) Represents the standalone derivative.

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## Voya Financial, Inc.

### Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

The following table presents the Company's hierarchy for its assets and liabilities measured at fair value on a recurring basis as of December 31, 2022:

		Level 1	Level 2	Level 3	Total		Level 1	Level 2	Level 3	Total
Assets:	Assets:					Assets:				
Fixed maturities, including securities pledged:	Fixed maturities, including securities pledged:					Fixed maturities, including securities pledged:				
U.S. Treasuries	U.S. Treasuries	\$ 433	\$ 148	\$ —	\$ 581	U.S. Treasuries	\$ 433	\$ 148	\$ —	\$ 581
U.S. Government agencies and authorities	U.S. Government agencies and authorities	—	58	1	59	U.S. Government agencies and authorities	—	58	1	59
State, municipalities and political subdivisions	State, municipalities and political subdivisions	—	845	—	845	State, municipalities and political subdivisions	—	845	—	845
U.S. corporate public securities	U.S. corporate public securities	—	8,181	20	8,201	U.S. corporate public securities	—	8,181	20	8,201
U.S. corporate private securities	U.S. corporate private securities	—	2,891	1,801	4,692	U.S. corporate private securities	—	2,891	1,801	4,692
Foreign corporate public securities and foreign governments <sup>(1)</sup>	Foreign corporate public securities and foreign governments <sup>(1)</sup>	—	2,946	3	2,949	Foreign corporate public securities and foreign governments <sup>(1)</sup>	—	2,946	3	2,949

Foreign corporate private securities <sup>(1)</sup>	Foreign corporate private securities <sup>(1)</sup>	—	2,602	432	3,034	Foreign corporate private securities <sup>(1)</sup>	—	2,602	432	3,034
Residential mortgage-backed securities	Residential mortgage-backed securities	—	3,949	28	3,977	Residential mortgage-backed securities	—	3,949	28	3,977
Commercial mortgage-backed securities	Commercial mortgage-backed securities	—	3,883	—	3,883	Commercial mortgage-backed securities	—	3,883	—	3,883
Other asset-backed securities	Other asset-backed securities	—	2,072	64	2,136	Other asset-backed securities	—	2,072	64	2,136
<b>Total fixed maturities, including securities pledged</b>	<b>Total fixed maturities, including securities pledged</b>	<b>433</b>	<b>27,575</b>	<b>2,349</b>	<b>30,357</b>	<b>Total fixed maturities, including securities pledged</b>	<b>433</b>	<b>27,575</b>	<b>2,349</b>	<b>30,357</b>
Equity securities	Equity securities	140	—	196	336	Equity securities	140	—	196	336
<b>Derivatives:</b>	<b>Derivatives:</b>					<b>Derivatives:</b>				
Interest rate contracts	Interest rate contracts	2	339	—	341	Interest rate contracts	2	339	—	341
Foreign exchange contracts	Foreign exchange contracts	—	80	—	80	Foreign exchange contracts	—	80	—	80
Equity contracts	Equity contracts	—	1	—	1	Equity contracts	—	1	—	1
Embedded derivative on reinsurance	Embedded derivative on reinsurance	—	95	—	95	Embedded derivative on reinsurance	—	95	—	95
Cash and cash equivalents, short-term investments and short-term investments under securities loan agreements	Cash and cash equivalents, short-term investments and short-term investments under securities loan agreements	2,430	24	—	2,454	Cash and cash equivalents, short-term investments and short-term investments under securities loan agreements	2,430	24	—	2,454
Assets held in separate accounts	Assets held in separate accounts	74,600	5,227	347	80,174	Assets held in separate accounts	74,600	5,227	347	80,174
<b>Total assets</b>	<b>Total assets</b>	<b>\$ 77,605</b>	<b>\$ 33,341</b>	<b>\$ 2,892</b>	<b>\$ 113,838</b>	<b>Total assets</b>	<b>\$ 77,605</b>	<b>\$ 33,341</b>	<b>\$ 2,892</b>	<b>\$ 113,838</b>
<b>Percentage of Level to total</b>		<b>68 %</b>	<b>29 %</b>	<b>3 %</b>	<b>100 %</b>					
<b>Liabilities:</b>	<b>Liabilities:</b>					<b>Liabilities:</b>				
Contingent consideration	Contingent consideration	\$ —	\$ —	\$ 112	\$ 112	Contingent consideration	\$ —	\$ —	\$ 112	\$ 112
Stabilizer and MCGs	Stabilizer and MCGs	—	—	6	6	Stabilizer and MCGs	—	—	6	6
<b>Derivatives:</b>	<b>Derivatives:</b>					<b>Derivatives:</b>				
Interest rate contracts	Interest rate contracts	3	373	—	376	Interest rate contracts	3	373	—	376
Foreign exchange contracts	Foreign exchange contracts	—	10	—	10	Foreign exchange contracts	—	10	—	10

Equity contracts	Equity contracts	—	1	—	1	Equity contracts	—	1	—	1
Credit contracts	Credit contracts	—	2	—	2	Credit contracts	—	2	—	2
Embedded derivative on reinsurance	Embedded derivative on reinsurance	—	(12)	58	46	Embedded derivative on reinsurance	—	(12)	58	46
<b>Total liabilities</b>	<b>Total liabilities</b>	<b>\$ 3</b>	<b>\$ 374</b>	<b>\$ 176</b>	<b>\$ 553</b>	<b>Total liabilities</b>	<b>\$ 3</b>	<b>\$ 374</b>	<b>\$ 176</b>	<b>\$ 553</b>

(1) Primarily U.S. dollar denominated.

(2) The Company classifies the embedded derivative within liabilities given the underlying nature of the balance and the right-of-offset.

(3) Represents the standalone derivative.

#### Valuation of Financial Assets and Liabilities at Fair Value

Certain assets and liabilities are measured at estimated fair value on the Company's Condensed Consolidated Balance Sheets. The Company defines fair value as the price that would be received to sell an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. The exit price and the transaction (or entry) price will be the same at initial recognition in many

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#### Voya Financial, Inc.

#### Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

date. The exit price and the transaction (or entry) price will be the same at initial recognition in many circumstances. However, in certain cases, the transaction price may not represent fair value. The fair value of a liability is based on the amount that would be paid to transfer a liability to a third-party with an equal credit standing. Fair value is required to be a market-based measurement that is determined based on a hypothetical transaction at the measurement date, from a market participant's perspective. The Company considers three broad valuation approaches when a quoted price is unavailable: (i) the market approach, (ii) the income approach and (iii) the cost approach. The Company determines the most appropriate valuation technique to use, given the instrument being measured and the availability of sufficient inputs. The Company prioritizes the inputs to fair valuation approaches and allows for the use of unobservable inputs to the extent that observable inputs are not available.

The Company utilizes a number of valuation methodologies to determine the fair values of its financial assets and liabilities in conformity with the concepts of exit price and the fair value hierarchy as prescribed in ASC Topic 820. Valuations are obtained from third-party commercial pricing services, brokers and industry-standard, vendor-provided software that models the value based on market observable inputs. The valuations obtained from third-party commercial pricing services are non-binding. The Company reviews the assumptions and inputs used by third-party commercial pricing services for each reporting period in order to determine an appropriate fair value hierarchy level. The documentation and analysis obtained from third-party commercial pricing services are reviewed by the Company, including in-depth validation procedures confirming the observability of inputs. The valuations are reviewed and validated monthly through the internal valuation committee price variance review, comparisons to internal pricing models, back testing to recent trades or monitoring of trading volumes.

When available, the fair value of the Company's financial assets and liabilities are based on quoted prices of identical assets in active markets and therefore, reflected in Level 1. The valuation approaches and key inputs for each category of assets or liabilities that are classified within Level 2 and Level 3 of the fair value hierarchy are presented below.

For fixed maturities classified as Level 2 assets, fair values are determined using a matrix-based market approach, based on prices obtained from third-party commercial pricing services and the Company's matrix and analytics-based pricing models, which in each case incorporate a variety of market observable information as valuation inputs. The market observable inputs used for these fair value measurements, by fixed maturity asset class, are as follows:

*U.S. Treasuries:* Fair value is determined using third-party commercial pricing services, with the primary inputs being stripped interest and principal U.S. Treasury yield curves that represent a U.S. Treasury zero-coupon curve.

*U.S. government agencies and authorities, State, municipalities and political subdivisions:* Fair value is determined using third-party commercial pricing services, with the primary inputs being U.S. Treasury yield curves, trades of comparable securities, credit spreads off benchmark yields and issuer ratings.

*U.S. corporate public securities, Foreign corporate public securities and foreign governments:* Fair value is determined using third-party commercial pricing services, with the primary inputs being benchmark yields, trades of comparable securities, issuer ratings, bids and credit spreads off benchmark yields.

*U.S. corporate private securities and Foreign corporate private securities:* Fair values are determined using a matrix and analytics-based pricing model. The model incorporates the current level of risk-free interest rates, current corporate credit spreads, credit quality of the issuer and cash flow characteristics of the security. The model also considers a liquidity spread, the value of any collateral, the capital structure of the issuer, the presence of guarantees, and prices and quotes for comparably rated publicly traded securities.

*RMBS, CMBS and ABS:* Fair value is determined using third-party commercial pricing services, with the primary inputs being credit spreads off benchmark yields, prepayment speed assumptions, current and forecasted loss severity, debt service coverage ratios, collateral type, payment priority within tranche and the vintage of the loans underlying the security.

Generally, the Company does not obtain more than one vendor price from pricing services per instrument. The Company uses a hierarchy process in which prices are obtained from a primary vendor and, if that vendor is unable to provide the price, the next vendor in the hierarchy is contacted until a price is obtained or it is determined that a price cannot be obtained from a commercial pricing service. When a price cannot be obtained from a commercial pricing service, independent broker quotes are solicited. Securities priced using independent broker quotes are classified as Level 3.

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## Voya Financial, Inc.

### Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

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solicited. Securities priced using independent broker quotes are classified as Level 3.

Fair values of privately placed bonds are determined primarily using a matrix-based pricing model and are generally classified as Level 2 assets. The model considers the current level of risk-free interest rates, current corporate spreads, the credit quality of the issuer and cash flow characteristics of the security. Also considered are factors such as the net worth of the borrower, the value of collateral, the capital structure of the borrower, the presence of guarantees and the Company's evaluation of the borrower's ability to compete in its relevant market. Using this data, the model generates estimated market values, which the Company considers reflective of the fair value of each privately placed bond.

*Equity securities:* Level 2 and Level 3 equity securities, typically private equities or equity securities not traded on an exchange, are valued by other sources such as analytics or brokers.

*Derivatives:* Derivatives are carried at fair value, which is determined using the Company's derivative accounting system in conjunction with observable key financial data from third-party sources, such as yield curves, exchange rates, S&P 500 Index prices, London Interbank Offered Rates ("LIBOR"), Overnight Index Swap ("OIS") rates, and Secured Overnight Financing Rate ("SOFR"). The Company uses SOFR discounting for valuations of interest rate derivatives; however, certain legacy positions may continue to be discounted on OIS. The Company uses OIS for valuations of collateralized interest rate derivatives, which are obtained from third-party sources. For those derivatives that are unable to be valued by the accounting system, the Company typically utilizes values established by third-party brokers. Counterparty credit risk is considered and incorporated in the Company's valuation process through counterparty credit rating requirements and monitoring of overall exposure. It is the Company's policy to transact only with investment grade counterparties with a credit rating of A- or better. The Company's nonperformance risk is also considered and incorporated in the Company's valuation process. The Company also has certain credit default swaps and options that are priced by third party vendors or by using models that primarily use market observable inputs, but contain inputs that are not observable to market participants, which have been classified as Level 3. The remaining derivative instruments are valued based on market observable inputs and are classified as Level 2.

*Contingent consideration:* The fair value of the contingent consideration liability associated with the Company's acquisitions uses unobservable inputs and as such are reported as Level 3. Unobservable inputs include projected revenues, duration of earnouts and other metrics as well as discount rate. Changes in the fair value of the contingent consideration are recorded in Operating expenses in the Company's Condensed Consolidated Statements of Operations.

*Stabilizer and MCGs:* The Company records reserves for Stabilizer and MCG contracts containing guaranteed credited rates. The guarantee is treated as an embedded derivative or a stand-alone derivative (depending on the underlying product) and is required to be reported at fair value. The estimated fair value is determined based on the present value of projected future claims, minus the present value of future guaranteed premiums. At inception of the contract, the Company projects a guaranteed premium to be equal to the present value of the projected future claims. The income associated with the contracts is projected using relevant actuarial and capital market assumptions, including benefits and related contract charges, over the anticipated life of the related contracts. The cash flow estimates are projected under multiple capital market scenarios using observable risk-free rates and other best estimate assumptions. These derivatives are classified as Level 3 liabilities.

The discount rate used to determine the fair value of the Company's Stabilizer embedded derivative liabilities and the MCG stand-alone derivative for MCG includes an adjustment to reflect the risk that these obligations will not be fulfilled ("nonperformance risk"). The nonperformance risk adjustment incorporates a blend of observable, similarly rated peer holding company credit spreads, adjusted to reflect the credit quality of the individual insurance subsidiary that issued the guarantee, as well as an adjustment to reflect the non-default spreads and the priority and recovery rates of policyholder claims.

*Embedded derivatives on reinsurance:* The carrying value of embedded derivatives is estimated based upon the change in the fair value of the assets supporting the funds withheld payable under reinsurance agreements. The fair value of the embedded derivative is based on market observable inputs and is classified as Level 2. The remaining derivative instruments are classified as Level 3 and are estimated using the income approach. The fair value is calculated by estimating future cash flows for a certain discrete projection period, estimating the terminal value, if appropriate, and discounting these amounts to present value at a rate of return that considers the relative risk of the cash flows and the time value of money.

## Voya Financial, Inc.

## Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

## Level 3 Financial Instruments

The fair values of certain assets and liabilities are determined using prices or valuation techniques that require inputs that are both unobservable and significant to the overall fair value measurement (i.e., Level 3 as defined by ASC Topic 820), including but not limited to liquidity spreads for investments within markets deemed not currently active. These valuations, whether derived internally or obtained from a third-party, use critical assumptions that are not widely available to estimate market participant expectations in valuing the asset or liability. In addition, the Company has determined, for certain financial instruments, an active market is such a significant input to determine fair value that the presence of an inactive market may lead to classification in Level 3. In light of the methodologies employed to obtain the fair values of financial assets and liabilities classified as Level 3, additional information is presented below.

## Voya Financial, Inc.

## Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

The following tables summarize the change in fair value of the Company's Level 3 assets and liabilities and transfers in and out of Level 3 for the periods indicated:

		Three Months Ended June 30, 2023															
		Realized/Unrealized Gains (Losses) Included in:							Transfers into Level 3		Transfers out of Level 3		Fair Value as of June 30	Change In Unrealized Gains (Losses) Included in Earnings <sup>(3)</sup>	Change In Unrealized Gains (Losses) Included in OCI <sup>(3)</sup>	Fair Value as of July 1	Realized Gains (Losses) Included
		Fair Value as of April 1	Net Income	OCI	Purchases	Issuances	Sales	Settlements	Level 3	Net Income	Level 3	Level 3	OCI	OCI <sup>(3)</sup>	Fair Value as of July 1	Realized Gains (Losses) Included	
Fixed maturities, including securities pledged:	Fixed maturities, including securities pledged:																
U.S. Government agencies and authorities	U.S. Government agencies and authorities	\$ 1	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 1	\$ —	\$ —	\$ 1	\$ —	
U.S. corporate public securities	U.S. corporate public securities	21	—	(1)	—	—	—	—	—	—	—	20	—	—	20	—	
U.S. corporate private securities	U.S. corporate private securities	1,800	—	(29)	20	—	(3)	(56)	—	—	—	1,732	—	(29)	1,732	—	

Foreign corporate securities <sup>(1)</sup>	Foreign corporate private securities <sup>(1)</sup>	441	1	—	19	—	—	(93)	45	—	413	1	—	Foreign corporate securities <sup>(1)</sup>	413	(2)
Residential mortgage-backed securities	Residential mortgage-backed securities	56	(3)	—	4	—	—	—	—	—	57	(3)	—	Residential mortgage-backed securities	57	(3)
Other asset-backed securities	Other asset-backed securities	77	—	—	4	—	—	(1)	—	(35)	45	—	—	Other asset-backed securities	45	—
Total fixed maturities, including securities pledged	Total fixed maturities, including securities pledged	2,396	(2)	(30)	47	—	(3)	(150)	45	(35)	2,268	(2)	(29)	Total fixed maturities, including securities pledged	2,268	(5)
Equity securities, at fair value	Equity securities, at fair value	192	—	—	—	—	—	—	—	—	192	—	—	Equity securities, at fair value	192	(2)
Contingent consideration	Contingent consideration	(112)	—	—	—	—	—	—	—	—	(112)	—	—	Contingent consideration	(112)	—
Stabilizer and MCGS <sup>(2)</sup>	Stabilizer and MCGS <sup>(2)</sup>	(3)	—	—	—	—	—	—	—	—	(3)	—	—	Stabilizer and MCGS <sup>(2)</sup>	(3)	(24)
Embedded derivatives on reinsurance	Embedded derivatives on reinsurance	(58)	—	—	—	—	—	—	—	—	(58)	—	—	Embedded derivatives on reinsurance	(58)	1
Assets held in separate accounts <sup>(4)</sup>	Assets held in separate accounts <sup>(4)</sup>	349	(8)	—	7	—	(7)	—	3	—	344	—	—	Assets held in separate accounts <sup>(4)</sup>	344	(5)

<sup>(1)</sup> Primarily U.S. dollar denominated.

<sup>(2)</sup> All gains and losses on Level 3 liabilities are classified as realized gains (losses) for the purpose of this disclosure because it is impracticable to track realized and unrealized gains (losses) separately on a contract by contract basis. These amounts are included in Net gains (losses) in the Condensed Consolidated Statements of Operations.

<sup>(3)</sup> For financial instruments still held as of June September 30 amounts are included in Net investment income and Net gains (losses) in the Condensed Consolidated Statements of Operations or Unrealized gains (losses) on securities in the Condensed Consolidated Statements of Comprehensive Income.

<sup>(4)</sup> The investment income and realized gains (losses) and change in unrealized gains (losses) included in net income for separate account assets are offset by an equal amount for separate account liabilities, which results in a net zero impact on Net income (loss) for the Company.

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**Voya Financial, Inc.**  
**Notes to the Condensed Consolidated Financial Statements (Unaudited)**  
(Dollar amounts in millions, unless otherwise stated)

Six Months Ended June 30, 2023											Change in Unrealized		Fair Value as of January 1		
Fair Value as of January 1	Realized/Unrealized Gains (Losses) Included in:							Transfers into Level 3	Net Income	Transfers out of Level 3	Fair Value as of June 30	Gains (Losses) Included in		Change in Unrealized Gains (Losses) Included in	Fair Value as of January 1
	Net Income	OCI	Purchases	Issuances	Sales	Settlements	OCI								
1							Level 3		Level 3	30	OCI	Earnings <sup>(3)</sup>		OCI <sup>(3)</sup>	1

Fixed maturities, including	Fixed maturities, including													Fixed maturities, including	
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Voya Financial, Inc.

Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

		Three Months Ended June 30, 2022													
		Fair Value as of April 1	Realized/Unrealized Gains (Losses) Included in:				Transfers into Level 3	Net Income	Transfers out of Level 3	Fair Value as of June 30	Change In			Fair Value as of July 1	
			Net Income	OCI	Purchases	Issuances					Sales	Settlements	OCI Earnings <sup>(3)</sup>		Unrealized Gains (Losses) Included in
Fixed maturities, including securities pledged:	Fixed maturities, including securities pledged:														Fixed maturities, including securities pledged:
U.S. corporate public securities	U.S. corporate public securities	\$ 71	\$ —	\$ (1)	\$ 1	\$ —	\$ —	\$ —	\$ —	\$ (52)	\$ 19	\$ —	\$ 1		U.S. corporate public securities
U.S. corporate private securities	U.S. corporate private securities	1,925	(1)	(134)	89	—	—	(58)	—	(41)	1,780	(1)	(133)		U.S. corporate private securities
Foreign corporate public securities and foreign governments <sup>(1)</sup>	Foreign corporate public securities and foreign governments <sup>(1)</sup>	11	—	—	4	—	—	—	—	(11)	4	—	—		Foreign corporate public securities and foreign governments <sup>(1)</sup>
Foreign corporate private securities <sup>(1)</sup>	Foreign corporate private securities <sup>(1)</sup>	496	(3)	(7)	51	—	—	(15)	—	(119)	403	(4)	(7)		Foreign corporate private securities <sup>(1)</sup>
Residential mortgage-backed securities	Residential mortgage-backed securities	45	(6)	—	2	—	—	(9)	1	(2)	31	(6)	—		Residential mortgage-backed securities
Other asset-backed securities	Other asset-backed securities	49	—	(2)	35	—	—	(5)	—	(14)	63	—	(2)		Other asset-backed securities
Total fixed maturities, including securities pledged	Total fixed maturities, including securities pledged	2,597	(10)	(144)	182	—	—	(87)	1	(239)	2,300	(11)	(143)		Total fixed maturities, including securities pledged
Equity securities, at fair value	Equity securities, at fair value	203	(17)	—	26	—	—	—	—	(9)	203	(17)	—		Equity securities, at fair value
Contingent consideration	Contingent consideration	(11)	—	—	—	—	—	—	—	—	(11)	—	—		Contingent consideration
Stabilizer and MCGS <sup>(2)</sup>	Stabilizer and MCGS <sup>(2)</sup>	(15)	11	—	—	—	—	—	—	—	(4)	—	—		Stabilizer and MCGS <sup>(2)</sup>
Embedded derivatives on reinsurance	Embedded derivatives on reinsurance	(86)	—	—	—	—	—	—	—	—	(86)	—	—		Embedded derivatives on reinsurance

Cash and cash equivalents, short-term investments and short-term investments under securities loan agreements		8	—	—	—	—	—	(8)	—	—	—	—	—		
Assets held in separate accounts <sup>(4)</sup>	Assets held in separate accounts <sup>(4)</sup>	334	(12)	—	67	—	(3)	—	—	(37)	349	—	—	Assets held in separate accounts <sup>(4)</sup>	349

<sup>(1)</sup> Primarily U.S. dollar denominated.

<sup>(2)</sup> All gains and losses on Level 3 liabilities are classified as realized gains (losses) for the purpose of this disclosure because it is impracticable to track realized and unrealized gains (losses) separately on a contract by contract basis. These amounts are included in Net gains (losses) in the Condensed Consolidated Statements of Operations.

<sup>(3)</sup> For financial instruments still held as of June 30, amounts are included in Net investment income and Net gains (losses) in the Condensed Consolidated Statements of Operations or Unrealized gains (losses) on securities in the Condensed Consolidated Statements of Comprehensive Income.

<sup>(4)</sup> The investment income and realized gains (losses) and change in unrealized gains (losses) included in net income for separate account assets are offset by an equal amount for separate account liabilities, which results in a net zero impact on Net income (loss) for the Company.

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**Voya Financial, Inc.**

**Notes to the Condensed Consolidated Financial Statements (Unaudited)**

(Dollar amounts in millions, unless otherwise stated)

Six Months Ended June 30, 2022																
	Fair Value as of January 1	Realized/Unrealized Gains (Losses) Included in:							Transfers into Level 3	Net Income	Transfers out of Level 3	Fair Value as of June 30	Change In Unrealized Gains (Losses) Included in		Fair Value as of January 1	Realize Gain Inc
		Net Income	OCI	Purchases	Issuances	Sales	Settlements	OCI					Earnings <sup>(3)</sup>	Change In Unrealized Gains (Losses) Included in		
Fixed maturities, including securities pledged:	Fixed maturities, including securities pledged:															
U.S. corporate public securities	U.S. corporate public securities	\$ 16	\$ —	\$ (1)	\$ 5	\$ —	\$ —	\$ —	\$ —	\$ (1)	\$ 19	\$ —	\$ (1)	U.S. corporate public securities	\$ 16	\$ —
U.S. corporate private securities	U.S. corporate private securities	1,910	(2)	(277)	158	—	—	(120)	121	(10)	1,780	(2)	(276)	U.S. corporate private securities	1,910	(4)
Foreign corporate public securities and foreign governments <sup>(1)</sup>	Foreign corporate public securities and foreign governments <sup>(1)</sup>	—	—	—	4	—	—	—	—	—	4	—	—			
Foreign corporate private securities <sup>(1)</sup>	Foreign corporate private securities <sup>(1)</sup>	353	(22)	(31)	97	—	—	(28)	148	(114)	403	(4)	(31)	Foreign corporate private securities <sup>(1)</sup>	353	(23)
Residential mortgage-backed securities	Residential mortgage-backed securities	43	(15)	—	4	—	—	—	1	(2)	31	(15)	—	Residential mortgage-backed securities	43	(19)

Other asset-backed securities	Other asset-backed securities	44	—	(4)	39	—	(10)	(6)	—	—	63	—	(4)	Other asset-backed securities	44	(1)
Total fixed maturities, including securities pledged	Total fixed maturities, including securities pledged	2,366	(39)	(313)	307	—	(10)	(154)	270	(127)	2,300	(21)	(312)	Total fixed maturities, including securities pledged	2,366	(47)
Equity securities, at fair value	Equity securities, at fair value	203	(26)	—	26	—	—	—	—	—	203	(26)	—	Equity securities, at fair value	203	(35)
Contingent consideration	Contingent consideration	(11)	—	—	—	—	—	—	—	—	(11)	—	—	Contingent consideration	(11)	—
Stabilizer and MCGS <sup>(2)</sup>	Stabilizer and MCGS <sup>(2)</sup>	(20)	17	—	—	(1)	—	—	—	—	(4)	—	—	Stabilizer and MCGS <sup>(2)</sup>	(20)	12
Embedded derivatives on reinsurance	Embedded derivatives on reinsurance	(87)	1	—	—	—	—	—	—	—	(86)	—	—	Embedded derivatives on reinsurance	(87)	(2)
Cash and cash equivalents, short-term investments and short-term investments under securities loan agreements	Cash and cash equivalents, short-term investments and short-term investments under securities loan agreements	—	—	—	8	—	—	(8)	—	—	—	—	—	Cash and cash equivalents, short-term investments and short-term investments under securities loan agreements	—	—
Assets held in separate accounts <sup>(4)</sup>	Assets held in separate accounts <sup>(4)</sup>	316	(26)	—	132	—	(4)	—	6	(75)	349	—	—	Assets held in separate accounts <sup>(4)</sup>	316	(35)

<sup>(1)</sup> Primarily U.S. dollar denominated.

<sup>(2)</sup> All gains and losses on Level 3 liabilities are classified as realized gains (losses) for the purpose of this disclosure because it is impracticable to track realized and unrealized gains (losses) separately on a contract by contract basis. These amounts are included in Net gains (losses) in the Condensed Consolidated Statements of Operations.

<sup>(3)</sup> For financial instruments still held as of **June September** 30 amounts are included in Net investment income and Net gains (losses) in the Condensed Consolidated Statements of Operations or Unrealized gains (losses) on securities in the Condensed Consolidated Statements of Comprehensive Income.

<sup>(4)</sup> The investment income and realized gains (losses) and change in unrealized gains (losses) included in net income for separate account assets are offset by an equal amount for separate account liabilities, which results in a net zero impact on Net income (loss) for the Company.

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**Voya Financial, Inc.**  
**Notes to the Condensed Consolidated Financial Statements (Unaudited)**  
(Dollar amounts in millions, unless otherwise stated)

For the three and **six nine** months ended **June 30, 2023** **September 30, 2023** and 2022, the transfers in and out of Level 3 for fixed maturities were due to the variation in inputs relied upon for valuation each quarter. Securities that are primarily valued using independent broker quotes when prices are not available from one of the commercial pricing services are reflected as transfers into Level 3. When securities are valued using more widely available information, the securities are transferred out of Level 3 and into Level 1 or 2, as appropriate.

*Significant Unobservable Inputs*

The Company's Level 3 fair value measurements of its fixed maturities, equity securities and equity and credit derivative contracts are primarily based on broker quotes for which the quantitative detail of the unobservable inputs is neither provided nor reasonably corroborated, thus negating the ability to perform a sensitivity analysis. The Company performs a review of broker quotes by performing a monthly price variance comparison and back tests broker quotes to recent trade prices.

*Other Financial Instruments*

The following disclosures are made in accordance with the requirements of ASC Topic 825 which requires disclosure of fair value information about financial instruments, whether or not recognized at fair value on the Condensed Consolidated Balance Sheets.

ASC Topic 825 excludes certain financial instruments, including insurance contracts and all nonfinancial instruments from its disclosure requirements. Accordingly, the aggregate fair value amounts presented do not represent the underlying value of the Company.

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**Voya Financial, Inc.**  
**Notes to the Condensed Consolidated Financial Statements (Unaudited)**  
(Dollar amounts in millions, unless otherwise stated)

The carrying values and estimated fair values of the Company's financial instruments as of the dates indicated:

		June 30, 2023		December 31, 2022			September 30, 2023		December 31, 2022	
		Carrying Value	Fair Value	Carrying Value	Fair Value		Carrying Value	Fair Value	Carrying Value	Fair Value
<b>Assets:</b>	<b>Assets:</b>					<b>Assets:</b>				
Fixed maturities, including securities pledged	Fixed maturities, including securities pledged	\$ 29,193	\$ 29,193	\$ 30,357	\$ 30,357	Fixed maturities, including securities pledged	\$ 27,620	\$ 27,620	\$ 30,357	\$ 30,357
Equity securities	Equity securities	309	309	336	336	Equity securities	301	301	336	336
Mortgage loans on real estate	Mortgage loans on real estate	5,366	4,998	5,445	5,149	Mortgage loans on real estate	5,373	4,938	5,445	5,149
Policy loans	Policy loans	358	358	363	363	Policy loans	358	358	363	363
Cash, cash equivalents, short-term investments and short-term investments under securities loan agreements	Cash, cash equivalents, short-term investments and short-term investments under securities loan agreements	2,333	2,333	2,454	2,454	Cash, cash equivalents, short-term investments and short-term investments under securities loan agreements	2,029	2,029	2,454	2,454
Derivatives	Derivatives	444	444	422	422	Derivatives	482	482	422	422
Embedded derivatives on reinsurance	Embedded derivatives on reinsurance	78	78	95	95	Embedded derivatives on reinsurance	101	101	95	95
Other investments	Other investments	69	69	68	68	Other investments	63	63	68	68
Assets held in separate accounts	Assets held in separate accounts	88,851	88,851	80,174	80,174	Assets held in separate accounts	85,491	85,491	80,174	80,174
<b>Liabilities:</b>	<b>Liabilities:</b>					<b>Liabilities:</b>				
Investment contract liabilities:	Investment contract liabilities:					Investment contract liabilities:				

Funding agreements without fixed maturities and deferred annuities <sup>(1)</sup>	Funding agreements without fixed maturities and deferred annuities <sup>(1)</sup>	\$ 34,335	\$ 35,615	\$ 35,707	\$ 36,385	Funding agreements without fixed maturities and deferred annuities <sup>(1)</sup>	\$ 32,871	\$ 33,433	\$ 35,707	\$ 36,385
Funding agreements with fixed maturities	Funding agreements with fixed maturities	1,290	1,298	1,285	1,281	Funding agreements with fixed maturities	1,176	1,180	1,285	1,281
Supplementary contracts, immediate annuities and other	Supplementary contracts, immediate annuities and other	673	614	727	636	Supplementary contracts, immediate annuities and other	455	423	727	636
Stabilizer and MCGs	Stabilizer and MCGs	3	3	6	6	Stabilizer and MCGs	27	27	6	6
Derivatives	Derivatives	400	400	389	389	Derivatives	373	373	389	389
Embedded derivative on reinsurance	Embedded derivative on reinsurance	47	47	46	46	Embedded derivative on reinsurance	41	41	46	46
Short-term debt	Short-term debt	143	143	141	142	Short-term debt	2	2	141	142
Long-term debt	Long-term debt	2,095	1,941	2,094	1,935	Long-term debt	2,095	1,881	2,094	1,935

(1) Certain amounts included in Funding agreements without fixed maturities and deferred annuities are also reflected within the Stabilizer and MCGs section of the table above.

The following table presents the **classifications classification** of financial instruments which are not carried at fair value on the Condensed Consolidated Balance Sheets:

<b>Financial Instrument</b>	<b>Classification</b>
Mortgage loans on real estate	Level 3
Policy loans	Level 2
Other investments	Level 2
Funding agreements without fixed maturities and deferred annuities	Level 3
Funding agreements with fixed maturities	Level 2
Supplementary contracts and immediate annuities	Level 3
Short-term debt and Long-term debt	Level 2

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## Voya Financial, Inc.

### Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

#### 5. Deferred Policy Acquisition Costs and Value of Business Acquired

The following **tables present table presents** a rollforward of DAC and VOBA for the periods indicated:

	Balance as of	DAC		VOBA	Balance as of	DAC		VOBA
		Wealth Solutions Deferred and Individual Annuities	Businesses exited			Wealth Solutions Deferred and Individual Annuities	Businesses exited	
January 1, 2022	January 1, 2022	\$ 691	\$ 1,158	\$ 473	January 1, 2022	\$ 691	\$ 1,158	\$ 473

Deferrals of commissions and expenses	Deferrals of commissions and expenses	59	—	5	Deferrals of commissions and expenses	59	—	5
Amortization expense	Amortization expense	(59)	(115)	(39)	Amortization expense	(59)	(115)	(39)
Balance as of December 31, 2022	Balance as of December 31, 2022	\$ 691	\$ 1,043	\$ 439	Balance as of December 31, 2022	\$ 691	\$ 1,043	\$ 439
Deferrals of commissions and expenses	Deferrals of commissions and expenses	29	—	2	Deferrals of commissions and expenses	44	—	3
Amortization expense	Amortization expense	(28)	(53)	(19)	Amortization expense	(42)	(79)	(28)
Balance as of June 30, 2023		\$ 692	\$ 990	\$ 422				
Balance as of September 30, 2023					Balance as of September 30, 2023	\$ 693	\$ 964	\$ 414

The following table shows a reconciliation of DAC and VOBA balances to the Condensed Consolidated Balance Sheets for the periods indicated:

		June 30, 2023	December 31, 2022		September 30, 2023	December 31, 2022
DAC:	DAC:			DAC:		
Wealth Solutions Deferred and Individual Annuities	Wealth Solutions Deferred and Individual Annuities	\$ 692	\$ 691	Wealth Solutions Deferred and Individual Annuities	\$ 693	\$ 691
Businesses exited	Businesses exited	990	1,043	Businesses exited	964	1,043
Other	Other	200	190	Other	207	190
VOBA	VOBA	422	439	VOBA	414	439
Total	Total	\$ 2,304	\$ 2,363	Total	\$ 2,278	\$ 2,363

There was no loss recognition for VOBA during 2023 and 2022.

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## Voya Financial, Inc.

### Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

#### 6. Reserves for Future Policy Benefits and Contract Owner Account Balances

The balances and changes in the liability for future policy benefits for Health Solutions Group, Health Solutions Voluntary and Businesses Exited are presented in the tables below for the periods indicated:

Health Solutions Group						Health Solutions Voluntary						Businesses Exited							
June 30, 2023		December 31, 2022		June 30, 2023		December 31, 2022		June 30, 2023		December 31, 2022		September 30, 2023		December 31, 2022		September 30, 2023		December 31, 2022	

<b>Present Value of Expected Net Premiums:</b>	<b>Present Value of Expected Net Premiums:</b>							<b>Present Value of Expected Net Premiums:</b>						
Balance at January 1	Balance at January 1	\$ 77	\$ 93	\$ 97	\$ 105	\$ 4,244	\$ 5,634	Balance at January 1	\$ 77	\$ 93	\$ 97	\$ 105	\$ 4,244	\$ 5,634
Beginning balance at original discount rate	Beginning balance at original discount rate	84	85	100	92	4,128	4,226	Beginning balance at original discount rate	84	85	100	92	4,128	4,226
Effect of change in cash flow assumptions	Effect of change in cash flow assumptions	—	(7)	—	—	—	(69)	Effect of change in cash flow assumptions	(6)	(7)	6	—	(921)	(69)
Effect of actual variances from expected experience	Effect of actual variances from expected experience	12	23	5	20	(37)	86	Effect of actual variances from expected experience	18	23	6	20	(61)	86
Adjusted balance at January 1	Adjusted balance at January 1	96	101	105	112	4,091	4,243	Adjusted balance at January 1	96	101	112	112	3,146	4,243
Interest accrual	Interest accrual	1	2	2	4	112	230	Interest accrual	2	2	3	4	155	230
Net premiums collected <sup>(1)</sup>	Net premiums collected <sup>(1)</sup>	(11)	(19)	(8)	(16)	(161)	(345)	Net premiums collected <sup>(1)</sup>	(16)	(19)	(12)	(16)	(243)	(345)
Ending balance at original discount rate	Ending balance at original discount rate	86	84	99	100	4,042	4,128	Ending balance at original discount rate	82	84	103	100	3,058	4,128
Effects of changes in discount rate assumptions	Effects of changes in discount rate assumptions	(6)	(7)	(3)	(3)	153	116	Effects of changes in discount rate assumptions	(8)	(7)	(7)	(3)	(47)	116
Balance at end of period	Balance at end of period	\$ 80	\$ 77	\$ 96	\$ 97	\$ 4,195	\$ 4,244	Balance at end of period	\$ 74	\$ 77	\$ 96	\$ 97	\$ 3,011	\$ 4,244

<b>Present Value of Expected Future Policy Benefits:</b>	<b>Present Value of Expected Future Policy Benefits:</b>							<b>Present Value of Expected Future Policy Benefits:</b>						
Balance at January 1	Balance at January 1	\$ 881	\$ 1,048	\$ 285	\$ 359	\$ 8,639	\$ 11,444	Balance at January 1	\$ 881	\$ 1,048	\$ 285	\$ 359	\$ 8,639	\$ 11,444
Beginning balance at original discount rate	Beginning balance at original discount rate	913	952	294	290	8,644	9,079	Beginning balance at original discount rate	913	952	294	290	8,644	9,079
Effect of change in cash flow assumptions	Effect of change in cash flow assumptions	4	(43)	(1)	(2)	—	(77)	Effect of change in cash flow assumptions	(15)	(43)	13	(2)	(805)	(77)

Effect of actual variances from expected experience	Effect of actual variances from expected experience	(2)	(27)	5	11	(41)	(52)	Effect of actual variances from expected experience	1	(27)	6	11	(80)	(52)
Adjusted balance at January 1	Adjusted balance at January 1	915	882	298	299	8,603	8,950	Adjusted balance at January 1	899	882	313	299	7,759	8,950
Issuances	Issuances	68	139	—	—	9	13	Issuances	103	139	—	—	13	13
Interest accrual	Interest accrual	12	25	7	14	220	458	Interest accrual	18	25	11	14	317	458
Benefit payments	Benefit payments	(64)	(133)	(11)	(19)	(388)	(777)	Benefit payments	(98)	(133)	(16)	(19)	(568)	(777)
Ending balance at original discount rate	Ending balance at original discount rate	931	913	294	294	8,444	8,644	Ending balance at original discount rate	922	913	308	294	7,521	8,644
Effects of changes in discount rate assumptions	Effects of changes in discount rate assumptions	(34)	(32)	(5)	(9)	51	(5)	Effects of changes in discount rate assumptions	(57)	(32)	(29)	(9)	(330)	(5)
Balance at end of period	Balance at end of period	\$ 897	\$ 881	\$ 289	\$ 285	\$ 8,495	\$ 8,639	Balance at end of period	\$ 865	\$ 881	\$ 279	\$ 285	\$ 7,191	\$ 8,639

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**Voya Financial, Inc.**

**Notes to the Condensed Consolidated Financial Statements (Unaudited)**

(Dollar amounts in millions, unless otherwise stated)

Net liability for future policy benefits	Net liability for future policy benefits	\$ 816	\$ 804	\$ 193	\$ 188	\$ 4,300	\$ 4,395	Net liability for future policy benefits	\$ 791	\$ 804	\$ 183	\$ 188	\$ 4,179	\$ 4,395
Less: Reinsurance recoverable	Less: Reinsurance recoverable	299	283	—	—	4,412	4,411	Less: Reinsurance recoverable	301	283	—	—	4,127	4,411
Net liability for future policy benefits, after reinsurance recoverable	Net liability for future policy benefits, after reinsurance recoverable	\$ 517	\$ 521	\$ 193	\$ 188	\$ (112)	\$ (16)	Net liability for future policy benefits, after reinsurance recoverable	\$ 490	\$ 521	\$ 183	\$ 188	\$ 52	\$ (16)

<sup>(1)</sup> Net Premiums collected represent the portion of gross premiums collected from policyholders that is used to fund expected benefit payments.

The reconciliation of the net liability for future policy benefits to the liability for future policy benefits in the Condensed Consolidated Balance Sheets is presented below:

		June 30, 2023		December 31, 2022		September 30, 2023		December 31, 2022	
Health Solutions Group	Health Solutions Group	\$	816	\$	804	\$	791	\$	804
Health Solutions Voluntary	Health Solutions Voluntary		193		188		183		188

Businesses	Businesses			Businesses		
Exited - Future	Exited - Future			Exited - Future		
policy benefits	policy benefits	4,300	4,395	policy benefits	4,179	4,395
Businesses	Businesses			Businesses		
Exited –	Exited –			Exited –		
Additional liability	Additional liability	2,074	2,107	Additional liability	2,001	2,107
Other	Other	2,270	2,225	Other	2,217	2,225
Total	Total	\$ 9,653	\$ 9,719	Total	\$ 9,371	\$ 9,719

The amount of undiscounted expected gross premiums and future benefit payments is presented in the table below:

		June 30, 2023		December 31, 2022			September 30, 2023		December 31, 2022	
		Undiscounted	Discounted	Undiscounted	Discounted		Undiscounted	Discounted	Undiscounted	Discounted
<b>Health Solutions Group</b>	<b>Health Solutions Group</b>					<b>Health Solutions Group</b>				
Expected future benefit payments	Expected future benefit payments	\$ 1,160	\$ 931	\$ 1,141	\$ 913	Expected future benefit payments	\$ 1,149	\$ 922	\$ 1,141	\$ 913
Expected future gross premiums	Expected future gross premiums	288	231	286	231	Expected future gross premiums	312	247	286	231
<b>Health Solutions Voluntary</b>	<b>Health Solutions Voluntary</b>					<b>Health Solutions Voluntary</b>				
Expected future benefit payments	Expected future benefit payments	589	294	588	294	Expected future benefit payments	671	308	588	294
Expected future gross premiums	Expected future gross premiums	308	205	307	205	Expected future gross premiums	343	214	307	205

The following table presents a rollforward of the additional reserve liability for Businesses exited for the periods indicated:

		Businesses exited			Businesses exited	
		June 30, 2023	December 31, 2022		September 30, 2023	December 31, 2022
Balance at beginning of period	Balance at beginning of period	\$ 2,107	\$ 1,715	Balance at beginning of period	\$ 2,107	\$ 1,715
Effect of change in cash flow assumptions	Effect of change in cash flow assumptions	—	540	Effect of change in cash flow assumptions	(44)	540
Effect of actual variances from expected experience	Effect of actual variances from expected experience	(58)	15	Effect of actual variances from expected experience	(20)	15
Adjusted balance at January 1	Adjusted balance at January 1	2,049	2,270	Adjusted balance at January 1	2,043	2,270
Interest accrual	Interest accrual	43	80	Interest accrual	64	80
Excess Benefits	Excess Benefits	(209)	(427)	Excess Benefits	(301)	(427)
Assessments	Assessments	191	184	Assessments	195	184
Balance at end of period	Balance at end of period	2,074	2,107	Balance at end of period	2,001	2,107

Less: Reinsurance recoverable	Less: Reinsurance recoverable	2,021	2,054	Less: Reinsurance recoverable	1,949	2,054
Net additional liability, after reinsurance recoverable	Net additional liability, after reinsurance recoverable	\$ 53	\$ 53	Net additional liability, after reinsurance recoverable	\$ 52	\$ 53

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**Voya Financial, Inc.**  
**Notes to the Condensed Consolidated Financial Statements (Unaudited)**  
(Dollar amounts in millions, unless otherwise stated)

The following table presents the weighted average duration of the liability for future policy benefits and the weighted average interest rates for the periods indicated:

	Health Solutions Group				Health Solutions Voluntary				Businesses Exited		Health Solutions							
	Group		Voluntary		Businesses Exited		Group		Voluntary		Businesses Exited		Group		Voluntary		Businesses Exited	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022
Weighted average duration (in years)	7				14				8 <sup>(1)</sup>		7		14				8	
Interest accretion rate	4.0 %	4.1 %	5.3 %	5.3 %	4.9 %	5.0 %	4.0 %	4.1 %	5.3 %	5.3 %	4.9 %	5.0 %	4.0 %	4.1 %	5.3 %	5.3 %	4.9 %	5.0 %
Current discount rate	5.2 %	5.2 %	5.2 %	5.4 %	5.4 %	5.7 %	5.8 %	5.2 %	6.0 %	5.4 %	5.6 %	5.7 %	5.8 %	5.2 %	6.0 %	5.4 %	5.6 %	5.7 %

<sup>(1)</sup> Weighted average duration (in years) for Businesses Exited includes additional liability.

The weighted average interest rates for the additional liability related to businesses exited were 4.2% and 4.3% for the periods ended **June 30, 2023** and **September 30, 2023** and December 31, 2022, respectively.

The following table presents a rollforward of Contract owner account balances for the periods indicated:

	Wealth Solutions Deferred Group and Individual Annuity						Wealth Solutions Deferred Group and Individual Annuity					
	Group and Individual Annuity		Businesses Exited		Group and Individual Annuity		Businesses Exited		Group and Individual Annuity		Businesses Exited	
	June 30, 2023	December 31, 2022	June 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022	September 30, 2023	December 31, 2022
Balance at January 1	\$ 33,622	\$ 33,044	\$ 5,146	\$ 5,532	\$ 33,622	\$ 33,044	\$ 5,146	\$ 5,532	\$ 33,622	\$ 33,044	\$ 5,146	\$ 5,532
Deposits	1,171	2,962	147	310	1,726	2,962	217	310	1,726	2,962	217	310
Fee income	(4)	(8)	(188)	(384)	(6)	(8)	(281)	(384)	(6)	(8)	(281)	(384)
Surrenders and withdrawals	(2,740)	(4,280)	(230)	(281)	(3,891)	(4,280)	(310)	(281)	(3,891)	(4,280)	(310)	(281)
Benefit payments	(88)	(157)	(81)	(144)	(133)	(157)	(111)	(144)	(133)	(157)	(111)	(144)
Net transfers from (to) separate accounts	70	1,174	(1)	—								

Net transfers from (to) the general account						Net transfers from (to) the general account	(59)	1,174	(1)	—
Interest credited	Interest credited	440	874	73	150	Interest credited	664	874	108	150
Other	Other	5	13	—	(37)	Other	8	13	—	(37)
Ending Balance	Ending Balance	\$ 32,476	\$ 33,622	\$ 4,866	\$ 5,146	Ending Balance	\$ 31,931	\$ 33,622	\$ 4,768	\$ 5,146

Weighted-average crediting rate	Weighted-average crediting rate	2.7 %	2.6 %	2.5 %	2.5 %	Weighted-average crediting rate	2.7 %	2.6 %	2.5 %	2.5 %
Net amount at risk (1)	Net amount at risk (1)	\$ 135	\$ 199	\$ 792	\$ 900	Net amount at risk (1)	\$ 148	\$ 199	\$ 801	\$ 900
Cash surrender value	Cash surrender value	\$ 31,995	\$ 33,125	\$ 1,669	\$ 1,824	Cash surrender value	\$ 31,455	\$ 33,125	\$ 1,581	\$ 1,824

(1) For those guarantees of benefits that are payable in the event of death, the net amount at risk is generally defined as the current guaranteed minimum death benefit in excess of the current account balance at the balance sheet date and is calculated at a contract level. When a contract has both a living benefit and a death benefit, the Company calculates NAR at a contract level and aggregates the higher of the two values together.

The following table shows a reconciliation of the Contract owner account balances to the Condensed Consolidated Balance Sheets for the periods indicated:

		June 30, December 2023, 31, 2022		September 30, 2023, December 31, 2022	
Wealth Solutions Deferred group and individual annuity	Wealth Solutions Deferred group and individual annuity	\$32,476	\$ 33,622	\$ 31,931	\$ 33,622
Businesses exited	Businesses exited	4,866	5,146	4,768	5,146
Other	Other	3,588	3,687	3,436	3,687
Total	Total	\$40,930	\$ 42,455	\$ 40,135	\$ 42,455

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## Voya Financial, Inc.

### Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

The following table summarizes detail on the differences between the interest rate being credited to contract holders as of **June 30, 2023** **September 30, 2023**, and the respective guaranteed minimum interest rates ("GMIRs"):

	Account Value(1)							Account Value(1)													
	Excess of crediting rate over GMIR							Excess of crediting rate over GMIR													
	At GMIR	GMIR	GMIR	GMIR	GMIR	GMIR	Total	At GMIR	GMIR	GMIR	GMIR	GMIR	GMIR	Total							
															0.51% -	1.01% -	1.51% -	More than	0.51% -	1.01% -	1.51% -
Up to .50%															1.00%	1.50%	2.00%	2.00%	Up to .50%	1.00%	1.50%
Guaranteed minimum interest rate	Up to 1.00%	Up to 1.00%	\$ 162	\$ 6,577	\$ 2,721	\$ 1,872	\$ 831	\$ 741	\$ 12,904	Up to 1.00%	\$ 141	\$ 6,261	\$ 2,696	\$ 2,010	\$ 833	\$ 785	\$ 12,726				

1.01% - 2.00%	1.01% - 2.00%		575	142	52	4	2	6	781	1.01% - 2.00%		553	135	51	4	2	6	751
2.01% - 3.00%	2.01% - 3.00%	11,930	75	51	112	—	3	12,173		2.01% - 3.00%	11,617	77	53	110	—	3	11,860	
3.01% - 4.00%	3.01% - 4.00%	9,320	153	1	2	—	—	9,475		3.01% - 4.00%	9,197	153	—	5	—	—	9,355	
4.01% and Above	4.01% and Above	1,601	85	—	—	—	—	1,685		4.01% and Above	1,584	84	—	—	—	—	1,668	
Renewable beyond 12 months (MYGA) <sup>(2)</sup>	Renewable beyond 12 months (MYGA) <sup>(2)</sup>	421	—	—	—	3	—	424		Renewable beyond 12 months (MYGA) <sup>(2)</sup>	427	—	—	—	3	—	430	
Total discretionary rate setting products	Total discretionary rate setting products	\$ 24,008	\$ 7,032	\$ 2,824	\$ 1,990	\$ 836	\$ 751	\$ 37,441		Total discretionary rate setting products	\$ 23,519	\$ 6,710	\$ 2,800	\$ 2,129	\$ 838	\$ 794	\$ 36,790	

<sup>(1)</sup> Includes only the account values for investment spread products with GMIRs and discretionary crediting rates, net of policy loans. Excludes Stabilizer products, which are fee based.

<sup>(2)</sup> Represents multi year guaranteed annuity ("MYGA") contracts with renewal dates after **June 30, 2023** September 30, 2023 on which we are required to credit interest above the contractual GMIR for at least the next twelve months.

The following table summarizes detail on the differences between the interest rate being credited to contract holders as of December 31, 2022 and the respective GMIRs:

	Account Value <sup>(1)</sup>							Account Value <sup>(1)</sup>														
	Excess of crediting rate over GMIR							Excess of crediting rate over GMIR														
	At GMIR	GMIR	0.51% - 1.00% Above	1.01% - 1.50% Above	1.51% - 2.00% Above	More than 2.00% Above	Total	At GMIR	GMIR	0.51% - 1.00% Above	1.01% - 1.50% Above	1.51% - 2.00% Above	More than 2.00% Above	Total								
															Up to .50%	1.00%	1.50%	2.00%	Up to .50%	1.00%	1.50%	2.00%

#### Guaranteed minimum interest rate

Up to 1.00%	Up to 1.00%	\$ 5,848	\$ 2,967	\$ 1,907	\$ 1,112	\$ 1,462	\$ 102	\$ 13,398	Up to 1.00%	\$ 5,848	\$ 2,967	\$ 1,907	\$ 1,112	\$ 1,462	\$ 102	\$ 13,398
1.01% - 2.00%	1.01% - 2.00%	707	52	35	2	2	7	805	1.01% - 2.00%	707	51	35	2	2	7	804
2.01% - 3.00%	2.01% - 3.00%	12,677	56	46	110	—	3	12,892	2.01% - 3.00%	12,677	56	47	109	—	3	12,892
3.01% - 4.00%	3.01% - 4.00%	9,448	153	—	—	—	—	9,601	3.01% - 4.00%	9,448	153	—	—	—	—	9,601
4.01% and Above	4.01% and Above	1,643	87	—	—	—	—	1,730	4.01% and Above	1,643	87	—	—	—	—	1,730
Renewable beyond 12 months (MYGA) <sup>(2)</sup>	Renewable beyond 12 months (MYGA) <sup>(2)</sup>	402	—	—	—	3	—	405	Renewable beyond 12 months (MYGA) <sup>(2)</sup>	402	—	—	—	3	—	405
Total discretionary rate setting products	Total discretionary rate setting products	\$ 30,725	\$ 3,315	\$ 1,988	\$ 1,224	\$ 1,467	\$ 112	\$ 38,831	Total discretionary rate setting products	\$ 30,725	\$ 3,314	\$ 1,989	\$ 1,223	\$ 1,467	\$ 112	\$ 38,830

<sup>(1)</sup> Includes only the account values for investment spread products with GMIRs and discretionary crediting rates, net of policy loans. Excludes Stabilizer products, which are fee based.

<sup>(2)</sup> Represents MYGA contracts with renewal dates after December 31, 2022 on which we are required to credit interest above the contractual GMIR for at least the next twelve months.

## 7. Reinsurance

The Company reinsures its business through a diversified group of reinsurers. However, the Company remains liable to the extent its reinsurers do not meet their obligations under the reinsurance agreements. The Company monitors trends in arbitration and any litigation outcomes with its reinsurers. Collectability of reinsurance balances are evaluated by monitoring ratings and evaluating the financial strength of its reinsurers. Large reinsurance recoverable balances with offshore or other non-accredited reinsurers are secured through various forms of collateral, including secured trusts, funds withheld accounts and irrevocable letters of credit ("LOC").

## Voya Financial, Inc.

## Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

Information regarding the effect of reinsurance on the Condensed Consolidated Balance Sheets is as follows as of the periods indicated:

		June 30, 2023				September 30, 2023			
		Direct	Assumed	Ceded	Total, Net of Reinsurance	Direct	Assumed	Ceded	Total, Net of Reinsurance
<b>Assets</b>	<b>Assets</b>								
Premiums receivable	Premiums receivable	\$ 172	\$ 10	\$ (220)	\$ (38)	\$ 179	\$ 10	\$ (208)	\$ (19)
Reinsurance recoverable, net of allowance for credit losses	Reinsurance recoverable, net of allowance for credit losses	—	—	12,169	12,169	—	—	11,784	11,784
<b>Total</b>	<b>Total</b>	<b>\$ 172</b>	<b>\$ 10</b>	<b>\$ 11,949</b>	<b>\$ 12,131</b>	<b>\$ 179</b>	<b>\$ 10</b>	<b>\$ 11,576</b>	<b>\$ 11,765</b>
<b>Liabilities</b>	<b>Liabilities</b>								
Future policy benefits and contract owner account balances	Future policy benefits and contract owner account balances	\$ 49,574	\$ 1,009	\$ —	\$ 50,583	\$ 48,525	\$ 981	\$ —	\$ 49,506
Liability for funds withheld under reinsurance agreements	Liability for funds withheld under reinsurance agreements	105	—	—	105	96	—	—	96
<b>Total</b>	<b>Total</b>	<b>\$ 49,679</b>	<b>\$ 1,009</b>	<b>\$ —</b>	<b>\$ 50,688</b>	<b>\$ 48,621</b>	<b>\$ 981</b>	<b>\$ —</b>	<b>\$ 49,602</b>

## December 31, 2022

		Direct	Assumed	Ceded	Total, Net of Reinsurance
<b>Assets</b>					
Premiums receivable		\$ 172	\$ 11	\$ (212)	\$ (29)
Reinsurance recoverable, net of allowance for credit losses		—	—	12,455	12,455
<b>Total</b>		<b>\$ 172</b>	<b>\$ 11</b>	<b>\$ 12,243</b>	<b>\$ 12,426</b>
<b>Liabilities</b>					
Future policy benefits and contract owner account balances		\$ 51,137	\$ 1,037	\$ —	\$ 52,174
Liability for funds withheld under reinsurance agreements		104	—	—	104
<b>Total</b>		<b>\$ 51,241</b>	<b>\$ 1,037</b>	<b>\$ —</b>	<b>\$ 52,278</b>



Direct interest credited and other benefits to contract owners / policyholders	Direct interest credited and other benefits to contract owners / policyholders	\$	2,122	\$	2,080	Direct interest credited and other benefits to contract owners / policyholders	\$	3,221	\$	3,431
Reinsurance assumed	Reinsurance assumed		30		22	Reinsurance assumed		51		35
Reinsurance ceded	Reinsurance ceded		(719)		(804)	Reinsurance ceded		(1,040)		(1,631)
Net interest credited and other benefits to contract owners / policyholders	Net interest credited and other benefits to contract owners / policyholders	\$	1,433	\$	1,298	Net interest credited and other benefits to contract owners / policyholders	\$	2,232	\$	1,835

If the Company determines that a reinsurance agreement does not expose the reinsurer to a reasonable possibility of a significant loss from insurance risk, the Company records the agreement using the deposit method of accounting. As of June 30, 2023, September 30, 2023 and December 31, 2022, the Company had a deposit asset of \$1.4, \$1.3 billion and \$1.5 billion, respectively, which is reported in Other assets on the Condensed Consolidated Balance Sheets.

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## Voya Financial, Inc.

### Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

## 8. Separate Accounts

The following tables present a rollforward of Separate account liabilities for the Wealth Solutions stabilizer and deferred annuity business, including a reconciliation to the Condensed Consolidated Balance Sheets, for the periods indicated:

		June 30, 2023			December 31, 2022			September 30, 2023			December 31, 2022			
		Wealth Solutions Stabilizer	Wealth Solutions Deferred Annuity	Total	Wealth Solutions Stabilizer	Wealth Solutions Deferred Annuity	Total	Wealth Solutions Stabilizer	Wealth Solutions Deferred Annuity	Total	Wealth Solutions Stabilizer	Wealth Solutions Deferred Annuity	Total	
Balance at January 1	Balance at January 1	\$ 7,196	\$ 69,152	\$76,348	\$ 8,091	\$ 86,927	\$95,018	Balance at January 1	\$ 7,196	\$ 69,152	\$76,348	\$ 8,091	\$ 86,927	\$95,018
Policyholder behavior <sup>(1)</sup>	Policyholder behavior <sup>(1)</sup>	(119)	322	203	(68)	(1,309)	(1,377)	Policyholder behavior <sup>(1)</sup>	(288)	244	(44)	(68)	(1,309)	(1,377)
Fee income	Fee income	(17)	(206)	(223)	(34)	(423)	(457)	Fee income	(25)	(316)	(341)	(34)	(423)	(457)
Investment performance	Investment performance	151	8,314	8,465	(794)	(16,044)	(16,838)	Investment performance	35	5,698	5,733	(794)	(16,044)	(16,838)
Other	Other	—	—	—	1	1	2	Other	1	—	1	1	1	2
Balance at end of period	Balance at end of period	\$ 7,211	\$ 77,582	\$84,793	\$ 7,196	\$ 69,152	\$76,348	Balance at end of period	\$ 6,919	\$ 74,778	\$81,697	\$ 7,196	\$ 69,152	\$76,348

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Other	Other		4,058		3,826	Other		3,794		3,826
Total Separate Account liabilities	Total Separate Account liabilities		\$88,851		\$80,174	Total Separate Account liabilities		\$85,491		\$80,174

<sup>(1)</sup> Policyholder behavior includes premiums and deposits, surrenders and withdrawals, benefit payments, and net transfers to and from the general separate account.

Stabilizer products allow the contract holder to select either the market value of the account or the book value of the account at termination. The book value of the account is equal to deposits plus interest, less any withdrawals. The fair value is estimated using the income approach.

Cash surrender value represents the amount of the contract holders' account balances distributable at the balance sheet date, less certain surrender charges. The cash surrender value for Wealth Solutions deferred annuity products was \$77,548, \$74,747 and \$69,121, as of June 30, 2023, September 30, 2023 and December 31, 2022, respectively.

The aggregate fair value of assets, by major investment asset category, supporting separate accounts was as follows for the periods indicated:

		June 30, 2023	December 31, 2022		September 30, 2023	December 31, 2022
US Treasury securities and obligations of US government corporations and agencies		\$ 1,157	\$ 1,586			
U.S. Treasury securities and obligations of U.S. government corporations and agencies				U.S. Treasury securities and obligations of U.S. government corporations and agencies	\$ 1,026	\$ 1,586
Corporate debt securities	Corporate debt securities	1,791	1,647	Corporate debt securities	1,752	1,647
Foreign debt securities	Foreign debt securities	706	660	Foreign debt securities	672	660
Mortgage-backed securities	Mortgage-backed securities	3,274	3,434	Mortgage-backed securities	3,319	3,434
Equity securities (including mutual funds)	Equity securities (including mutual funds)	81,063	72,309	Equity securities (including mutual funds)	78,133	72,309
Cash, cash equivalents and short-term investments	Cash, cash equivalents and short-term investments	454	311	Cash, cash equivalents and short-term investments	337	311
Receivable for securities and accruals	Receivable for securities and accruals	406	227	Receivable for securities and accruals	252	227
<b>Total</b>	<b>Total</b>	<b>\$ 88,851</b>	<b>\$ 80,174</b>	<b>Total</b>	<b>\$ 85,491</b>	<b>\$ 80,174</b>

## 9. Segments

The Company provides its principal products and services through three segments: Wealth Solutions, Health Solutions and Investment Management. The Company's chief operating decision maker views and manages the business through these three segments.

The Wealth Solutions segment provides tax-deferred, employer-sponsored retirement savings plans and administrative services to corporate, education, healthcare, other non-profit and government entities, and stable value products to institutional clients where the Company may or may not be providing defined contribution products and services, as well as individual retirement accounts ("IRAs"), other retail financial products and comprehensive financial services to individual customers.

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### Voya Financial, Inc.

#### Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

where the Company may or may not be providing defined contribution products and services, as well as individual retirement accounts ("IRAs"), other retail financial products and comprehensive financial services to individual customers.

The Health Solutions segment provides stop loss, group life, voluntary employee-paid and disability products to mid-sized and large businesses as well as benefit administration software solutions to employers and health plans. On January 24, 2023, the Company completed its acquisition of Benefitfocus. The financial results of Benefitfocus are reported in the Health Solutions segment for periods after the acquisition.

The Investment Management segment provides investment products and retirement solutions across a broad range of geographies, market sectors, investment styles and capitalization spectrums. Products and services are offered to institutional clients, including public, corporate and union retirement plans, endowments and foundations and insurance companies, as well as individual investors and general accounts of the Company's insurance subsidiaries and are distributed through the Company's direct sales force, consultant channel and intermediary partners (such as banks, broker-dealers and independent financial advisers).

The Company includes in Corporate the following corporate and business activities:

- corporate operations, corporate level assets and financial obligations, financing and interest expenses, dividend payments made to preferred shareholders, and other items not allocated or directly related to the Company's segments, including items such as expenses related to organizational restructurings, certain expenses and liabilities of employee benefit plans, certain adjustments to short-term and long-term incentive accruals and intercompany eliminations; and
- investment income on assets backing surplus in excess of amounts held at the segment level.

#### **Measurement**

Effective the first quarter of 2023, the Company excludes from Adjusted operating earnings before income taxes the amortization of acquisition-related intangible assets. In addition, the Company excludes the expected return on plan assets net of interest costs associated with our qualified defined benefit pension plan, which are influenced by economic and market conditions and not indicative of normal operations. Adjusted operating earnings before income taxes in Corporate still includes the service costs related to the Company's qualified defined benefit pension plan and service and interest costs related to non-qualified defined benefit pension plans. Historical periods have been recast to conform with this change.

*Adjusted operating earnings before income taxes* is a meaningful measure used by management to evaluate its business and segment performance. This measure enhances the understanding of the Company's financial results by focusing on the operating performance and trends of the underlying core business segments by excluding items that tend to be highly variable from period to period based on capital market conditions and/or other factors. The Company uses the same accounting policies and procedures to measure segment Adjusted operating earnings before income taxes as it does for the directly comparable U.S. GAAP measure Income (loss) before income taxes. Adjusted operating earnings before income taxes does not replace Income (loss) before income taxes as the U.S. GAAP measure of the Company's consolidated results of operations. Therefore, the Company believes that it is useful to evaluate both measures when reviewing the Company's financial and operating performance. Each segment's Adjusted operating earnings before income taxes is calculated by adjusting Income (loss) before income taxes for the following items:

- Net investment gains (losses), which are significantly influenced by economic and market conditions, including interest rates and credit spreads, and are not indicative of normal operations. Net investment gains (losses) include gains (losses) on the sale of securities, impairments, changes in the fair value of investments using the FVO unrelated to the implied loan-backed security income recognition for certain mortgage-backed obligations, and changes in the fair value of derivative instruments, excluding gains (losses) associated with swap settlements and accrued interest. It also includes changes in the fair value of derivatives related to managed custody guarantees, net of related reserve increases (decreases), less the estimated cost of these benefits, changes in nonperformance spread, and changes in market risk benefits;
- Income (loss) related to businesses exited or to be exited through reinsurance or divestment, which includes gains and (losses) associated with transactions to exit blocks of business, amortization of intangible assets and residual run-off activity. Excluding this activity better reveals trends in the Company's core business and more closely aligns Adjusted operating earnings before income taxes with how the Company manages its segments;

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#### **Voya Financial, Inc.**

##### **Notes to the Condensed Consolidated Financial Statements (Unaudited)**

(Dollar amounts in millions, unless otherwise stated)

- Income (loss) attributable to noncontrolling interests to which the Company is not economically entitled, such as Allianz's stake in the results of VIM Holdings LLC (referred to as redeemable noncontrolling interest or Allianz noncontrolling interest) or the attribution of results from consolidated VIEs or VOEs;

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#### **Voya Financial, Inc.**

##### **Notes to the Condensed Consolidated Financial Statements (Unaudited)**

(Dollar amounts in millions, unless otherwise stated)

- Dividend payments made to preferred shareholders are included as reductions to reflect the Adjusted operating earnings before income taxes that are available to common shareholders;
- Other adjustments may include the following items:
  - Income (loss) related to early extinguishment of debt since the outcome of decisions to restructure debt are not indicative of normal operations;

- Impairment of goodwill and intangible assets as these represent losses related to infrequent events and do not reflect normal, cash-settled expenses;
- Amortization of acquisition-related intangible assets as well as contingent consideration fair value adjustments incurred in connection with certain acquisitions which are not indicative of current Operating expense fundamentals;
- Expected return on plan assets net of interest costs associated with the Company's qualified defined benefit pension plan and immediate recognition of net actuarial gains (losses) related to all of the Company's pension and other postretirement benefit obligations and gains (losses) from plan amendments and curtailments. These amounts do not reflect cash-settled expenses, and are not indicative of current Operating expense fundamentals; and
- Other items not indicative of normal operations or performance of the Company's segments or related to events such as capital or organizational restructurings, including certain costs related to debt and equity offerings, acquisition / merger integration expenses, severance and other third-party expenses associated with such activities, and expenses attributable to vacant real estate. These items vary widely in timing, scope and frequency between periods as well as between companies to which the Company is compared. Accordingly, the Company adjusts for these items as management believes that these items distort the ability to make a meaningful evaluation of the current and future performance of the Company's segments.

The summary below reconciles Adjusted operating earnings before income taxes for the segments to Income (loss) before income taxes for the periods indicated:

	Three Months Ended June 30,		Six Months Ended June 30,	
	2023	2022	2023	2022
Adjusted operating earnings before income taxes by segment:				
Wealth Solutions	\$ 174	\$ 197	\$ 306	\$ 425
Health Solutions	124	50	218	72
Investment Management	63	40	105	79
Corporate	(54)	(60)	(123)	(128)
Total including Allianz noncontrolling interest	307	228	507	448
Less: Earning (loss) attributable to Allianz noncontrolling interest	13	—	21	—
Total	\$ 294	\$ 228	\$ 486	\$ 448
Adjustments:				
Net investment gains (losses)	(38)	(59)	(47)	(171)
Income (loss) related to businesses exited or to be exited through reinsurance or divestment	(21)	(55)	(54)	(91)
Income (loss) attributable to noncontrolling interests	77	75	123	118
Dividend payments made to preferred shareholders	4	4	18	18
Other adjustments	(52)	(40)	(122)	(48)
Total adjustments to income (loss) before income taxes	(31)	(75)	(82)	(174)
Income (loss) before income taxes	\$ 263	\$ 152	\$ 404	\$ 274

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#### Voya Financial, Inc.

#### Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

The summary below reconciles Adjusted operating earnings before income taxes for the segments to Income (loss) before income taxes for the periods indicated:

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2023	2022	2023	2022
Adjusted operating earnings before income taxes by segment:				
Wealth Solutions	\$ 179	\$ 128	\$ 485	\$ 553
Health Solutions	53	154	271	226
Investment Management	63	51	168	129
Corporate	(52)	(66)	(175)	(193)
Total including Allianz noncontrolling interest	242	267	749	715

Less: Earning (loss) attributable to Allianz noncontrolling interest	14	13	35	13
Total	\$ 229	\$ 254	\$ 715	\$ 703
Adjustments:				
Net investment gains (losses)	42	(9)	(4)	(180)
Income (loss) related to businesses exited or to be exited through reinsurance or divestment	(68)	(13)	(122)	(105)
Income (loss) attributable to noncontrolling interests	(16)	(138)	107	(20)
Dividend payments made to preferred shareholders	14	14	32	32
Other adjustments	(28)	(37)	(150)	(85)
Total adjustments to income (loss) before income taxes	(56)	(183)	(138)	(357)
Income (loss) before income taxes	\$ 172	\$ 71	\$ 576	\$ 345

Adjusted operating revenues is a measure of the Company's segment revenues. Each segment's Operating revenues are calculated by adjusting Total revenues to exclude the following items:

- Net investment gains (losses);
- Revenues related to businesses exited or to be exited through reinsurance or divestment;
- Revenues attributable to noncontrolling interests, which represents the attribution of results from consolidated VIEs or VOOEs; and
- Other adjustments primarily reflect fee income earned by the Company's broker-dealers for sales of non-proprietary products, which are reflected net of commission expense in the Company's segments' operating revenues, other items where the income is passed on to third parties and the elimination of intercompany investment expenses included in Adjusted operating revenues.

The summary below reconciles Adjusted operating revenues for the segments to Total revenues for the periods indicated:

	Three Months Ended June 30,		Six Months Ended June 30,	
	2023	2022	2023	2022
Adjusted operating revenues by segment:				
Wealth Solutions	\$ 705	\$ 709	\$ 1,389	\$ 1,465
Health Solutions	775	641	1,549	1,288
Investment Management	226	171	455	349
Corporate	15	17	26	39
Total	\$ 1,721	\$ 1,537	\$ 3,419	\$ 3,140
Adjustments:				
Net investment gains (losses)	\$ (46)	\$ (60)	\$ (60)	\$ (180)
Revenues related to businesses exited or to be exited through reinsurance or divestment	2	(55)	32	(109)
Revenues attributable to noncontrolling interests	128	93	188	142
Other adjustments	67	8	127	36
Total adjustments to revenues	151	(14)	288	(111)
Total revenues	\$ 1,871	\$ 1,524	\$ 3,706	\$ 3,030

#### Other Segment Information

The Investment Management segment revenues include the following intersegment revenues, primarily consisting of asset-based management and administration fees for the periods indicated:

	Three Months Ended June 30,		Six Months Ended June 30,	
	2023	2022	2023	2022
Investment Management intersegment revenues	\$ 22	\$ 23	\$ 44	\$ 45

## Voya Financial, Inc.

## Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

The summary below reconciles Adjusted operating revenues for the segments to Total revenues for the periods indicated:

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2023	2022	2023	2022
Adjusted operating revenues by segment:				
Wealth Solutions	\$ 702	\$ 645	\$ 2,090	\$ 2,109
Health Solutions	768	645	2,317	1,933
Investment Management	233	192	688	542
Corporate	14	13	39	51
Total	\$ 1,717	\$ 1,495	\$ 5,135	\$ 4,635
Adjustments:				
Net investment gains (losses)	\$ 40	\$ (18)	\$ (21)	\$ (198)
Revenues related to businesses exited or to be exited through reinsurance or divestment	21	(30)	53	(139)
Revenues attributable to noncontrolling interests	22	(130)	211	11
Other adjustments	24	30	152	66
Total adjustments to revenues	106	(148)	395	(259)
Total revenues	\$ 1,823	\$ 1,345	\$ 5,529	\$ 4,375

**Other Segment Information**

The Investment Management segment revenues include the following intersegment revenues, primarily consisting of asset-based management and administration fees for the periods indicated:

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2023	2022	2023	2022
Investment Management intersegment revenues	\$ 21	\$ 23	\$ 65	\$ 68

The summary below presents Total assets for the Company's segments as of the dates indicated:

		June 30, 2023		December 31, 2022			September 30, 2023		December 31, 2022	
		\$		\$			\$		\$	
Wealth Solutions	Wealth Solutions	\$ 118,943		\$ 111,701		Wealth Solutions	\$ 114,401		\$ 111,701	
Health Solutions	Health Solutions	3,378		2,668		Health Solutions	3,292		2,668	
Investment Management	Investment Management	1,648		1,611		Investment Management	1,602		1,611	
Corporate	Corporate	26,241		26,712		Corporate	25,685		26,712	
Total assets, before consolidation <sup>(1)</sup>	Total assets, before consolidation <sup>(1)</sup>	150,210		142,692		Total assets, before consolidation <sup>(1)</sup>	144,980		142,692	
Consolidation of investment entities	Consolidation of investment entities	4,406		3,914		Consolidation of investment entities	4,285		3,914	
Total assets	Total assets	\$ 154,616		\$ 146,606		Total assets	\$ 149,265		\$ 146,606	

<sup>(1)</sup> Total assets, before consolidation include the Company's direct investments in CIEs prior to consolidation, which are accounted for using the equity method or fair value option.**10. Share-based Incentive Compensation Plans**The Company offers equity-based compensation awards to its employees and non-employee directors under various employee and non-employee incentive plans (together, the "Omnibus Plans"). As of **June 30, 2023** **September 30, 2023**, common stock reserved and available for issuance under the Omnibus Plans was **8,881,340** **8,709,137** shares.**Compensation Cost**

The following table summarizes share-based compensation expense, which includes expenses related to awards granted under the Omnibus Plans for the periods indicated:

	Three Months Ended June 30,		Six Months Ended June 30,	
	2023	2022	2023	2022
Restricted Stock Unit (RSU) awards	\$ 16	\$ 8	\$ 53	\$ 30
Performance Stock Unit (PSU) awards	10	7	36	31
Total share-based compensation expense	26	15	89	61
Income tax benefit	7	3	22	18
After-tax share-based compensation expense	\$ 19	\$ 12	\$ 67	\$ 43

#### Awards Outstanding

The following table summarizes RSU and PSU awards activity under the Omnibus Plans for the periods indicated:

(awards in millions)	RSU Awards		PSU Awards	
	Number of Awards	Weighted Average Grant	Number of Awards	Weighted Average Grant
		Date Fair Value		Date Fair Value
Outstanding as of January 1, 2023	1.5	\$ 60.91	2.1	\$ 55.68
Adjustment for PSU performance factor	—	—	(0.1)	61.50
Granted	1.7	70.49	0.8	66.10
Vested	(1.0)	63.18	(0.5)	63.08
Forfeited	— *	64.54	— *	63.48
Outstanding as of June 30, 2023	2.2	\$ 67.06	2.3	\$ 61.27

\*Less than 0.1

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#### Voya Financial, Inc.

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(Dollar amounts in millions, unless otherwise stated)

#### Compensation Cost

The following table summarizes share-based compensation expense, which includes expenses related to awards granted under the Omnibus Plans for the periods indicated:

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2023	2022	2023	2022
Restricted Stock Unit (RSU) awards	\$ 14	\$ 8	\$ 67	\$ 38
Performance Stock Unit (PSU) awards	7	6	43	37
Total share-based compensation expense	21	14	110	75
Income tax benefit	4	3	26	21
After-tax share-based compensation expense	\$ 17	\$ 11	\$ 84	\$ 54

#### Awards Outstanding

The following table summarizes RSU and PSU awards activity under the Omnibus Plans for the periods indicated:

(awards in millions)	RSU Awards		PSU Awards	
	Number of Awards	Weighted Average Grant	Number of Awards	Weighted Average Grant
		Date Fair Value		Date Fair Value
Outstanding as of January 1, 2023	1.5	\$ 60.91	2.1	\$ 55.68
Adjustment for PSU performance factor	—	—	(0.1)	61.50

Granted	1.7	70.51	0.8	66.10
Vested	(1.1)	63.51	(0.5)	62.76
Forfeited	*	66.21	— *	66.55
Outstanding as of September 30, 2023	<u>2.1</u>	<u>\$ 67.12</u>	<u>2.3</u>	<u>\$ 61.22</u>

\*Less than 0.1

The following table summarizes the number of options under the Omnibus Plans for the periods indicated:

(awards in millions)	(awards in millions)	Stock Options		(awards in millions)	Stock Options	
		Number of Awards	Weighted Average Exercise Price		Number of Awards	Weighted Average Exercise Price
Outstanding as of January 1, 2023	Outstanding as of January 1, 2023	1.6	\$ 43.05	Outstanding as of January 1, 2023	1.6	\$ 43.05
Granted	Granted	—	—	Granted	—	—
Exercised	Exercised	(0.4)	38.11	Exercised	(0.4)	38.70
Forfeited	Forfeited	—	—	Forfeited	—	—
Outstanding as of June 30, 2023		<u>1.2</u>	<u>\$ 44.55</u>			
Outstanding as of September 30, 2023				Outstanding as of September 30, 2023	<u>1.2</u>	<u>\$ 44.59</u>
Vested, exercisable, as of June 30, 2023		<u>1.2</u>	<u>\$ 44.55</u>			
Vested, exercisable, as of September 30, 2023				Vested, exercisable, as of September 30, 2023	<u>1.2</u>	<u>\$ 44.59</u>

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## Voya Financial, Inc.

### Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

## 11. Shareholders' Equity

### Common Shares

The following table presents the rollforward of common shares used in calculating the weighted average shares utilized in the basic earnings per common share calculation for the periods indicated:

(shares in millions)	(shares in millions)	Common Shares			(shares in millions)	Common Shares		
		Issued	Held in Treasury	Outstanding		Issued	Held in Treasury	Outstanding
Balance, January 1, 2022	Balance, January 1, 2022	109.0	1.2	107.8	Balance, January 1, 2022	109.0	1.2	107.8
Common shares issued	Common shares issued	0.1	—	0.1	Common shares issued	0.1	—	0.1
Common shares acquired - share repurchase	Common shares acquired - share repurchase	—	11.7	(11.7)	Common shares acquired - share repurchase	—	11.7	(11.7)

Share-based compensation	Share-based compensation	1.7	0.7	1.0	Share-based compensation	1.7	0.7	1.0
Treasury Stock retirement	Treasury Stock retirement	(13.0)	(13.0)	—	Treasury Stock retirement	(13.0)	(13.0)	—
<b>Balance, December 31, 2022</b>	<b>Balance, December 31, 2022</b>	97.8	0.6	97.2	<b>Balance, December 31, 2022</b>	97.8	0.6	97.2
Common shares issued	Common shares issued	9.6	—	9.6	Common shares issued	9.6	—	9.6
Common shares acquired - share repurchase	Common shares acquired - share repurchase	—	2.3	(2.3)	Common shares acquired - share repurchase	—	3.1	(3.1)
Share-based compensation	Share-based compensation	1.9	0.7	1.2	Share-based compensation	2.1	0.7	1.4
<b>Balance, June 30, 2023</b>		<u>109.3</u>	<u>3.6</u>	<u>105.7</u>				
<b>Balance, September 30, 2023</b>					<b>Balance, September 30, 2023</b>	<u>109.5</u>	<u>4.4</u>	<u>105.1</u>

Dividends declared per share of Common Stock were as follows for the periods indicated:

	Three Months Ended June 30,		Six Months Ended June 30,	
	2023	2022	2023	2022
Dividends declared per share of Common Stock	\$ 0.200	\$ 0.200	\$ 0.400	\$ 0.400

On July 27, 2023, the Board of Directors authorized a third-quarter 2023 common stock dividend of \$0.40 per share.

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2023	2022	2023	2022
Dividends declared per share of Common Stock	\$ 0.40	\$ 0.20	\$ 0.80	\$ 0.60

#### Share Repurchase Program

From time to time, the Company's Board of Directors authorizes the Company to repurchase shares of its common stock. These authorizations permit stock repurchases up to a prescribed dollar amount and generally may be accomplished through various means, including, without limitation, open market transactions, privately negotiated transactions, forward, derivative, or accelerated repurchase, or automatic repurchase transactions, including 10b5-1 plans, or tender offers. Share repurchase authorizations typically expire if unused by a prescribed date.

As of **June 30, 2023** **September 30, 2023**, the Company was authorized to repurchase shares up to an aggregate purchase amount of **\$109**. On July 27, 2023, the Company's Board of Directors provided an additional **\$555**. This share repurchase authorization of **\$500**, increasing the aggregate amount of the Company's common stock authorized for repurchase to **\$609**. This share repurchase authorization

#### Voya Financial, Inc.

##### Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

expires on September 30, 2024 (unless extended) and does not obligate the Company to purchase any shares. The authorization for the share repurchase program may be terminated, increased or decreased by the Company's Board of Directors at any time.

During the **six** **nine** months ended **June 30, 2023** **September 30, 2023**, the Company repurchased **2.3 million** **3.1 million** shares of common stock for **\$162** **\$216**.

Subsequent to September 30, 2023, the Company repurchased 773,153 shares pursuant to a 10b5-1 plan for an aggregate purchase price of **\$51**.

Warrants

On May 7, 2013, the Company issued warrants to purchase up to 26,050,846 shares of the Company's common stock equal in the aggregate to 9.99% of the issued and outstanding shares of common stock on that date. On May 10, 2023, the warrants were net share settled in accordance with their terms, resulting in the issuance of 9.6 million common shares. No warrants remain outstanding as of **June 30, 2023** **September 30, 2023**.

**Voya Financial, Inc.**  
**Notes to the Condensed Consolidated Financial Statements (Unaudited)**  
(Dollar amounts in millions, unless otherwise stated)

For more information related to the warrants, refer to the Shareholders' equity Note to the Consolidated Financial Statements included in Part II, Item 8. of the [Annual Report on Form 10-K](#).

Preferred Stock

As of **June 30, 2023** **September 30, 2023** and December 31, 2022, there were 100,000,000 shares of preferred stock authorized. Preferred stock issued and outstanding are as follows:

Series	Series	June 30, 2023		December 31, 2022		Series	September 30, 2023		December 31, 2022	
		Issued	Outstanding	Issued	Outstanding		Issued	Outstanding	Issued	Outstanding
6.125% Non-cumulative Preferred Stock, Series A		325,000	325,000	325,000	325,000					
7.758% Non-cumulative Preferred Stock, Series A							7.758% Non-cumulative Preferred Stock, Series A	325,000	325,000	325,000
5.35% Non-cumulative Preferred Stock, Series B	5.35% Non-cumulative Preferred Stock, Series B	300,000	300,000	300,000	300,000	5.35% Non-cumulative Preferred Stock, Series B	300,000	300,000	300,000	300,000
<b>Total</b>	<b>Total</b>	<b>625,000</b>	<b>625,000</b>	<b>625,000</b>	<b>625,000</b>	<b>Total</b>	<b>625,000</b>	<b>625,000</b>	<b>625,000</b>	<b>625,000</b>

On September 15, 2023, the rate on the Non-cumulative Preferred Stock, Series A was reset from 6.125% to 7.758% in accordance with the terms of the preferred stock and applies for the next five years.

The declaration of dividends on preferred stock per share and in the aggregate were as follows for the periods indicated:

Three Months Ended June 30,		Series A		Series B		Three Months Ended September 30,		Series A		Series B	
		Per Share	Aggregate	Per Share	Aggregate			Per Share	Aggregate	Per Share	Aggregate
2023	2023	\$ —	\$ —	\$ 13.375	\$ 4	2023	\$ 30.625	\$ 10	\$ 13.375	\$ 4	
2022	2022	—	—	13.375	4	2022	30.625	10	13.375	4	
<b>Six Months Ended June 30,</b>											

Nine Months Ended September 30,				Nine Months Ended September 30,						
2023	2023	\$ 30.625	\$ 10	\$ 26.750	\$ 8	2023	\$ 61.250	\$ 20	\$ 40.125	\$ 12
2022	2022	30.625	10	26.750	8	2022	61.250	20	40.125	12

As of **June 30, 2023** September 30, 2023, there were no preferred stock dividends in arrears.

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**Voya Financial, Inc.**  
**Notes to the Condensed Consolidated Financial Statements (Unaudited)**  
(Dollar amounts in millions, unless otherwise stated)

**12. Earnings per Common Share**

The following table presents a reconciliation of Net income (loss) and shares used in calculating basic and diluted net income (loss) per common share for the periods indicated:

		Three Months Ended June 30,		Six Months Ended June 30,		Three Months Ended September 30,		Nine Months Ended September 30,	
		2023	2022	2023	2022	2023	2022	2023	2022
<i>(in millions, except for per share data)</i>	<i>(in millions, except for per share data)</i>					<i>(in millions, except for per share data)</i>			
<b>Earnings</b>	<b>Earnings</b>					<b>Earnings</b>			
Net income (loss) available to common shareholders:	Net income (loss) available to common shareholders:					Net income (loss) available to common shareholders:			
Net income (loss)	Net income (loss)	\$ 235	\$ 143	\$ 364	\$ 254	Net income (loss)	\$ 246	\$ 42	\$ 610
Less: Preferred stock dividends	Less: Preferred stock dividends	4	4	18	18	Less: Preferred stock dividends	14	14	32
Less: Net income (loss) attributable to noncontrolling interest and redeemable noncontrolling interest	Less: Net income (loss) attributable to noncontrolling interest and redeemable noncontrolling interest	77	75	123	118	Less: Net income (loss) attributable to noncontrolling interest and redeemable noncontrolling interest	(16)	(138)	107
Net income (loss) available to common shareholders	Net income (loss) available to common shareholders	\$ 154	\$ 64	\$ 223	\$ 118	Net income (loss) available to common shareholders	\$ 248	\$ 166	\$ 471
<b>Weighted average common shares outstanding</b>	<b>Weighted average common shares outstanding</b>					<b>Weighted average common shares outstanding</b>			
Basic	Basic	103.0	101.7	100.4	103.9	Basic	105.8	97.9	102.2
<b>Dilutive Effects<sup>(2)</sup>:</b>	<b>Dilutive Effects:</b>					<b>Dilutive Effects:</b>			
Warrants <sup>(3) (2)</sup>	Warrants <sup>(3) (2)</sup>	4.0	7.1	6.5	7.7	Warrants <sup>(3) (2)</sup>	—	6.2	4.3
RSU awards	RSU awards	1.1	0.8	1.1	0.9	RSU awards	1.1	0.9	1.1
PSU awards	PSU awards	1.2	0.6	1.2	0.8	PSU awards	1.1	0.9	1.2
Stock Options	Stock Options	0.5	0.6	0.5	0.6	Stock Options	0.4	0.5	0.5
Diluted	Diluted	109.8	110.8	109.7	113.9	Diluted	108.4	106.4	109.3

Net income (loss) available to Voya Financial, Inc.'s common shareholders per common share <sup>(1)</sup> :	Net income (loss) available to Voya Financial, Inc.'s common shareholders per common share <sup>(1)</sup> :	Net income (loss) available to Voya Financial, Inc.'s common shareholders per common share <sup>(1)</sup> :
Basic	Basic	Basic
Diluted	Diluted	Diluted

<sup>(1)</sup> Basic and diluted earnings per share are calculated using unrounded, actual amounts. Therefore, the components of earnings per share may not sum to its corresponding total.

<sup>(2)</sup> For the six months ended June 30, 2022, weighted average shares used for calculating Diluted earnings per share excludes is computed assuming the impact issuance of forward contracts related to restricted stock units, stock options, performance share units and warrants using the share repurchase agreement entered into on June 21, 2022, as the inclusion of these instruments would be antidilutive to the earnings per share calculation. For more information on the share repurchase agreement, see the Shareholders' Equity Note to these Condensed Consolidated Financial Statements. treasury stock method.

<sup>(3)</sup> See the Shareholders' Equity Note to these Condensed Consolidated Financial Statements for additional information on warrants.

**Voya Financial, Inc.**  
**Notes to the Condensed Consolidated Financial Statements (Unaudited)**  
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**13. Accumulated Other Comprehensive Income (Loss)**

Shareholders' equity included the following components of AOCI as of the dates indicated:

	June 30,		September 30,	
	2023	2022	2023	2022
Fixed maturities, net of impairment	\$ (2,963)	\$ (1,926)	\$ (3,881)	\$ (3,669)
Derivatives <sup>(1)</sup>	98	129	100	187
Change in current discount rate	(827)	(951)	(850)	(858)
Deferred income tax asset (liability)	898	700	1,096	1,034
Total	(2,794)	(2,048)	(3,535)	(3,306)
Pension and other postretirement benefits liability, net of tax	3	3	2	3
AOCI	\$ (2,791)	\$ (2,045)	\$ (3,533)	\$ (3,303)

<sup>(1)</sup> Gains and losses reported in Accumulated Other Comprehensive Income (AOCI) from hedge transactions that resulted in the acquisition of an identified asset are reclassified into earnings in the same period or periods during which the asset acquired affects earnings. As of June 30, 2023 September 30, 2023, the portion of the AOCI that is expected to be reclassified into earnings within the next 12 months is \$17. \$16.

Changes in AOCI, including the reclassification adjustments recognized in the Condensed Consolidated Statements of Operations, were as follows for the periods indicated:

	Three Months Ended June 30, 2023		
	Before-Tax Amount	Income Tax (Benefit)	After-Tax Amount
Available-for-sale securities:			
Fixed maturities	\$ (343)	\$ 72	\$ (271)
Adjustments for amounts recognized in Net realized capital gains (losses) in the Condensed Consolidated Statements of Operations	15	(3)	12
Change in unrealized gains/losses on available-for-sale securities	(328)	69	(259)
Derivatives:			
Derivatives	(6) <sup>(1)</sup>	1	(5)

Adjustments related to effective cash flow hedges for amounts recognized in Net investment income in the Condensed Consolidated Statements of Operations	(5)	1	(4)
Change in unrealized gains/losses on derivatives	(11)	2	(9)
Change in current discount rate	28	(6)	22
Change in Accumulated other comprehensive income (loss)	\$ (311)	\$ 65	\$ (246)

<sup>a)</sup> See the *Derivative Financial Instruments* Note to these Condensed Consolidated Financial Statements for additional information.

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## Voya Financial, Inc.

### Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

	Six Months Ended June 30, 2023		
	Before-Tax Amount	Income Tax (Benefit)	After-Tax Amount
Available-for-sale securities:			
Fixed maturities	\$ 318	\$ (67)	\$ 251
Adjustments for amounts recognized in Net gains (losses) in the Condensed Consolidated Statements of Operations	14	(3)	11
Change in unrealized gains (losses) on available-for-sale securities	332	(70)	262
Derivatives:			
Derivatives	(18) <sup>(1)</sup>	4	(14)
Adjustments related to effective cash flow hedges for amounts recognized in Net investment income in the Condensed Consolidated Statements of Operations	(10)	2	(8)
Change in unrealized gains (losses) on derivatives	(28)	6	(22)
Change in current discount rate	30	(6)	24
Change in Accumulated other comprehensive income (loss)	\$ 334	\$ (70)	\$ 264

Changes in AOCI, including the reclassification adjustments recognized in the Condensed Consolidated Statements of Operations, were as follows for the periods indicated:

	Three Months Ended September 30, 2023		
	Before-Tax Amount	Income Tax (Benefit)	After-Tax Amount
Available-for-sale securities:			
Fixed maturities	\$ (937)	\$ 197	\$ (740)
Adjustments for amounts recognized in Net gains (losses) in the Condensed Consolidated Statements of Operations	18	(4)	14
Change in unrealized gains/losses on available-for-sale securities	(919)	193	(726)
Derivatives:			
Derivatives	7 <sup>(1)</sup>	(2)	5
Adjustments related to effective cash flow hedges for amounts recognized in Net investment income in the Condensed Consolidated Statements of Operations	(4)	1	(3)
Change in unrealized gains/losses on derivatives	3	(1)	2
Change in current discount rate	(23)	5	(18)
Change in Accumulated other comprehensive income (loss)	\$ (939)	\$ 197	\$ (742)

<sup>a)</sup> See the *Derivative Financial Instruments* Note to these Condensed Consolidated Financial Statements for additional information.

	Nine Months Ended September 30, 2023		
	Before-Tax Amount	Income Tax (Benefit)	After-Tax Amount

Available-for-sale securities:			
Fixed maturities	\$	(619)	\$ 130 \$ (489)
Adjustments for amounts recognized in Net gains (losses) in the Condensed Consolidated Statements of Operations		32	(7) 25
Change in unrealized gains (losses) on available-for-sale securities		(587)	123 (464)
Derivatives:			
Derivatives		(11) <sup>(1)</sup>	2 (9)
Adjustments related to effective cash flow hedges for amounts recognized in Net investment income in the Condensed Consolidated Statements of Operations		(14)	3 (11)
Change in unrealized gains (losses) on derivatives		(25)	5 (20)
Change in current discount rate		7	(1) 6
Change in Accumulated other comprehensive income (loss)	\$	(605)	\$ 127 \$ (478)

(1) See the *Derivative Financial Instruments* Note to these Condensed Consolidated Financial Statements for additional information.

				Three Months Ended June 30, 2022		
				Before-Tax Amount	Income Tax (Benefit)	After-Tax Amount
Available-for-sale securities:						
(1) See the <i>Derivative Financial Instruments</i> Note to these Condensed Consolidated Financial Statements for additional information.						
Fixed maturities	\$	(2,548)	\$	535	\$	(2,013)
Adjustments for amounts recognized in Net gains (losses) in the Condensed Consolidated Statements of Operations		20		(4)		16
Change in unrealized gains (losses) on available-for-sale securities		(2,528)		531		(1,997)
Derivatives:						
Derivatives		54 <sup>(1)</sup>		(11)		43
Adjustments related to effective cash flow hedges for amounts recognized in Net investment income in the Condensed Consolidated Statements of Operations		(5)		1		(4)
Change in unrealized gains (losses) on derivatives		49		(10)		39
Change in current discount rate				Six Months Ended June 30, 2022		
				92	(19)	73
Change in Accumulated other comprehensive income (loss)				Three Months Ended September 30, 2022		
				2,387	502	(1,885)

		Six Months Ended June 30, 2022			Three Months Ended September 30, 2022			
		Before-Tax Amount	Income Tax (Benefit)	After-Tax Amount	Before-Tax Amount	Income Tax (Benefit)	After-Tax Amount	
Available-for-sale securities:	Available-for-sale securities:							
Fixed maturities	Fixed maturities	\$(5,211)	\$ 1,094	\$(4,117)	Fixed maturities	\$ (1,742)	\$ 367	\$(1,375)
Adjustments for amounts recognized in Net gains (losses) in the Condensed Consolidated Statements of Operations	Adjustments for amounts recognized in Net gains (losses) in the Condensed Consolidated Statements of Operations	90	(19)	71	Adjustments for amounts recognized in Net gains (losses) in the Condensed Consolidated Statements of Operations	(1)	—	(1)
Change in unrealized gains (losses) on available-for-sale securities	Change in unrealized gains (losses) on available-for-sale securities	(5,121)	1,075	(4,046)	Change in unrealized gains (losses) on available-for-sale securities	(1,743)	367	(1,376)

Derivatives:	Derivatives:	Derivatives:	Derivatives:	Derivatives:	Derivatives:	Derivatives:	Derivatives:	
Derivatives	Derivatives	59 <sup>(1)</sup>	(12)	47	Derivatives	63 <sup>(1)</sup>	(14)	49
Adjustments related to effective cash flow hedges for amounts recognized in Net investment income in the Condensed Consolidated Statements of Operations	Adjustments related to effective cash flow hedges for amounts recognized in Net investment income in the Condensed Consolidated Statements of Operations	(10)	2	(8)	Adjustments related to effective cash flow hedges for amounts recognized in Net investment income in the Condensed Consolidated Statements of Operations	(5)	1	(4)
Change in unrealized gains (losses) on derivatives	Change in unrealized gains (losses) on derivatives	49	(10)	39	Change in unrealized gains (losses) on derivatives	58	(13)	45
Change in current discount rate	Change in current discount rate	196	(41)	155	Change in current discount rate	93	(20)	73
Change in Accumulated other comprehensive income (loss)	Change in Accumulated other comprehensive income (loss)	<u>\$ (4,876)</u>	<u>\$ 1,024</u>	<u>\$ (3,852)</u>	Change in Accumulated other comprehensive income (loss)	<u>\$ (1,592)</u>	<u>\$ 334</u>	<u>\$ (1,258)</u>

<sup>(1)</sup> See the *Derivative Financial Instruments* Note to these Condensed Consolidated Financial Statements for additional information.

	Nine Months Ended September 30, 2022		
	Before-Tax Amount	Income Tax (Benefit)	After-Tax Amount
Available-for-sale securities:			
Fixed maturities	\$ (6,953)	\$ 1,461	\$ (5,492)
Adjustments for amounts recognized in Net gains (losses) in the Condensed Consolidated Statements of Operations	89	(19)	70
Change in unrealized gains (losses) on available-for-sale securities	<u>(6,864)</u>	<u>1,442</u>	<u>(5,422)</u>
Derivatives:			
Derivatives	122 <sup>(1)</sup>	(26)	96
Adjustments related to effective cash flow hedges for amounts recognized in Net investment income in the Condensed Consolidated Statements of Operations	(15)	3	(12)
Change in unrealized gains (losses) on derivatives	<u>107</u>	<u>(23)</u>	<u>84</u>
Change in current discount rate	<u>289</u>	<u>(61)</u>	<u>228</u>
Change in Accumulated other comprehensive income (loss)	<u>\$ (6,468)</u>	<u>\$ 1,358</u>	<u>\$ (5,110)</u>

<sup>(1)</sup> See the *Derivative Financial Instruments* Note to these Condensed Consolidated Financial Statements for additional information.

#### 14. Revenue from Contracts with Customers

Revenue for various financial services and software subscriptions and services is measured based on consideration specified in a contract with a customer and is recognized when the Company has satisfied a performance obligation, unless the transaction price includes variable consideration that is constrained; in such case, we recognize revenue when the uncertainty associated with the constrained amount is subsequently resolved.

**Voya Financial, Inc.****Notes to the Condensed Consolidated Financial Statements (Unaudited)**

(Dollar amounts in millions, unless otherwise stated)

- Financial Services – For advisory, asset management, and recordkeeping and administration ("R&A") services, the Company recognizes revenue as services are provided, generally over time. For distribution and shareholder servicing, the Company recognizes revenue as related consideration is received and provides distribution services at a point in time and recognizes the related revenue as consideration is received. Revenue from shareholder servicing is recognized as services are provided over time. Contract terms are typically less than one year, and consideration is variable. Revenue for financial services is recorded in Fee income and Other revenue in the Condensed Consolidated Statements of Operation. Operations.
- Software Subscriptions and Services – Software subscriptions and services include access to and usage of cloud-based benefits software for employer and health plan customers, software implementation and support services, and distribution services. Contract terms are typically one to three years, and consideration can be fixed or variable. Revenue for software subscriptions and services is generally recognized over time and recorded in Other revenue in the Condensed Consolidated Statements of Operation. Operations.

For a description of principal activities by segment from which the Company generates revenue, see the *Segments* Note in these Condensed Consolidated Financial Statements for further information.

**Voya Financial, Inc.****Notes to the Condensed Consolidated Financial Statements (Unaudited)**

(Dollar amounts in millions, unless otherwise stated)

Financial services and software subscriptions and services revenue is disaggregated by type of service in the following table:

		Three months ended June				Three Months Ended				Nine Months Ended			
		30,		Six months ended June 30,		September 30,		September 30,					
		2023	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
<b>Wealth Solutions</b>	<b>Wealth Solutions</b>					<b>Wealth Solutions</b>							
Advisory and R&A	Advisory and R&A	\$ 124	\$ 127	\$ 244	\$ 260	Advisory and R&A	\$ 125	\$ 120	\$ 369	\$ 380			
Distribution and shareholder servicing	Distribution and shareholder servicing	30	31	59	64	Distribution and shareholder servicing	29	29	88	93			
<b>Investment Management</b>	<b>Investment Management</b>					<b>Investment Management</b>							
Advisory, asset management and R&A	Advisory, asset management and R&A	232	159	462	329	Advisory, asset management and R&A	236	264	698	593			
Distribution and shareholder servicing	Distribution and shareholder servicing	32	38	64	80	Distribution and shareholder servicing	36	34	100	114			
<b>Health Solutions</b>	<b>Health Solutions</b>					<b>Health Solutions</b>							
R&A	R&A	4	5	11	9	R&A	4	4	15	13			
Software subscriptions and services	Software subscriptions and services	54	—	114	—	Software subscriptions and services	53	—	167	—			
<b>Corporate</b>	<b>Corporate</b>					<b>Corporate</b>							
R&A	R&A	5	17	17	38	R&A	8	13	25	51			

<b>Total financial services and software subscriptions and services revenue</b>	<b>Total financial services and software subscriptions and services revenue</b>	481	377	971	780	<b>Total financial services and software subscriptions and services revenue</b>	491	464	1,462	1,244
Revenue from other sources <sup>(1)</sup>	Revenue from other sources <sup>(1)</sup>	79	80	131	150	Revenue from other sources <sup>(1)</sup>	79	14	210	164
<b>Total Fee income and Other revenue</b>	<b>Total Fee income and Other revenue</b>	\$ 560	\$ 457	\$ 1,102	\$ 930	<b>Total Fee income and Other revenue</b>	\$ 570	\$ 478	\$ 1,672	\$ 1,408

(1) Primarily consists of revenue from insurance contracts and financial instruments.

For the six months ended June 30, 2023 and year ended December 31, 2022, a portion of the revenue recognized in the current period from distribution services is related to performance obligations satisfied in previous periods. Net receivables of \$357, \$361 and \$299 are included in Other assets on the Condensed Consolidated Balance Sheets as of June 30, 2023, September 30, 2023 and December 31, 2022, respectively.

## 15. Income Taxes

The Company uses the estimated annual effective tax rate method in computing its interim tax provision. Certain items, including changes in the realizability of deferred tax assets and changes in liabilities for uncertain tax positions, are excluded from the estimated annual effective tax rate and the actual tax expense or benefit is reported in the period the related item is incurred.

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### Voya Financial, Inc.

#### Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

The Company's effective tax rates for the three and six months ended June 30, 2023 were 10.6% and 9.9%, respectively, and the Company's effective tax rates for the three and six months ended June 30, 2022 were 5.9% and 7.3%, respectively. September 30, 2023 was (43.0)%. The effective tax rate differed from the statutory rate of 21% primarily due to noncontrolling interest, the Resolution Capital Loss described below, the effect of the dividends received deduction ("DRD") and tax credits.

The Company's effective tax rate for the nine months ended September 30, 2023 was (5.9)%. The effective tax rate differed from the statutory rate of 21% primarily due to the Resolution Capital Loss, the effect of the DRD, noncontrolling interest and tax credits.

The Company's effective tax rates for the three and nine months ended September 30, 2022 were 40.8% and 14.2%, respectively. The effective tax rates differed from the statutory rate of 21% primarily due to the effect of the DRD, tax credits and noncontrolling interest.

On January 4, 2021, the Company completed a series of transactions pursuant to a Master Transaction Agreement ("MTA") with Resolution Life U.S. Holdings Inc. ("Resolution Life US"). As a part of these transactions, Resolution Life US acquired the Company's wholly owned subsidiary, Security Life of Denver Company ("SLD"). SLD generated capital losses in the 2022 tax year, which will be included in a carryback claim for the Company in accordance with the MTA, resulting in a \$92 tax benefit and decrease to the effective tax rate (the "Resolution Capital Loss") for the Company.

On August 1, 2023, the Company acquired all remaining equity interest in Voya India. The transaction resulted in a GAAP-to-tax outside basis difference of \$45. The Company has asserted that its investment in India as of the August 1, 2023 acquisition date is permanently reinvested; therefore, no provision for U.S. federal and state income taxes or foreign withholding taxes has been made in the Company's current year consolidated financial statements related to the acquisition.

In August 2022, President Biden signed into law the Inflation Reduction Act of 2022, which imposes a 15% corporate alternative minimum tax ("CAMT") on the adjusted financial statement income of large corporations. The CAMT is effective in taxable years beginning after December 31, 2022. The Internal Revenue Service has only recently, the Treasury issued guidance clarifying the treatment of financial statement income related to noncontrolling interests, making it clear that the Company will not be within the scope of CAMT for 2023. For the 2024 tax year, there is uncertainty around whether the Company will be subject to the CAMT, which is driven by limited guidance on to date by the CAMT, US Treasury and uncertainty remains regarding the application of and potential adjustments to the CAMT, IRS. If the CAMT applies in a future year, the Company will be required to pay tax at the 15% CAMT rate despite our U.S. Federal net operating loss carryforwards.

Valuation allowances are provided when it is considered more likely than not that some portion or all of the deferred tax assets ("DTAs") will not be realized. The Company reviews all available positive and negative evidence to determine if a valuation allowance is recorded, including historical and projected pre-tax book income, tax planning strategies and

reversals of temporary differences. As of **June 30, 2023** **September 30, 2023**, the Company had year-to-date **gains/losses** on securities of **\$334 \$(612)** in Other comprehensive income, which **reduced/increased** the related DTA. **Additionally, However,** operating income remained positive for the period and was largely

**Voya Financial, Inc.**

**Notes to the Condensed Consolidated Financial Statements (Unaudited)**

(Dollar amounts in millions, unless otherwise stated)

consistent with the 2022 year-end valuation allowance analysis. After evaluating the positive and negative evidence, the Company did not change its judgement regarding the realization of DTAs. For more information related to the valuation allowance, refer to the *Income Taxes* Note to the Consolidated Financial Statements included in Part II, Item 8. of the [Annual Report on Form 10-K](#).

**Tax Regulatory Matters**

For the tax years 2021 through 2023, the Company **participated/participates** in the Internal Revenue Service ("IRS") Compliance Assurance Process ("CAP"), which is a continuous audit program provided by the IRS. For the 2023 tax year, the Company **was/is** in the Compliance Maintenance Bridge ("Bridge") phase of CAP. In the Bridge phase, the IRS did not conduct any review or provide any letters of assurance for that tax year.

**16. Financing Agreements**

**Short-term and Long-term Debt**

The following table summarizes the carrying value of the Company's debt securities issued and outstanding as of the periods indicated:

	Issuer	Maturity	June 30, 2023	December 31, 2022
3.976% Senior Notes, due 2025 <sup>(2),(3)</sup>	Voya Financial, Inc.	02/15/2025	\$ 389	\$ —
3.65% Senior Notes, due 2026 <sup>(2),(3)</sup>	Voya Financial, Inc.	06/15/2026	445	445
5.7% Senior Notes, due 2043 <sup>(2),(3)</sup>	Voya Financial, Inc.	07/15/2043	396	396
4.8% Senior Notes, due 2046 <sup>(2),(3)</sup>	Voya Financial, Inc.	06/15/2046	297	297
4.7% Fixed-to-Floating Rate Junior Subordinated Notes, due 2048 <sup>(1)</sup>	Voya Financial, Inc.	01/23/2048	336	336
5.65% Fixed-to-Floating Rate Junior Subordinated Notes, due 2053 <sup>(4)</sup>	Voya Financial, Inc.	05/15/2053	—	388
7.25% Voya Holdings Inc. debentures, due 2023 <sup>(1)</sup>	Voya Holdings, Inc.	08/15/2023	140	140
7.63% Voya Holdings Inc. debentures, due 2026 <sup>(1)</sup>	Voya Holdings, Inc.	08/15/2026	139	139
6.97% Voya Holdings Inc. debentures, due 2036 <sup>(1)</sup>	Voya Holdings, Inc.	08/15/2036	79	79
8.42% Equitable of Iowa Companies Capital Trust II Notes, due 2027	Equitable of Iowa Capital Trust II	04/01/2027	13	13
1.00% Windsor Property Loan	Voya Retirement Insurance and Annuity Company	06/14/2027	2	2
1.25% Notes, due 2023	Benefitfocus, Inc.	12/15/2023	2	—
Subtotal			2,238	2,235
Less: Current portion of long-term debt			143	141
Total			\$ 2,095	\$ 2,094

<sup>(1)</sup>Guaranteed by ING Group.

<sup>(2)</sup>Interest is paid semi-annually in arrears.

<sup>(3)</sup>Guaranteed by Voya Holdings.

<sup>(4)</sup>See the Junior Subordinated Notes section below.

As of June 30, 2023, the Company was in compliance with its debt covenants.

## Voya Financial, Inc.

## Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

## 16. Financing Agreements

## Short-term and Long-term Debt

The following table summarizes the carrying value of the Company's debt issued or borrowed and outstanding as of the periods indicated:

	Issuer	Maturity	September 30, 2023	December 31, 2022
3.976% Senior Notes, due 2025 <sup>(2)(3)</sup>	Voya Financial, Inc.	02/15/2025	\$ 389	\$ —
3.65% Senior Notes, due 2026 <sup>(2)(3)</sup>	Voya Financial, Inc.	06/15/2026	444	445
5.7% Senior Notes, due 2043 <sup>(2)(3)</sup>	Voya Financial, Inc.	07/15/2043	396	396
4.8% Senior Notes, due 2046 <sup>(2)(3)</sup>	Voya Financial, Inc.	06/15/2046	297	297
4.7% Fixed-to-Floating Rate Junior Subordinated Notes, due 2048 <sup>(1)</sup>	Voya Financial, Inc.	01/23/2048	336	336
5.65% Fixed-to-Floating Rate Junior Subordinated Notes, due 2053 <sup>(4)</sup>	Voya Financial, Inc.	05/15/2053	—	388
7.25% Voya Holdings Inc. debentures, due 2023 <sup>(1)</sup>	Voya Holdings, Inc.	08/15/2023	—	140
7.63% Voya Holdings Inc. debentures, due 2026 <sup>(1)</sup>	Voya Holdings, Inc.	08/15/2026	139	139
6.97% Voya Holdings Inc. debentures, due 2036 <sup>(1)</sup>	Voya Holdings, Inc.	08/15/2036	79	79
8.42% Equitable of Iowa Companies Capital Trust II Notes, due 2027	Equitable of Iowa Capital Trust II	04/01/2027	13	13
1.00% Windsor Property Loan	Voya Retirement Insurance and Annuity Company	06/14/2027	2	2
1.25% Notes, due 2023	Benefitfocus, Inc.	12/15/2023	2	—
Subtotal			2,097	2,235
Less: Current portion of long-term debt			2	141
Total			\$ 2,095	\$ 2,094

<sup>(1)</sup>Guaranteed by ING Group.<sup>(2)</sup>Interest is paid semi-annually in arrears.<sup>(3)</sup>Guaranteed by Voya Holdings.<sup>(4)</sup>See the Junior Subordinated Notes section below.

As of September 30, 2023, the Company was in compliance with its debt covenants.

## Aetna Notes

As of **June 30, 2023** September 30, 2023, the outstanding principal amount of the Aetna Notes was **\$358, \$218**, which is guaranteed by ING Group. As of **June 30, 2023** September 30, 2023, the Company provided **\$372 \$224** of collateral benefiting ING Group, comprised of a deposit of **\$209 \$212** to a control account with a third-party collateral agent and **\$163 \$12** of letter of credit. The collateral may be exchanged at any time upon the posting of any other form of acceptable collateral to the account.

## Credit Facilities

The Company uses credit facilities as part of its capital management practices. Total fees associated with credit facilities for the **six nine** months ended **June 30, 2023** September 30, 2023 and 2022 were immaterial.

## Voya Financial, Inc.

## Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

The following table summarizes the Company's credit facilities as of **June 30, 2023** **September 30, 2023**:

(\$ in millions)		(\$ in millions)							(\$ in millions)					
Obligor / Applicant	Obligor / Applicant	Business Supported	Secured / Unsecured	Committed / Uncommitted	Expiration	Capacity	Utilization	Unused Commitment	Obligor / Applicant	Business Supported	Secured / Unsecured	Committed / Uncommitted	Expiration	Capacity
Voya Financial, Inc.	Voya Financial, Inc.	Other	Unsecured	Committed	05/01/2028	\$ 500	\$ —	\$ 500	Voya Financial, Inc.	Other	Unsecured	Committed	05/01/2028	\$ 500
Voya Financial, Inc.	Voya Financial, Inc.	Other	Unsecured	Committed	04/07/2025	200	163	37	Voya Financial, Inc.	Other	Unsecured	Committed	04/07/2025	200
<b>Total</b>	<b>Total</b>					<b>\$ 700</b>	<b>\$ 163</b>	<b>\$ 537</b>	<b>Total</b>					<b>\$ 700</b>

(1) Amount utilized as collateral for outstanding Aetna Notes.

#### Put Option Agreement for Senior Debt Issuance

During 2015, the Company entered into an off-balance sheet 10-year put option agreement with a Delaware trust formed by the Company, in connection with the sale by the trust of pre-capitalized trust securities ("P-Caps"), that provides Voya Financial, Inc. the right, at any time over a 10-year period, to issue up to \$500 principal amount of its 3.976% Senior Notes due 2025 ("3.976% Senior Notes") to the trust and receive in exchange a corresponding principal amount of U.S. Treasury securities that are held by the trust. The 3.976% Senior Notes will not be issued unless and until the put option is exercised. In return, the Company pays a semi-annual put premium to the trust at a rate of 1.875% per annum applied to the unexercised portion of the put option and reimburses the trust for its expenses. The put premium and expense reimbursements are recorded in Operating expenses in the Condensed Consolidated Statements of Operations. If and when issued, the 3.976% Senior Notes will be guaranteed by Voya Holdings.

Upon an event of default, the put option will be exercised automatically in full. The Company has a one-time right to unwind a prior voluntary exercise of the put option by repurchasing all of the 3.976% Senior Notes then held by the trust for U.S. Treasury securities. If the put option has been fully exercised, the 3.976% Senior Notes issued may be redeemed by the Company prior to their maturity at par or, if greater, at a make-whole redemption price, in each case plus accrued and unpaid interest to the date of redemption. The P-Caps are to be redeemed by the trust on February 15, 2025 or upon any early redemption of the 3.976% Senior Notes.

On May 1, 2023, pursuant to the put option agreement, the Company exercised the put option to require the trust to purchase \$400 aggregate principal amount of 3.976% Senior Notes in exchange for a corresponding amount of U.S. Treasury securities held by the trust. On May 3, 2023, the Company issued \$400 aggregate principal amount of 3.976% Senior Notes to the trust and the Company received approximately \$400 of U.S. Treasury securities. The proceeds from the sale of the U.S. Treasury securities were used to redeem the 5.650% Fixed-to-Floating Rate Junior Subordinated Notes due 2053 on May 15, 2023 (the "2053 Notes"). See *Junior Subordinated Notes* below.

#### Junior Subordinated Notes

On April 14, 2023 During the nine months ended September 30, 2023, the Company delivered to completed the holders redemption of the 2053 Notes a notice of redemption, notifying those note holders that the Company has elected to redeem all of the outstanding \$393 aggregate principal amount of the 2053 Notes at par. During the three months ended June 30, 2023, the Company completed the redemption of the 2053 Notes, par, resulting in a loss on debt extinguishment of \$5, which is included in Interest expense in the Condensed Consolidated Statements of Operations.

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#### Voya Financial, Inc.

##### Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

#### Senior Unsecured Credit Facility Agreement

As of **June 30, 2023** **September 30, 2023**, the Company had a \$500 senior unsecured credit facility with a syndicate of banks which expires May 1, 2028. The facility provides \$500 of committed capacity for revolving loan borrowings and letters of credit issuances, including a sublimit for swingline (short-term) loans in an aggregate amount of up to \$25. As of **June 30, 2023** **September 30, 2023**, there were no amounts outstanding as revolving credit borrowings, no amounts of LOCs outstanding, and no amounts of swingline loans outstanding under the senior unsecured credit facility. Under the terms of the facility, the Company is required to maintain a minimum net worth of \$4.998 billion, which may increase upon any future equity issuances by the Company.

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## 17. Commitments and Contingencies

### Leases

During the three and six months ended June 30, 2023, September 30, 2023 and September 30, 2022 the Company recorded an impairment of \$12 \$14 and \$14, \$3, respectively, on its right-of-use asset associated with leased office space, respectively. During space. There was no impairment on the six months ended June 30, 2022, the Company recorded an impairment of \$3 on its Company's right-of-use asset associated with leased office space, space during the three months ended September 30, 2023 and September 30, 2022. The impairments are included in Operating expenses in the Condensed Consolidated Statements of Operations.

### Commitments

Through the normal course of investment operations, the Company commits to either purchase or sell securities, mortgage loans, or money market instruments, at a specified future date and at a specified price or yield. The inability of counterparties to honor these commitments may result in either a higher or lower replacement cost. Also, there is likely to be a change in the value of the securities underlying the commitments.

As of June 30, 2023 September 30, 2023, the Company had off-balance sheet commitments to acquire mortgage loans of \$145 \$52 and purchase limited partnerships and private placement investments of \$1,005, \$951, of which \$352 \$340 related to consolidated investment entities.

### Restricted Assets

The Company is required to maintain assets on deposit with various regulatory authorities to support its insurance operations. The Company may also post collateral in connection with certain securities lending, repurchase agreements, funding agreements, credit facilities and derivative transactions. The components of the fair value of the restricted assets were as follows as of the dates indicated:

		June 30, 2023	December 31, 2022		September 30, 2023	December 31, 2022
Fixed maturity collateral pledged to FHLB <sup>(1)</sup>	Fixed maturity collateral pledged to FHLB <sup>(1)</sup>	\$ 1,851	\$ 1,791	Fixed maturity collateral pledged to FHLB <sup>(1)</sup>	\$ 1,708	\$ 1,791
FHLB restricted stock <sup>(2)</sup>	FHLB restricted stock <sup>(2)</sup>	68	67	FHLB restricted stock <sup>(2)</sup>	63	67
Other fixed maturities-state deposits	Other fixed maturities-state deposits	39	38	Other fixed maturities-state deposits	39	38
Cash and cash equivalents	Cash and cash equivalents	33	27	Cash and cash equivalents	27	27
Securities pledged <sup>(3)</sup>	Securities pledged <sup>(3)</sup>	1,148	1,162	Securities pledged <sup>(3)</sup>	1,002	1,162
<b>Total restricted assets</b>	<b>Total restricted assets</b>	<b>\$ 3,139</b>	<b>\$ 3,085</b>	<b>Total restricted assets</b>	<b>\$ 2,839</b>	<b>\$ 3,085</b>

<sup>(1)</sup> Included in Fixed maturities, available for sale, at fair value on the Condensed Consolidated Balance Sheets.

<sup>(2)</sup> Included in Other investments on the Condensed Consolidated Balance Sheets.

<sup>(3)</sup> Includes the fair value of loaned securities of \$857 \$682 and \$907 as of June 30, 2023 September 30, 2023 and December 31, 2022, respectively. In addition, as of June 30, 2023 September 30, 2023 and December 31, 2022, the Company delivered securities as collateral of \$175 \$208 and \$142 and repurchase agreements of \$116 \$112 and \$113, respectively. Loaned securities and securities delivered as collateral are included in Securities pledged on the Condensed Consolidated Balance Sheets.

### Federal Home Loan Bank Funding Agreements

The Company is a member of the FHLB of Des Moines and the FHLB of Boston and is required to pledge collateral to back funding agreements issued to the FHLB. As of June 30, 2023 September 30, 2023 and December 31, 2022, the Company had \$1,290 \$1,176 and \$1,279, respectively, in non-putable funding agreements, which are included in Contract owner account balances on the Condensed Consolidated Balance Sheets. As of September 30, 2023 and December 31, 2022, assets with a market value of approximately \$1,708 and \$1,791, respectively, collateralized the FHLB funding agreements. Assets pledged to the FHLB are included in Fixed maturities, available-for-sale, at fair value on the Condensed Consolidated Balance Sheets.

**Voya Financial, Inc.****Notes to the Condensed Consolidated Financial Statements (Unaudited)**

(Dollar amounts in millions, unless otherwise stated)

**Consolidated Balance Sheets.** As of June 30, 2023 and December 31, 2022, assets with a market value of approximately \$1,851 and \$1,791, respectively, collateralized the FHLB funding agreements. Assets pledged to the FHLB are included in Fixed maturities, available-for-sale, at fair value on the Condensed Consolidated Balance Sheets.

**Litigation, Regulatory Matters and Contingencies**

Litigation, regulatory and other loss contingencies arise in connection with the Company's activities as a diversified financial services firm. The Company is a defendant in a number of litigation matters, arising from the conduct of its business, both in the ordinary course and otherwise. In some of these matters, claimants seek to recover very large or indeterminate amounts, including compensatory, punitive, treble and exemplary damages. The variability in pleading requirements and past experience demonstrate that the monetary and other relief that may be requested in a lawsuit or claim often bears little relevance to the merits or potential value of a claim.

As with other financial services companies, the Company periodically receives informal and formal requests for information from various state and federal governmental agencies and self-regulatory organizations in connection with inquiries and investigations of the products and practices of the Company or the financial services industry. For example, the Company is cooperating with a publicly reported, industry-wide investigation by the SEC regarding compliance with certain record-keeping requirements for business-related electronic communications on unapproved channels. It is the practice of the Company to cooperate fully in these matters.

While it is possible that an adverse outcome in certain cases could have a material adverse effect upon the Company's financial position, based on information currently known, management believes that neither the outcome of pending litigation and regulatory matters nor potential liabilities associated with other loss contingencies, are likely to have such an effect. However, given the large and indeterminate amounts sought in certain litigation and the inherent unpredictability of all such matters, it is possible that an adverse outcome in certain of the Company's litigation or regulatory matters, or liabilities arising from other loss contingencies, could, from time to time, have a material adverse effect upon the Company's results of operations or cash flows in a particular quarterly or annual period.

For some matters, the Company is able to estimate a possible range of loss. For such matters in which a loss is probable, an accrual has been made. For matters where the Company, however, believes a loss is reasonably possible, but not probable, no accrual is required. For matters for which an accrual has been made, but there remains a reasonably possible range of loss in excess of the amounts accrued or for matters where no accrual is required, the Company develops an estimate of the unaccrued amounts of the reasonably possible range of losses. As of **June 30, 2023** **September 30, 2023**, the Company estimates the aggregate range of reasonably possible losses, in excess of any amounts accrued for these matters as of such date, to be up to approximately \$25.

For other matters, the Company is currently not able to estimate the reasonably possible loss or range of loss. The Company is often unable to estimate the possible loss or range of loss until developments in such matters have provided sufficient information to support an assessment of the range of possible loss, such as quantification of a damage demand from plaintiffs, discovery from plaintiffs and other parties, investigation of factual allegations, rulings by a court on motions or appeals, analysis by experts and the progress of settlement discussions. On a quarterly and annual basis, the Company reviews relevant information with respect to litigation and regulatory contingencies and updates the Company's accruals, disclosures and reasonably possible losses or ranges of loss based on such reviews.

Litigation includes *Henkel of America v. ReliaStar Life Insurance Company, et al.* (USDC District of Connecticut, No. 1:18-cv-00965)(filed June 8, 2018). Plaintiff alleges that ReliaStar breached the terms of a stop loss policy it issued to Plaintiff by refusing to reimburse Plaintiff for more than \$47 in claims incurred by participants in prior years and submitted for coverage under the stop loss policy. Plaintiff alleges a breach of contract claim or, in the alternative, that the stop loss policy be declared to cover the submitted claims, and also asserts that ReliaStar engaged in unfair trade practices and unfair insurance practices in violation of state statutes, and did so willfully and intentionally to warrant an award of punitive damages under state law. On February 7, 2023, the district court issued its ruling on various motions for partial judgment in which the court denied in part and granted in part the various motions except for Express Scripts' motion, which the court denied in whole. The Company denies the allegations, which it believes are without merit, and intends to defend the case vigorously.

Litigation also includes *Ravarino, et al. v. Voya Financial, Inc., et al.* (USDC District of Connecticut, No. 3:21-cv-01658)(filed December 14, 2021). In this putative class action, the plaintiffs allege that the named defendants breached their fiduciary duties

**Voya Financial, Inc.****Notes to the Condensed Consolidated Financial Statements (Unaudited)**

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of prudence and loyalty in the administration of the Voya 401(k) Savings Plan. The plaintiffs claim that the named defendants did not exercise proper prudence in their management of allegedly poorly performing investment options, including proprietary funds, and passed excessive investment-management and other administrative fees for proprietary and non-

proprietary funds onto plan participants. The plaintiffs also allege that the defendants engaged in self-dealing through the inclusion of the Voya

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**Notes to the Condensed Consolidated Financial Statements (Unaudited)**  
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Stable Value Option into the plan offerings and by setting the "crediting rate" for participants' investment in the Stable Value Fund artificially low in relation to Voya's general account investment returns in order to maximize the spread and Voya's profits at the participants' expense. The complaint seeks disgorgement of unjust profits as well as costs incurred. On June 13, 2023, the Court issued a ruling granting in part and denying in part Voya's motion to dismiss. The court largely dismissed the claims for breach of fiduciary duty. The remaining claims concern allegations of breaches of the ERISA prohibited transactions rule and a claim for failure to monitor the Voya Small Cap Growth fund. The Company continues to deny the allegations, which it believes are without merit, and intends to defend the case vigorously.

Finally, industry wide, life insurers face class action litigation related to the cost of insurance rates and periodic deductions from cash value. Common allegations include that insurance companies have breached the terms of their universal life insurance policies by establishing or increasing the cost of insurance rates using cost factors not permitted by the contract, thereby unjustly enriching themselves. This litigation is generally known as cost of insurance litigation.

Cost of insurance litigation for the Company includes *Advance Trust & Life Escrow Services, LTA v. ReliaStar Life Insurance Company* (USDC District of Minnesota, No. 1:18-cv-02863) (filed October 5, 2018), a putative class action in which Plaintiff alleges that the Company's universal life insurance policies only permitted the Company to rely upon the policyholders' expected future mortality experience to establish the cost of insurance, and that as projected mortality experience improved, the policy language required the Company to decrease the cost of insurance. Plaintiff alleges that the Company did not decrease the cost of insurance as required, thereby breaching its contract with the policyholders, and seeks class certification. On May 31, 2023, In June 2023, following mediation, the parties participated agreed in a mediation, after which they agreed principle to settle the litigation. On July 31, 2023, matter, subject to court approval. After preliminary approval by the Court granted plaintiffs' motion court and during the class notice period, Voya funded the settlement amount of \$39. The deadline for preliminary objections occurred on October 5 with no objections received from class members. The court has scheduled a hearing for final approval of the settlement, agreement. The settlement, which remains subject to final approval by the court, provides that the Company will deposit \$39 in cash consideration into a settlement fund, and the Company has fully accrued the \$39 as of June 30, 2023. The settlement agreement also provides for noncash consideration consisting of agreements by the Company (1) not to increase cost of insurance rates on the class policies for a period of seven years and (2) not to challenge the class policies on the basis of lack of insurable interest or misrepresentation in the application. Consistent with the terms of which are available on the settlement agreement, the Company specifically and generally denies any and all liability or wrongdoing of any sort relating to this litigation and makes no concessions or admissions of liability or misconduct of any sort. district court's public docket, on November 16, 2023.

**Contingencies related to Performance-based Capital Allocations on Private Equity Funds**

Certain performance-based capital allocations related to sponsored private equity funds ("carried interest") are not final until the conclusion of an investment term specified in the relevant asset management contract. As a result, such carried interest, if accrued or paid to the Company during such term, is subject to later adjustment based on subsequent fund performance. If the fund's cumulative investment return falls below specified investment return hurdles, some or all of the previously accrued carried interest is reversed to the extent that the Company is no longer entitled to the performance-based capital allocation. Should the fund's cumulative investment return subsequently increase above specified investment return hurdles in future periods, previous reversals could be fully or partially recovered.

As of June 30, 2023 September 30, 2023, approximately \$131 \$129 of previously accrued carried interest would be subject to full or partial reversal in future periods if cumulative fund performance hurdles are not maintained throughout the remaining life of the affected funds.

**18. Consolidated and Nonconsolidated Investment Entities**

The Company holds variable interests in certain investment entities in the form of debt or equity investments, as well as the right to receive management fees, performance fees, and carried interest. The Company consolidates certain entities under the VIE guidance when it is determined that the Company is the primary beneficiary. Alternatively, certain entities are consolidated under the VOE guidance when control is obtained through voting rights. Refer to the Condensed Consolidated Balance Sheets for the assets and liabilities of the Company's consolidated investment entities.

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The Company has no right to the benefits from, nor does it bear the risks associated with consolidated investment entities beyond the Company's direct equity and debt investments in and management fees generated from these entities. Such direct investments amounted to approximately \$346 \$347 and \$288 as of June 30, 2023 September 30, 2023 and

December 31, 2022, respectively. If the Company were to liquidate, the assets held by consolidated investment entities would not be available to the general creditors of the Company as a result of the liquidation.

### **Consolidated VIEs and VOEs**

#### *Collateral Loan Obligations Entities ("CLOs")*

The Company is involved in the design, creation, and the ongoing management of CLOs. These entities are created for the purpose of acquiring diversified portfolios of senior secured floating rate leveraged loans, and securitizing these assets by issuing multiple tranches of collateralized debt; thereby providing investors with a broad array of risk and return profiles. Also known as collateralized financing entities under Topic 810, CLOs are variable interest entities by definition.

In return for providing collateral management services, the Company earns investment management fees and contingent performance fees. In addition to earning fee income, the Company often invests in the subordinated debt of entities formed to be the issuers of CLO offerings during their warehouse periods. The Company's investments in these CLOs are repaid when the

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### **Voya Financial, Inc.**

#### **Notes to the Condensed Consolidated Financial Statements (Unaudited)**

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CLOs' warehouse periods are closed and the CLO offerings are issued. The Company performs ongoing monitoring of the consolidation assessment for CLOs during and after their warehouse periods to determine if Voya remains the primary beneficiary of the CLOs. The fee income earned and investments held are included in the Company's ongoing consolidation assessment for each CLO. The Company was the primary beneficiary of 6 CLOs as of September 30, 2023 and 7 CLOs as of June 30, 2023 and December 31, 2022.

#### *Limited Partnerships ("LPs")*

The Company invests in and manages various limited partnerships, including private equity funds and hedge funds. The LPs generally have a ten-year life and a specified period during which investors can subscribe for limited partnership interests. Once the investors are admitted as limited partners, the investors are required to contribute capital when called by the general partners. The purpose of the LPs is to obtain subscriptions from limited partners and maximize the return to their partners by assembling a diversified portfolio of investments in private equity funds and other securities or assets with similar risk and return characteristics primarily through secondary market purchases. The majority of the investors in the LPs are unrelated parties to the Company. In return for subscriptions, each partner receives an equity interest in the LPs in proportion to its respective investment. These entities have been evaluated by the Company and are determined to be VIEs due to the equity holders, as a group, lacking the characteristics of a controlling financial interest.

In return for serving as the general partner of and providing investment management services to these entities, the Company earns management fees and carried interest in the normal course of business. Additionally, the Company often holds an investment in each limited partnership it manages, generally in the form of general partner and limited partner interests. The fee income, carried interest, and investments held are included in the Company's ongoing consolidation analysis for each limited partnership. The Company consolidated 10 funds, which were structured as partnerships, as of June 30, 2023 September 30, 2023 and December 31, 2022.

The noncontrolling interest related to partnerships increased from \$1,482 at December 31, 2022 to \$1,660 \$1,659 at June 30, 2023 September 30, 2023. Changes in market value, contributions, and distributions related to these investments in the funds directly impact the noncontrolling interest component of Shareholders' equity on the Company's Condensed Consolidated Balance Sheets. The change in noncontrolling interest was primarily driven by an increase in net contributions and favorable market appreciation in limited partnership and equity security investments. The Company records the noncontrolling interest using a lag methodology relying on the most recent financial information available.

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### **Voya Financial, Inc.**

#### **Notes to the Condensed Consolidated Financial Statements (Unaudited)**

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#### **Fair Value Measurement**

Upon consolidation, the Company elected to apply the FVO for financial assets and financial liabilities held by CLOs and continued to measure these assets (primarily corporate loans) and liabilities (debt obligations issued by CLOs) at fair value in subsequent periods. The Company has elected the FVO to more closely align its accounting with the

economics of its transactions and allows the Company to more effectively align changes in the fair value of CLO assets with a commensurate change in the fair value of CLO liabilities.

Investments held by consolidated private equity funds are measured and reported at fair value in the Company's Condensed Consolidated Financial Statements. Changes in the fair value of consolidated investment entities are recorded as a separate line item within income (loss) related to consolidated investment entities in the Company's Condensed Consolidated Statements of Operations.

The methodology for measuring the fair value of financial assets and liabilities of consolidated investment entities, and the classification of these measurements in the fair value hierarchy is consistent with the methodology and classification applied by the Company to its investment portfolio, as discussed within the *Fair Value Measurements (excluding Consolidated Investment Entities)* Note to these Condensed Consolidated Financial Statements.

As discussed in more detail below, the Company utilizes valuations obtained from third-party commercial pricing services, brokers and investment sponsors or third-party administrators that supply NAV (or its equivalent) per share used as a practical expedient. The valuations obtained from brokers and third-party commercial pricing services are non-binding. These valuations are reviewed on a monthly or quarterly basis depending on the entity and its underlying investments. Procedures include, but are not limited to, a review of underlying fund investor reports, review of top and worst performing funds requiring further

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scrutiny, review of variance from prior periods and review of variance from benchmarks, where applicable. In addition, the Company considers both macro and fund specific events that may impact the latest NAV supplied and determines if further adjustments of value should be made. Such changes, if any, are subject to senior management review.

When a price cannot be obtained from a commercial pricing service, independent broker quotes are solicited. Securities priced using independent broker quotes are classified as Level 3. Broker quotes and prices obtained from pricing services are reviewed and validated through an internal valuation committee price variance review, comparisons to internal pricing models, back testing to recent trades or monitoring of trading volumes.

*Cash and Cash Equivalents*

The carrying amounts for cash reflect the assets' fair values. The fair value for cash equivalents is determined based on quoted market prices. These assets are classified as Level 1.

*CLOs*

*Corporate loans:* Corporate loan investments, which comprise the majority of consolidated CLO portfolio collateral, are senior secured corporate loans maturing at various dates between 2024 and 2031, paying interest at LIBOR, SOFR, EURIBOR or PRIME plus a spread of up to 8.5%. As of **June 30, 2023**, **September 30, 2023** and December 31, 2022, the unpaid principal balance exceeded the fair value of the corporate loans by approximately **\$72**, **\$43** and **\$85**, respectively. Less than 1.0% of the collateral loans were in default as of **June 30, 2023**, **September 30, 2023** and December 31, 2022.

The fair values for corporate loans are determined using independent commercial pricing services. Fair value measurement based on pricing services may be classified in Level 2 or Level 3 depending on the type, complexity, observability and liquidity of the asset being measured. The inputs used by independent commercial pricing services, such as benchmark yields and credit risk adjustments, are those that are derived principally from or corroborated by observable market data. Hence, the fair value measurement of corporate loans priced by independent pricing service providers is classified within Level 2 of the fair value hierarchy. In addition, there are assets held with CLO portfolios that represent senior level debt of other third party CLOs. These CLO investments are classified within Level 3 of the fair value hierarchy. See description of fair value process for CLO notes below.

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**Notes to the Condensed Consolidated Financial Statements (Unaudited)**  
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*CLO notes:* The CLO notes are backed by diversified loan portfolios consisting primarily of senior secured floating rate leveraged loans. Repayment risk is segmented into tranches with credit ratings of these tranches reflecting both the credit quality of underlying collateral as well as how much protection a given tranche is afforded by tranches that are subordinate to it. The most subordinated tranche bears the first loss and receives the residual payments, if any. The interest rates are generally variable rates based on LIBOR, SOFR or EURIBOR plus a pre-defined spread, which varies from 1.0% for the more senior tranches to 9.6% for the more subordinated tranches. CLO notes mature in 2034 and

2037, and have a weighted average maturity of 12 years as of **June 30, 2023** **September 30, 2023**. The investors in this debt are not affiliated with the Company and have no recourse to the general credit of the Company for this debt.

The fair values of the CLO notes are measured based on the fair value of the CLO's corporate loans, as the Company uses the measurement alternative available under ASU 2014-13 and determined that the inputs for measuring financial assets are more observable. The CLO notes are classified within Level 2 of the fair value hierarchy, consistent with the classification of the majority of the CLO financial assets.

The Company reviews the detailed prices including comparisons to prior periods for reasonableness. The Company utilizes a formal pricing challenge process to request a review of any price during which time the vendor examines its assumptions and relevant market inputs to determine if a price change is warranted.

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The following narrative indicates the sensitivity of inputs:

- Default Rate: An increase (decrease) in the expected default rate would likely increase (decrease) the discount margin (increase risk premium) used to value the CLO investments and CLO notes and, as a result, would potentially decrease the value of the CLO investments and CLO notes.
- Recovery Rate: A decrease (increase) in the expected recovery of defaulted assets would potentially decrease (increase) the valuation of CLO investments and CLO notes.
- Prepayment Rate: A decrease (increase) in the expected rate of collateral prepayments would potentially decrease (increase) the valuation of CLO investments and CLO notes as the expected weighted average life ("WAL") would increase (decrease).
- Discount Margin (spread over LIBOR/SOFR): An increase (decrease) in the discount margin used to value the CLO investments and CLO notes would decrease (increase) the value of the CLO investments and CLO notes.

*Private Equity Funds*

As prescribed in ASC Topic 820, the unit of account for these investments is the interest in the investee fund. The Company owns an undivided interest in the fund portfolio and does not have the ability to dispose of individual assets and liabilities in the fund portfolio. Rather, the Company would be required to redeem or dispose of its entire interest in the investee fund. There is no current active market for interests in underlying private equity funds.

Valuation is generally based on the valuations provided by the fund's general partner or investment manager. The valuations typically reflect the fair value of the Company's capital account balance of each fund investment, including unrealized capital gains (losses), as reported in the financial statements of the respective investee fund as of the respective year end or the latest available date. In circumstances where fair values are not provided, the Company seeks to determine the fair value of fund investments based upon other information provided by the fund's general partner or investment manager or from other sources.

The fair value of securities received in-kind from fund investments is determined based on the restrictions around the securities.

- Unrestricted, publicly traded securities are valued at the closing public market price on the reporting date;
- Restricted, publicly traded securities may be valued at a discount from the closing public market price on the reporting date, depending on the circumstances; and
- Privately held securities are valued by the directors/general partner of the investee fund, based on a variety of factors, including the price of recent transactions in the company's securities and the company's earnings, revenue and book value.

In the case of direct investments or co-investments in private equity companies, the Company initially recognizes investments at cost and subsequently adjusts investments to fair value. On a quarterly basis, the Company reviews the general partner or lead investor's valuation of the investee company, taking into account other available information, such as indications of a

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**Notes to the Condensed Consolidated Financial Statements (Unaudited)**  
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market value through subsequent issues of capital or transactions between third parties, performance of the investee company during the period and public, comparable companies' analysis, where appropriate.

Investments in these funds typically may not be fully redeemed at net asset value ("NAV") within 90 days because of inherent restriction on near term redemptions.

As of **June 30, 2023** **September 30, 2023** and December 31, 2022, certain private equity funds maintained term loans and revolving lines of credit of **\$1,354** **\$1,352** and \$1,366, respectively. The term loans mature in twelve to eighteen months, and the revolving lines of credit are eligible for renewal every three years; all loans bear interest at LIBOR/EURIBOR/SOFR plus 155 - 200 bps. The lines of credit are used for funding transactions before capital is called from investors, as well as for the financing of certain purchases. As of **June 30, 2023** **September 30, 2023** and December 31, 2022, outstanding borrowings amount to **\$1,295** **\$1,256** and \$1,143, respectively. The borrowings are reflected in Liabilities related to consolidated investment entities - Other liabilities on the Company's Condensed Consolidated Balance Sheets. The borrowings are carried at an amount equal to the unpaid principal balance.

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**Voya Financial, Inc.**

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The following table summarizes the fair value hierarchy levels of consolidated investment entities as of **June 30, 2023** **September 30, 2023**:

		June 30, 2023					September 30, 2023				
		Level 1	Level 2	Level 3	NAV	Total	Level 1	Level 2	Level 3	NAV	Total
<b>Assets</b>	<b>Assets</b>										
VIEs	VIEs										
Cash and cash equivalents	Cash and cash equivalents	\$ 154	\$ —	\$ —	\$ —	\$ 154	\$ 88	\$ —	\$ —	\$ —	\$ 88
Corporate loans	Corporate loans	—	1,407	—	—	1,407	—	1,396	—	—	1,396
Limited partnerships/corporations	Limited partnerships/corporations	—	—	—	3,120	3,120	—	—	—	3,079	3,079
VOE	VOE										
Corporate loans	Corporate loans	—	25	—	—	25	—	32	—	—	32
<b>Total assets</b>	<b>Total assets</b>	<u>\$ 154</u>	<u>\$ 1,432</u>	<u>\$ —</u>	<u>\$ 3,120</u>	<u>\$ 4,706</u>	<u>\$ 88</u>	<u>\$ 1,428</u>	<u>\$ —</u>	<u>\$ 3,079</u>	<u>\$ 4,595</u>
<b>Liabilities</b>	<b>Liabilities</b>										
VIEs	VIEs										
CLO notes	CLO notes	\$ —	\$ 1,331	\$ —	\$ —	\$ 1,331	\$ —	\$ 1,329	\$ —	\$ —	\$ 1,329
<b>Total liabilities</b>	<b>Total liabilities</b>	<u>\$ —</u>	<u>\$ 1,331</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 1,331</u>	<u>\$ —</u>	<u>\$ 1,329</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 1,329</u>

The following table summarizes the fair value hierarchy levels of consolidated investment entities as of December 31, 2022:

	Level 1	Level 2	Level 3	NAV	Total
<b>Assets</b>					
VIEs					
Cash and cash equivalents	\$ 88	\$ —	\$ —	\$ —	\$ 88
Corporate loans	—	1,293	—	—	1,293
Limited partnerships/corporations	—	—	—	2,802	2,802
<b>Total assets</b>	<u>\$ 88</u>	<u>\$ 1,293</u>	<u>\$ —</u>	<u>\$ 2,802</u>	<u>\$ 4,183</u>
<b>Liabilities</b>					
VIEs					
CLO notes	\$ —	\$ 1,234	\$ —	\$ —	\$ 1,234
<b>Total liabilities</b>	<u>\$ —</u>	<u>\$ 1,234</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 1,234</u>

Transfers of investments out of Level 3 and into Level 2 or Level 1, if any, are recorded as of the beginning of the period in which the transfer occurred. For the three and **six** **nine** months ended **June 30, 2023** **September 30, 2023** and 2022, there were no transfers in or out of Level 3 or transfers between Level 1 and Level 2.

**Voya Financial, Inc.****Notes to the Condensed Consolidated Financial Statements (Unaudited)**

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**Deconsolidation of Certain Investment Entities**

Certain investment entities that have historically been consolidated in the financial statements may require deconsolidation as of the reporting period because: (a) such funds have been liquidated or dissolved; or (b) the Company is no longer deemed to be the primary beneficiary of the VIEs/VOEs as it no longer has a controlling financial interest.

The change in CLO's consolidation status due to the close of the warehouse and the launch of the CLO do not meet the criteria described above as this transaction represents normal business operations of the entity. Refer to the CLO life cycle described above.

The Company had one deconsolidation during the three and six nine months ended June 30, 2023 September 30, 2023 as a result of CLO notes redemption. The Company had no deconsolidation during the three and six nine months ended June 30, 2022 September 30, 2022. For deconsolidated investment entities, the Company continues to serve as the general partner and/or investment manager until such entities are fully liquidated.

**Voya Financial, Inc.****Notes to the Condensed Consolidated Financial Statements (Unaudited)**

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**Nonconsolidated VIEs**

The Company also holds variable interest in certain CLOs and LPs that are not consolidated as it has been determined that the Company is not the primary beneficiary.

**CLOs**

As of June 30, 2023 September 30, 2023 and December 31, 2022, the Company held \$371 \$366 and \$364 ownership interests, respectively, in unconsolidated CLOs, which also represents the Company's maximum exposure to loss.

**LPs**

As of June 30, 2023 September 30, 2023 and December 31, 2022, the Company held \$1,800 \$1,792 and \$1,781 ownership interests, respectively, in unconsolidated limited partnerships, which also represents the Company's maximum exposure to loss.

**Securitizations**

The Company invests in various tranches of securitization entities, including RMBS, CMBS and ABS. Through its investments, the Company is not obligated to provide any financial or other support to these entities. Each of the RMBS, CMBS and ABS entities are thinly capitalized by design and considered VIEs. The Company's involvement with these entities is limited to that of a passive investor. The Company has no unilateral right to appoint or remove the servicer, special servicer or investment manager, which are generally viewed to have the power to direct the activities that most significantly impact the securitization entities' economic performance, in any of these entities, nor does the Company function in any of these roles. The Company, through its investments or other arrangements, does not have the obligation to absorb losses or the right to receive benefits from the entity that could potentially be significant to the entity. Therefore, the Company is not the primary beneficiary and does not consolidate any of the RMBS, CMBS and ABS entities in which it holds investments. These investments are accounted for as investments available-for-sale as described in the *Fair Value Measurements (excluding Consolidated Investment Entities)* Note to these Condensed Consolidated Financial Statements and unrealized capital gains (losses) on these securities are recorded directly in AOCI, except for certain RMBS which are accounted for under the FVO whose change in fair value is reflected in Net gains (losses) in the Condensed Consolidated Statements of Operations. The Company's maximum exposure to loss on these structured investments is limited to the amount of its investment. Refer to the *Investments (excluding Consolidated Investment Entities)* Note to these Condensed Consolidated Financial Statements for details regarding the carrying amounts and classifications of these assets.

**19. Goodwill and Other Intangible Assets****Goodwill**

The changes in the carrying amount of goodwill reported in the Company's operating segments were as follows:

	Wealth Solutions	Health Solutions	Investment Management	Corporate	Consolidated
<b>Balance as of January 1, 2022</b>	\$ 17	\$ 24	\$ 31	\$ —	\$ 72
Additions from business combinations	—	—	255	—	255
<b>Balance as of December 31, 2022</b>	\$ 17	\$ 24	\$ 286	\$ —	\$ 327
Additions from business combinations <sup>(1)</sup>	—	319	—	102	421
<b>Balance as of September 30, 2023</b>	\$ 17	\$ 343	\$ 286	\$ 102	\$ 748

(1) See the Business, Basis of Presentation and Significant Accounting Policies Note for information on recent business combinations.

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Voya Financial, Inc.

Notes to the Condensed Consolidated Financial Statements (Unaudited)

(Dollar amounts in millions, unless otherwise stated)

### 19. Goodwill and Other Intangible Assets

#### Goodwill

The changes in the carrying amount of goodwill reported in the Company's operating segments were as follows:

	Wealth Solutions	Health Solutions	Investment Management	Consolidated
<b>Balance as of January 1, 2022</b>	\$ 17	\$ 24	\$ 31	\$ 72
Additions from business combinations	—	—	255	255
<b>Balance as of December 31, 2022</b>	\$ 17	\$ 24	\$ 286	\$ 327
Additions from business combinations	—	319	—	319
<b>Balance as of June 30, 2023</b>	\$ 17	\$ 343	\$ 286	\$ 646

#### Other Intangible Assets

The following table presents other intangible assets as of the dates indicated:

	Weighted Average Lives	June 30, 2023				December 31, 2022				Weighted Average Life
		Gross Carrying Amount	Accumulated Amortization	Net Carrying Amount	Gross Carrying Amount	Accumulated Amortization	Net Carrying Amount			
<b>Indefinite-life intangibles:</b>	<b>Indefinite-life intangibles:</b>								<b>Indefinite-life intangibles:</b>	
Right to manage client assets	Right to manage client assets	N/A	\$ 345	\$ —	\$ 345	\$ 345	\$ —	\$ 345	Right to manage client assets	
Management contract rights	Management contract rights	N/A	5	—	5	5	—	5	Management contract rights	
Total indefinite-life intangibles	Total indefinite-life intangibles		\$ 350	\$ —	\$ 350	\$ 350	\$ —	\$ 350	Total indefinite-life intangibles	
<b>Finite-life intangibles:</b>	<b>Finite-life intangibles:</b>								<b>Finite-life intangibles:</b>	

Management contract rights	Management contract rights	17 years	\$ 190	\$ 10	\$180	\$ 741	\$ 554	\$187	Management contract rights	17 years
Customer relationship lists	Customer relationship lists	8 years	325	119	206	135	111	24	Customer relationship lists	8 years
Trademarks	Trademarks	8 years	15	1	14	—	—	—	Trademarks	8 years
Computer software	Computer software	4 years	483	325	158	502	432	70	Computer software	4 years
<b>Total intangible assets</b>	<b>Total intangible assets</b>		<u>\$1,363</u>	<u>\$455</u>	<u>\$908</u>	<u>\$1,728</u>	<u>\$1,097</u>	<u>\$631</u>	<b>Total intangible assets</b>	

Amortization expense related to intangible assets were \$42 \$63 and \$22 \$36 for the six nine months ended June 30, 2023 September 30, 2023 and 2022, respectively. Fully amortized management contract rights of \$550 were written off during the quarter second quarter of 2023.

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## Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations

(Dollar amounts in millions, unless otherwise stated)

For the purposes of the discussion in this Quarterly Report on Form 10-Q, the term *Voya Financial, Inc.* refers to *Voya Financial, Inc.* and the terms "Company," "Voya," "we," "our," and "us" refer to *Voya Financial, Inc.* and its subsidiaries.

The following discussion and analysis presents a review of our consolidated results of operations for the three and six nine months ended June 30, 2023 September 30, 2023 and 2022 and financial condition as of June 30, 2023 September 30, 2023 and December 31, 2022. This item should be read in its entirety and in conjunction with the Condensed Consolidated Financial Statements and related notes contained in Part I, Item 1. of this Quarterly Report on Form 10-Q, as well as Management's Discussion and Analysis of Financial Condition and Results of Operations ("MD&A") section contained in our [Annual Report on Form 10-K](#) for the year ended December 31, 2022 ("Annual Report on Form 10-K").

In addition to historical data, this discussion contains forward-looking statements about our business, operations and financial performance based on current expectations that involve risks, uncertainties and assumptions. Actual results may differ materially from those discussed in the forward-looking statements as a result of various factors. See the Note Concerning Forward-Looking Statements.

### Overview

We provide workplace savings and benefits products, solutions, and technologies, along with investment management services, which enable a better financial future for our clients, their employees and plan participants. We are focused on executing our mission to make a secure financial future possible—one person, one family and one institution at a time. Voya's scale, business mix, risk profile, and strong free cash flow generation are competitive differentiators, and we have a clear path to Adjusted Operating Earnings Per Share growth via net revenue growth, margin expansion, and disciplined capital management. We provide our products and services principally through our Workplace Solutions business, which encompasses both our Wealth Solutions and Health Solutions business segments, and through our Investment Management segment.

### Wealth Solutions

Our Wealth Solutions segment provides retirement plan products and administration and investment services alongside a robust suite of financial wellness offerings to serve employees and plan participants. Furthermore, we provide individual retirement accounts and financial guidance and advisory services that enables us to deepen relationships with our retirement plan participants.

Our Wealth Solutions segment earns revenue from a diverse and complementary business mix, primarily fee income from asset based and participant-based participant based recordkeeping and advisory fees as well as investment income on our general account assets and other funds. Because our fee income is generally tied to account values, our profitability is determined in part by the amount of assets we have under management, administration or advisement, which in turn depends on sales volumes to new and existing clients, net deposits from retirement plan participants, and changes in the market value of account assets. Our profitability also depends on the difference between the investment income we earn on our general account assets, or our portfolio yield, and crediting rates on client accounts.

### Health Solutions

Our Health Solutions segment provides worksite employee benefits, decision support, financial wellness, and administrative products and services to mid-size and large corporate employers and professional associations. In addition, our Health Solutions segment provides stop-loss coverage to employer plan sponsors that self-fund their pharmaceutical and

medical benefits.

Our Health Solutions segment generates revenue from premiums, investment income, mortality and morbidity income and policy and other charges. Profits are driven by the difference between premiums collected and benefits and expenses paid for group life, stop loss and voluntary health benefits, along with the spread between investment income and credited rates to policyholders on voluntary universal life and whole life products.

Our Health Solutions segment offers attractive growth opportunities. For example, we believe that there are significant opportunities for growth through expansion in the voluntary benefits market and Health Account Solutions as employers increasingly seek to have employees bear a greater proportion of the cost of medical coverage. While expanding these lines, we also intend to continue to focus on profitability in our well-established group life and stop loss product lines, by adding profitable new business to our in-force block, improving our persistency by retaining more of our best performing groups, and managing our overall loss ratios.

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#### Investment Management

Our Investment Management segment serves both individual and institutional customers, offering them domestic and international fixed income, equity, multi-asset and alternative investment products and solutions across a range of geographies, investment styles and capitalization spectrums. We are committed to investing responsibly and delivering research-driven, risk-adjusted, client-oriented investment strategies and solutions and advisory services.

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Investment Management manages public and private fixed income, equities, multi-asset solutions and alternative strategies for institutions, financial intermediaries and individual investors, drawing on a 50-year legacy of active investing and the expertise of over 400 investment professionals.

Our Investment Management segment generates revenue through the collection of management fees on the assets we manage. These fees are typically based upon a percentage of asset under management (which is equivalent to the money clients are investing). In certain investment management fee arrangements, we may also receive performance-based incentive fees when the return on assets under management exceeds certain benchmark returns or other performance hurdles. In addition, and to a lesser extent, Investment Management collects administrative fees on outside managed assets that are administered by our mutual fund platform and distributed primarily by our Wealth Solutions segment. Investment Management also receives fees as the primary investment manager of our general account, which is managed on a market-based pricing basis. Finally, Investment Management generates revenues from a portfolio of seed capital investments.

Our Investment Management segment is well positioned to capture the growth opportunities of the global asset management industry with its significantly enhanced international footprint and domestic client base. Simultaneously, we have added highly-recognized and well-established investment strategy competences in both the traditional asset classes and the privates and alternatives business which allows us to provide clients a well-diversified product offering across the entire market cycle. Furthermore, the addition of additional business will help to generate scale benefits and to improve profitability of the firm.

#### **Business Update**

On August 1, 2023, we acquired all remaining equity interest in VFI SLK Global Services Private Limited ("VFISLK") currently previously held by SLK Software Private Limited ("SLK") and renamed the entity as Voya Global Services Private Limited ("Voya India"). VFISLK is Voya India was a private limited company in India formed pursuant to a joint venture agreement between us and SLK on August 1, 2019, with the us and SLK holding 49% and 51% of ownership shares respectively. The purpose of providing Voya India is to provide technology and business operations operation services to us. As a result of the acquisition, VFISLK Voya India has become a wholly owned subsidiary of us and provides us with improved strategic and operational flexibility.

An As part of the purchase consideration, an upfront payment of approximately \$50 million \$53 million was made at closing. We are recorded a gain of \$45 million in relation to revaluation of the existing investment in Voya India which was recorded in Net gains (losses) in the process Condensed Consolidated Statements of determining Operations for the fair value three and nine months ended September 30, 2023. Net assets acquired as part of the identifiable this transaction included goodwill of \$102 million. The revenues, expenses, assets and liabilities assumed. As such, an estimate of the financial impact of business acquired are reported in Corporate. Intercompany balances between Voya India and other Voya subsidiaries are eliminated in the acquisition cannot be currently made. Condensed Consolidated Financial Statements.

On January 24, 2023, we completed the acquisition of Benefitfocus, Inc. ("Benefitfocus"), an industry-leading benefits administration technology company that serves employers, health plans and brokers. Cash paid at closing related to the acquisition was approximately \$570 million, inclusive of \$12 million of closing costs. The acquisition expands the Company's capacity to meet the growing demand for comprehensive benefits and savings solutions and increases its ability to deliver innovative solutions for employers and health plans. In connection with the acquisition, we have incurred \$27 million \$32 million of integration expenses for the six nine months ended June 30, 2023 September 30, 2023 and

expect to incur additional integration expenses in the future. These expenses include severance, consulting and business integration expenses and are recorded in Operating expenses in the period they are incurred. These expenses are classified as a component of Other adjustments to Income (loss) before income taxes and consequently are not included in the adjusted operating results of our segments.

On November 1, 2022, Voya Investment Management Alternative Assets, LLC ("VIMAA"), one of the Company's indirect subsidiaries, acquired all of the issued and outstanding equity interests of Czech Asset Management, L.P., a private credit asset manager dedicated to the U.S. middle market pursuant to a sales and purchase agreement ("SPA") entered into on August 1, 2022 with Czech Management GP, LLC, and Czech Holdings, LLC. The purchase consideration for the acquisition included cash paid upon close and contingent consideration that is based on revenues that will be earned during the earnout period and capital raised in the underlying funds and is subject to conditions as defined in the SPA. The acquisition expands VIMAA's private and leveraged credit business.

On July 25, 2022, we completed a series of transactions pursuant to a Combination Agreement dated as of June 13, 2022 (the "AllianzGI Agreement") with Voya IM and VIM Holdings LLC ("VIM Holdings"), both our indirect subsidiaries, Allianz SE

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("Allianz") and Allianz Global Investors U.S. LLC ("AllianzGI"), an indirect subsidiary of Allianz, pursuant to which the parties have combined Voya IM with assets and teams comprising specified strategies previously managed by AllianzGI. The acquisition increases the international scale and distribution of the Company's investment products and provides us with new capabilities that diversify our investment strategies and help us meet the needs of a larger and more global client base. We incurred \$67 million and \$38 million \$51 million of transaction and integration expenses, primarily related to this transaction for the year ended December 31, 2022 and for the six nine months ended June 30, 2023 September 30, 2023, respectively. We expect to incur additional integration expenses in future periods. These expenses include consulting, legal and business integration expenses and are recorded in Operating expenses in the period they are incurred. These expenses are classified as a component of Other

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adjustments to Income (loss) before income taxes and consequently are not included in the adjusted operating results of our segments.

Under the terms of the AllianzGI Agreement, AllianzGI transferred to VIM Holdings the rights to certain assets and liabilities related to specified investment teams and strategies and the associated assets under management (the "AllianzGI Transferred Business"). We transferred all of the limited liability company interests in Voya IM to VIM Holdings and in exchange, received a 76% economic stake in VIM Holdings. Pursuant to the Amended and Restated Limited Liability Company Agreement VIM Holdings entered into at the closing date ("A&R VIM Holdings Operating Agreement"), we now hold, indirectly, a 76% economic stake in VIM Holdings and Allianz holds, indirectly, a 24% economic stake in VIM Holdings. In accordance with the A&R VIM Holdings Operating Agreement, we have full operational control of VIM Holdings, Voya IM and the transferred assets and investment teams.

The AllianzGI Agreement was executed for noncash consideration and accounted for under the acquisition method of accounting. Accordingly, the purchase price was allocated to the assets acquired and liabilities assumed based upon their estimated fair values as of the date of the transaction. The 24% economic stake in VIM Holdings shares is reflected on the Condensed Consolidated Balance Sheets under Redeemable noncontrolling interests within Mezzanine equity.

#### Trends and Uncertainties

We describe known material trends and uncertainties that might affect our business within *Trends and Uncertainties* in Management's Discussion and Analysis of Financial Condition and Results of Operations in Part II, Item 7. of our [Annual Report on Form 10-K](#), and in other sections of that document, including Risk Factors in Part I, Item 1A. In addition, we describe below more recently developing known trends and uncertainties that we believe may materially affect our future liquidity, financial condition or results of operations. All statements in this section, other than statements of historical fact, are "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. For a discussion of factors that could cause actual results, performance, or events to differ from those discussed in any forward-looking statement, including in a material manner, see "Note Concerning Forward-Looking Statements" in this Quarterly Report on Form 10-Q.

#### Interest Rate Environment

We believe that the interest rate environment will continue to influence our business and financial performance in the future for several reasons, including the following:

- Our general account investment portfolio, which was approximately \$37.2 \$35.9 billion as of June 30, 2023 September 30, 2023, consists predominantly of fixed income investments. In prior years during the prolonged low With elevated interest rate environment, the yield we earned on new investments has been lower than the yields earned on maturing investments, which were generally purchased in environments where interest rates, were higher than current levels. We currently anticipate that proceeds that

are reinvested in fixed income investments in the near term will earn an average yield higher than the prevailing portfolio yield. However, heightened market volatility implies greater uncertainty around the path of interest rates and the outlook for new money investments going forward. New purchases made at current market levels would be higher than the yield of maturing assets. In addition, movements in prevailing higher interest rates also influence reduce the prices of fixed income investments that we sell are sold on the secondary market rather than holding until maturity or repayment with rising interest rates generally leading to lower prices in the secondary market and falling interest rates generally leading to higher prices. market.

- We actively manage our investment portfolio and offer competitive product rates in the market. Several of our products pay guaranteed minimum credited rates such as fixed accounts and a portion of the stable value accounts included within defined contribution retirement plans. We are required to pay these guaranteed minimum During periods of rising interest rates, even if earnings on our investment portfolio decline, with the resulting investment margin compression negatively impacting earnings. In addition, we expect more policyholders to hold policies (lower lapses) with comparatively high guaranteed credited rates longer in a low interest rate environment. Conversely, a rise in average yield on our investment portfolio will positively impact earnings if the average interest rate we pay on our products does not rise correspondingly. Similarly,

we expect policyholders may be less likely generally lag the current market rates, which can result in elevated outflows from these products due to hold policies (higher lapses) with existing guarantees as interest rates rise. the availability of higher return investment options.

For information on the impact of the interest rate environment, see *The level of interest rates and in particular a recurrence of a low interest rate environment or a period of rapidly increasing interest rates* in Risk Factors in Part I, Item 1A. of our [Annual Report on Form 10-K](#). Also, for information on our sensitivity to interest rates, see Quantitative and Qualitative Disclosures About Market Risk in Part II, Item 7A. of our [Annual Report on Form 10-K](#). Additionally, see Quantitative and Qualitative Disclosures About Market Risk in Part I, Item 3. of this Quarterly Report on Form 10-Q.

#### Environmental, Social and Governance ("ESG")

ESG is a business imperative woven throughout Voya. Our ESG practices are grounded in Voya's history of doing the right thing for our customers, colleagues and communities, which has been foundational to our success and for which our ongoing efforts have been recognized.

At Voya, ESG is centered on a wide range of practices integrated into our business and culture to live our bold purpose – Together we fight for everyone's opportunity for a better financial future – and developed within our robust governance framework to manage risk effectively throughout the organization and foster long-term value creation for all our stakeholders. These practices also include a commitment to minimize our impact on the planet in recognition of the many ways in which individuals' and communities' financial well-being can be affected by environmental factors.

For additional information on our commitment to equity, diversity and inclusion, see Environmental, Social and Governance and Human Capital Resources in Part I, Item 1. of our [Annual Report on Form 10-K](#).

#### Operating Measures

In this MD&A, we discuss Adjusted operating earnings before income taxes and Adjusted operating revenues, each of which is a measure used by management to evaluate segment performance. For additional information on each measure, see *Segments* Note in our Condensed Consolidated Financial Statements in Part I, Item 1. of this Quarterly Report on Form 10-Q.

#### AUM

#### Assets Under Management ("AUM") and AUA Assets Under Advisement ("AUA")

The following table presents AUM and AUA as of the dates indicated:

(\$ in millions)	(\$ in millions)	As of June 30,		(\$ in millions)	As of September 30,	
		2023	2022		2023	2022
<b>AUM and AUA:</b>	<b>AUM and AUA:</b>			<b>AUM and AUA:</b>		
Wealth Solutions (1)	Wealth Solutions (1)	\$ 518,941	\$ 469,019	Wealth Solutions (1)	\$ 509,572	\$ 453,594

Health Solutions	Health Solutions	1,886	1,996	Health Solutions	1,869	1,952
Investment Management	Investment Management	381,306	289,710	Investment Management	366,882	369,210
Eliminations/Other	Eliminations/Other	(113,105)	(113,475)	Eliminations/Other	(107,999)	(110,958)
<b>Total AUM and AUA</b> <sup>(1)</sup>	<b>Total AUM and AUA</b> <sup>(1)</sup>			<b>Total AUM and AUA</b> <sup>(1)</sup>		
<sup>(2)</sup>	<sup>(2)</sup>	\$ 789,028	\$ 647,250	<sup>(2)</sup>	\$ 770,324	\$ 713,798
AUM	AUM	457,615	350,242	AUM	442,029	426,206
AUA <sup>(1)</sup>	AUA <sup>(1)</sup>	331,413	297,008	AUA <sup>(1)</sup>	328,296	287,592
<b>Total AUM and AUA</b> <sup>(1)</sup>	<b>Total AUM and AUA</b> <sup>(1)</sup>			<b>Total AUM and AUA</b> <sup>(1)</sup>		
<sup>(2)</sup>	<sup>(2)</sup>	\$ 789,028	\$ 647,250	<sup>(2)</sup>	\$ 770,324	\$ 713,798

<sup>(1)</sup> Effective Q1 2023, includes asset balances associated with non-qualified retirement plans for clients using only our non-qualified solutions. Historical periods presented have been recast to conform with this change.

<sup>(2)</sup> Includes AUM and AUA related to the divested businesses, for which a substantial portion of the assets continue to be managed by our Investment Management segment.

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## Results of Operations - Company Condensed Consolidated

The following table presents our Condensed Consolidated Statements of Operations for the periods indicated:

(\$ in millions)	(\$ in millions)	Three Months Ended June 30,			Six Months Ended June 30,			Three Months Ended September 30,			Nine Months Ended September 30,			
		2023	2022	Change	2023	2022	Change	2023	2022	Change	2023	2022	Change	
<b>Revenues:</b>	<b>Revenues:</b>							<b>Revenues:</b>						
Net investment income	Net investment income	\$ 545	\$ 581	\$ (36)	\$ 1,090	\$ 1,211	\$ (121)	Net investment income	\$ 547	\$ 522	\$ 25	\$ 1,637	\$ 1,733	\$ (96)
Fee income	Fee income	474	413	61	938	846	92	Fee income	489	445	44	1,427	1,291	136
Premiums	Premiums	677	597	80	1,362	1,205	157	Premiums	682	606	76	2,044	1,811	233
Net gains (losses)	Net gains (losses)	(56)	(226)	170	(72)	(514)	442	Net gains (losses)	(7)	(125)	118	(79)	(639)	560
Other revenue	Other revenue	86	44	42	164	84	80	Other revenue	81	33	48	245	117	128
Income (loss) related to consolidated investment entities	Income (loss) related to consolidated investment entities	145	115	30	224	198	26	Income (loss) related to consolidated investment entities	31	(136)	167	255	62	193
<b>Total revenues</b>	<b>Total revenues</b>	<b>1,871</b>	<b>1,524</b>	<b>347</b>	<b>3,706</b>	<b>3,030</b>	<b>676</b>	<b>Total revenues</b>	<b>1,823</b>	<b>1,345</b>	<b>478</b>	<b>5,529</b>	<b>4,375</b>	<b>1,154</b>
<b>Benefits and expenses:</b>	<b>Benefits and expenses:</b>							<b>Benefits and expenses:</b>						
Interest credited and other benefits to contract owners/policyholders	Interest credited and other benefits to contract owners/policyholders	682	654	28	1,433	1,298	135	Interest credited and other benefits to contract owners/policyholders	799	537	262	2,232	1,835	397
Operating expenses	Operating expenses	770	605	165	1,606	1,237	369	Operating expenses	717	632	85	2,323	1,869	454
Net amortization of Deferred policy acquisition costs and Value of business acquired	Net amortization of Deferred policy acquisition costs and Value of business acquired	57	62	(5)	116	124	(8)	Net amortization of Deferred policy acquisition costs and Value of business acquired	57	60	(3)	173	184	(11)
Interest expense	Interest expense	39	33	6	71	73	(2)	Interest expense	31	31	—	102	104	(2)

Operating expenses related to consolidated investment entities	Operating expenses related to consolidated investment entities	60	18	42	76	24	52	Operating expenses related to consolidated investment entities	47	14	33	123	38	85
Total benefits and expenses	Total benefits and expenses	1,608	1,372	236	3,302	2,756	546	Total benefits and expenses	1,651	1,274	377	4,953	4,030	923
Income (loss) before income taxes	Income (loss) before income taxes	263	152	111	404	274	130	Income (loss) before income taxes	172	71	101	576	345	231
Income tax expense (benefit)	Income tax expense (benefit)	28	9	19	40	20	20	Income tax expense (benefit)	(74)	29	(103)	(34)	49	(83)
Net Income (loss)	Net Income (loss)	235	143	92	364	254	110	Net Income (loss)	246	42	204	610	296	314
Less: Net income (loss) attributable to noncontrolling interest	Less: Net income (loss) attributable to noncontrolling interest	77	75	2	123	118	5	Less: Net income (loss) attributable to noncontrolling interest	(16)	(138)	122	107	(20)	127
Less: Preferred stock dividends	Less: Preferred stock dividends	4	4	—	18	18	—	Less: Preferred stock dividends	14	14	—	32	32	—
<b>Net income (loss) available to our common shareholders</b>	<b>Net income (loss) available to our common shareholders</b>	<b>\$ 154</b>	<b>\$ 64</b>	<b>\$ 90</b>	<b>\$ 223</b>	<b>\$ 118</b>	<b>\$ 105</b>	<b>Net income (loss) available to our common shareholders</b>	<b>\$ 248</b>	<b>\$ 166</b>	<b>\$ 82</b>	<b>\$ 471</b>	<b>\$ 284</b>	<b>\$ 187</b>

Consolidated - Three Months Ended **June 30, 2023** **September 30, 2023** Compared to Three Months Ended **June 30, 2022** **September 30, 2022**

#### Total Revenues

Total revenues increased **\$347 million** **\$478 million** from **\$1,524 million** **\$1,345 million** to **\$1,871 million** **\$1,823 million**. The following items contributed to the overall increase.

Net investment income decreased **\$36 million** increased **\$25 million** from **\$581 million** **\$522 million** to **\$545 million** **\$547 million** primarily due to:

- **lower prepayment fee and higher** alternative investment income **in the current period** primarily driven by **the impact of equity overall** market performance.

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The increase was partially offset by:

- **lower investment income on fair value option securities** primarily due to interest rate movements and lower average volume.

Fee income increased **\$61.44 million** from **\$413 million** **\$445 million** to **\$474 million** **\$489 million** primarily due to:

- higher fee income in Investment Management primarily due to **higher average equity markets** and the addition of the AllianzGI business, partially offset by net outflows and higher interest rates; and
- **higher fee income in Wealth Solutions** primarily due to higher average equity markets and business growth, partially offset by a lower Full Service fee margin rate and higher interest rates.

Premiums increased **\$80.76 million** from **\$597.606 million** to **\$677 million** **\$682 million** primarily due to:

- higher premiums in Health Solutions driven by growth **across all in the stop loss and voluntary** blocks of business.

Net gains (losses) improved **\$170.118 million** from a loss of **\$226 million** **\$125 million** to a loss of **\$56 million** **\$7 million** primarily due to:

- **net a favorable changes change** in **derivative valuations** mark-to-market adjustments on securities subject to fair value option accounting primarily due to interest rate movements;

- a gain from the revaluation of the investment in Voya India; and
- gains from market value changes associated with our reinsured businesses, which are fully offset by a corresponding amount in Interest credited and other benefits to contract owners/policyholders; and
- a favorable change in mark-to-market adjustments on securities subject to fair value option accounting primarily due to interest rate movements; policyholders.

The improvement was partially offset by:

- net unfavorable changes in derivative valuations due to interest rate movements; and
- higher impairments in the current period primarily related to CECL; and
- higher losses on bond sales due to higher interest rates; period.

Other revenue increased \$42 million \$48 million from \$44 million \$33 million to \$86 million \$81 million primarily due to:

- higher other revenue in Health Solutions primarily driven by the Benefitfocus acquisition.

The increase was partially offset by:

- lower revenue from transition services agreements.

Income (loss) related to consolidated investment entities increased \$30 million changed \$167 million from \$115 million a loss of \$136 million to \$145 million income of \$31 million primarily due to:

- equity market impacts to limited partnership valuations; and
- an increase in interest income in collateralized loan obligations due to higher interest rates.

#### Total Benefits and Expenses

Total benefits and expenses increased \$236 million \$377 million from \$1,372 million \$1,274 million to \$1,608 million \$1,651 million. The following items contributed to the overall increase.

Interest credited and other benefits to contract owners/policyholders increased \$28 million \$262 million from \$654 million \$537 million to \$682 million \$799 million primarily due to:

- higher benefits incurred in Health Solutions due to higher loss ratios, growth in in-force business, and an unfavorable change due to the annual assumption update;
- an unfavorable impact from the annual assumption update in Businesses Exited;
- a change in the value of an embedded derivative associated with businesses reinsured due to a decrease changes in interest rates, in the current period compared to an increase in interest rates in the prior period, which is fully offset by a corresponding amount in Net gains (losses),

The increase was partially offset by:

- a favorable change in market risk benefits driven by positive equity market performance and higher interest rates;
- a lower litigation reserve in the current period compared to the prior period in Businesses exited;
- lower benefits incurred in Health Solutions due to lower loss ratios across all products, partially offset by growth in in-force business; ; and
- a favorable change higher participant crediting rates in CECL allowance on reinsurance recoverable in Businesses exited, Wealth Solutions due to higher interest rates.

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Operating expenses increased \$165 million \$85 million from \$605 million \$632 million to \$770 million \$717 million primarily due to:

- an increase in Health Solutions expenses primarily driven by the acquisition of Benefitfocus and business growth;
- an increase in Investment Management expenses primarily driven by the addition of the AllianzGI business;
- an increase in the deferred compensation plan liability due to positive equity market movements which is offset by a favorable derivative change in Net gains (losses); amortization of intangible assets associated with acquisitions; and
- integration costs associated with the AllianzGI and Benefitfocus businesses; and
- an increase in Wealth Solutions expenses driven by business growth, acquisition of Benefitfocus.

The increase was partially offset by:

- an impairment to the fair value absence of a wholly owned office building transaction costs associated with closing the AllianzGI transaction in the prior period, partially offset by an impairment related to a vacated leased building in the current period.

Operating expenses related to consolidated investment entities increased \$42 million \$33 million from \$18 million \$14 million to \$60 million \$47 million primarily due to:

- increase in interest costs of limited partnerships due to higher loans;
- increase in collateralized loan obligations interest costs due to higher rates and new fund launches, launches; and
- increase in interest costs of limited partnerships due to higher loans.

#### Income Tax Expense (Benefit)

Income tax expense (benefit) increased \$19 million changed \$103 million from \$9 million an expense of \$29 million to \$28 million a benefit of \$74 million primarily due to:

- the Resolution Capital Loss; and
- a decrease in noncontrolling interest.

The change was partially offset by:

- an increase in income before income taxes.

The increase was partially offset by:

- an increase in the dividends received deduction ("DRD").

#### Adjustments from Income (Loss) before Income Taxes to Adjusted Operating Earnings (Loss) before Income Taxes

For additional information on the reconciliation adjustments listed below, see the Segments Note to our Condensed Consolidated Financial Statements in Part I, Item 1. of this Quarterly Report on Form 10-Q.

Net investment gains (losses) improved \$21 changed \$51 million from a loss of \$59 \$9 million to a loss gain of \$38 \$42 million primarily due to:

- a favorable change gain from the revaluation of the investment in mark-to-market adjustments on securities subject to fair value option accounting primarily due to interest rate movements; and
- a favorable change in market risk benefits driven by positive equity market performance and higher interest rates.

The improvement was partially offset by:

- net unfavorable changes in derivative valuations due to interest rate movements;
- higher impairments in the current period primarily related to CECL; and
- higher losses on bond sales due to higher interest rates, Voya India.

Income (loss) related to businesses exited or to be exited through reinsurance or divestment improved \$34 million increased \$55 million from a loss of \$55 million \$13 million to a loss of \$21 million \$68 million primarily due to:

- an unfavorable impact from the annual assumption update.

Other adjustments to operating earnings improved \$9 million from a lower litigation reserve in the current period compared loss of \$37 million to the prior period; a loss of \$28 million primarily due to:

- a favorable change the absence of transaction costs associated with closing the AllianzGI transaction in market risk benefits driven by positive equity market performance and higher interest rates; the prior period.

The improvement was partially offset by:

- a favorable change an increase in CECL allowance on reinsurance recoverable; the amortization of intangible assets associated with acquisitions; and
- lower intangibles amortization, integration costs associated with the acquisition of Benefitfocus.

*Other adjustments to operating earnings* increased \$12 million from a loss of \$40 million to a loss of \$52 million primarily due to:

- integration costs associated with the Allianz GI and Benefitfocus businesses;
- an increase in the amortization of intangible assets associated with acquisitions;
- an unfavorable change in market-driven pension costs; and
- a loss on debt extinguishment in the current period compared to a gain in the prior period.

The increase was partially offset by:

- an impairment to the fair value of a wholly owned office building in the prior period, partially offset by an impairment related to a vacated leased building in the current period; and
- lower restructuring charges.

**Consolidated - Six Nine Months Ended June 30, 2023 September 30, 2023 Compared to Six Nine Months Ended June 30, 2022 September 30, 2022**

### **Total Revenues**

*Total revenues* increased \$676 million \$1,154 million from \$3,030 million \$4,375 million to \$3,706 million \$5,529 million. The following items contributed to the overall increase.

*Net investment income* decreased \$121 million \$96 million from \$1,211 million \$1,733 million to \$1,090 million \$1,637 million primarily due to:

- lower investment income on fair value option securities primarily due to interest rate movements and lower average volume; and
- lower alternative investment and prepayment fee income in the current period primarily driven by the impact of equity overall market performance.

*Fee income* increased \$92 million \$136 million from \$846 million \$1,291 million to \$938 million \$1,427 million primarily due to:

- higher fee income in Investment Management primarily due to the addition of the AllianzGI business, partially offset by net outflows and higher interest rates, and lower average equity markets, rates.

The increase was partially offset by:

- lower fee income in Wealth Solutions primarily driven by due to higher interest rates and a lower earned Full Service fee margin rate, and lower average equity markets, partially offset by the cumulative impact of positive net flows, business growth.

*Premiums* increased \$157 233 million from \$1,205 1,811 million to \$1,362 million \$2,044 million primarily due to:

- higher premiums in Health Solutions driven by growth across all blocks of business.

*Net gains (losses)* improved \$442 million \$560 million from a loss of \$514 million \$639 million to a loss of \$72 million \$79 million primarily due to:

- a favorable change in mark-to-market adjustments on securities subject to fair value option accounting primarily due to interest rate movements;
- gains from market value changes associated with our reinsured businesses, which are fully offset by a corresponding amount in Interest credited and other benefits to contract owners/policyholders; and
- higher impairments a gain from the revaluation of the investment in the prior period primarily related to CECL, Voya India.

The improvement was partially offset by:

- net unfavorable changes in derivative valuations due to interest rate movements.

*Other revenue* increased \$80 million \$128 million from \$84 million \$117 million to \$164 million \$245 million primarily due to:

- higher other revenue in Health Solutions primarily driven by the Benefitfocus acquisition.

The increase was partially offset by:

- lower revenue from transition services agreements.

*Income (loss) related to consolidated investment entities* increased \$26 million \$193 million from \$198 million \$62 million to \$224 million \$255 million primarily due to:

- equity market impacts to limited partnership valuations; and
- an increase in interest income in collateralized loan obligations due to higher interest rates.

### Total Benefits and Expenses

*Total benefits and expenses* increased \$546 million \$923 million from \$2,756 million \$4,030 million to \$3,302 million \$4,953 million. The following items contributed to the overall increase.

*Interest credited and other benefits to contract owners/policyholders* increased \$135 million \$397 million from \$1,298 million \$1,835 million to \$1,433 million \$2,232 million primarily due to:

- higher benefits incurred in Health Solutions due to growth in in-force business and an unfavorable change due to the annual assumption update;
- a change in the value of an embedded derivative associated with businesses reinsured due to a decrease changes in interest rates, in the current period compared to an increase in interest rates in the prior period, which is fully offset by a corresponding amount in Net gains (losses);
- an unfavorable impact from the annual assumption update in Businesses Exited; and
- higher participant crediting rates in Wealth Solutions due to higher interest rates.

The increase was partially offset by:

- a lower claims loss ratio in Group Life primarily related to stop loss and absence of COVID-19 impacts in the prior current period which did not repeat and lower loss ratios across all products, partially offset by an increase in in-force business in Health Solutions; and
- a lower litigation reserve in the current period compared to the prior period in Businesses exited;
- a favorable change in CECL allowance on reinsurance recoverable in Businesses exited; and
- a favorable change in market risk benefits driven by positive equity market performance and higher interest rates. exited.

*Operating expenses* increased \$369 million \$454 million from \$1,237 million \$1,869 million to \$1,606 million \$2,323 million primarily due to:

- an increase in Health Solutions expenses primarily driven by the acquisition of Benefitfocus and business growth;
- an increase in Investment Management expenses primarily driven by the addition of the AllianzGI business;
- an increase in the deferred compensation plan liability due to positive equity market movements which is offset by a favorable derivative change in Net gains (losses); movements;
- an increase Wealth Solutions expenses driven by business growth;
- closing and integration costs associated with the acquisition of Benefitfocus; and
- integration costs an increase in the amortization of intangible assets associated with the AllianzGI business. acquisitions.

The increase was partially offset by: *Operating expenses related to consolidated investment entities* increased \$85 million from \$38 million to \$123 million primarily due to:

- an impairment increase in collateralized loan obligations interest costs due to the fair value higher rates and new fund launches; and
- increase in interest costs of a wholly owned office building in the prior period, partially offset by an impairment related limited partnerships due to a vacated leased building in the current period. higher loans.

### Income Tax Expense (Benefit)

Income tax expense (benefit) increased \$20 million changed \$83 million from \$20 million an expense of \$49 million to \$40 million a benefit of \$34 million primarily due to:

- the Resolution Capital Loss; and
- a change in noncontrolling interest.

The change was partially offset by:

- an increase in income before income taxes.

The increase was partially offset by:

- a change in the state valuation allowance; and
- an increase in the DRD.

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#### Adjustments from Income (Loss) from Continuing Operations before Income Taxes to Adjusted Operating Earnings (Loss) before Income Taxes

For additional information on the reconciliation adjustments listed below, see the Segments Note to our Condensed Consolidated Financial Statements in Part I, Item 1. of this Quarterly Report on Form 10-Q.

Net investment gains (losses) improved \$124 million \$176 million from a loss of \$171 million \$180 million to a loss of \$47 million \$4 million primarily due to:

- a favorable change in mark-to-market adjustments on securities subject to fair value option accounting primarily due to interest rate movements;
- lower impairments a gain from the revaluation of the investment in the current period primarily related to CECL; Voya India; and
- a net favorable change in market risk benefits driven by positive equity market performance and higher interest rates.

The improvement was partially offset by:

- net unfavorable changes in derivative valuations due to interest rate movements.

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Income (loss) related to businesses exited or to be exited through reinsurance or divestment improved \$37 million increased \$17 million from a loss of \$91 million \$105 million to a loss of \$54 million \$122 million primarily due to:

- an unfavorable impact from the third quarter annual assumption update.

The increase was partially offset by:

- a lower litigation reserve in the current period compared to the prior period; and
- a favorable change in CECL the allowance for credit losses on reinsurance recoverable.

Other adjustments to operating earnings increased \$74 million \$65 million from a loss of \$48 million \$85 million to a loss of \$122 million \$150 million primarily due to:

- closing and integration costs associated with the acquisition of Benefitfocus;
- an unfavorable change in market-driven pension costs;
- integration costs associated with the Allianz GI business; and

- an increase in the amortization of intangible assets associated with acquisitions.

The increase was partially offset by:

- an impairment to the fair value of a wholly owned office building in the prior period, partially offset by an impairment related to a vacated leased building in the current period; lower restructuring charges; and
- lower restructuring charges, impairments associated with vacated real estate in the current period compared to the prior period.

## Results of Operations - Segment by Segment

Adjusted operating earnings before income taxes is the measure of segment profit or loss management uses to evaluate segment performance. Adjusted operating earnings before income taxes should not be viewed as a substitute for GAAP pre-tax income. We believe that the presentation of segment adjusted operating earnings before income taxes as we measure it for management purposes enhances the understanding of our business by reflecting the underlying performance of our core operations and facilitating a more meaningful trend analysis. Refer to the *Segments* Note to our Condensed Consolidated Financial Statements in Part I, Item 1. of this Quarterly Report on Form 10-Q for further information on the presentation of segment results and our definition of adjusted operating earnings before income taxes.

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## Wealth Solutions

The following table presents Adjusted operating earnings before income taxes of our Wealth Solutions segment for the periods indicated:

		Three Months Ended		Six Months Ended			Three Months Ended		Nine Months Ended	
		June 30,		June 30,			September 30,		September 30,	
(\$ in millions)	(\$ in millions)	2023	2022	2023	2022	(\$ in millions)	2023	2022	2023	2022
<b>Adjusted operating revenues:</b>	<b>Adjusted operating revenues:</b>					<b>Adjusted operating revenues:</b>				
Net investment income and net gains (losses)	Net investment income and net gains (losses)	\$ 446	\$ 448	\$ 880	\$ 935	Net investment income and net gains (losses)	\$ 438	\$ 398	\$ 1,318	\$ 1,333
Fee income	Fee income	240	239	471	495	Fee income	246	230	717	725
Other revenue	Other revenue	18	21	38	35	Other revenue	18	17	55	52
Total adjusted operating revenues	Total adjusted operating revenues	705	709	1,389	1,465	Total adjusted operating revenues	702	645	2,090	2,109
<b>Operating benefits and expenses:</b>	<b>Operating benefits and expenses:</b>					<b>Operating benefits and expenses:</b>				
Interest credited and other benefits to contract owners/policyholders	Interest credited and other benefits to contract owners/policyholders	224	222	445	440	Interest credited and other benefits to contract owners/policyholders	226	222	671	663
Operating expenses	Operating expenses	285	265	593	552	Operating expenses	275	272	867	823
Net amortization of DAC/VOBA	Net amortization of DAC/VOBA	22	24	45	47	Net amortization of DAC/VOBA	22	23	67	71
Total operating benefits and expenses	Total operating benefits and expenses	531	512	1,083	1,039	Total operating benefits and expenses	524	517	1,605	1,556
<b>Adjusted operating earnings before income taxes</b>	<b>Adjusted operating earnings before income taxes</b>	<b>\$ 174</b>	<b>\$ 197</b>	<b>\$ 306</b>	<b>\$ 425</b>	<b>Adjusted operating earnings before income taxes</b>	<b>\$ 179</b>	<b>\$ 128</b>	<b>\$ 485</b>	<b>\$ 553</b>

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The following table presents Net revenue and Adjusted operating margin for our Wealth Solutions segment as of the dates indicated:

(\$ in millions)	(\$ in millions)	Three Months Ended		Six Months Ended June		(\$ in millions)	Three Months Ended		Nine Months Ended	
		June 30,		30,			September 30,		September 30,	
		2023	2022	2023	2022		2023	2022	2023	2022
<b>Adjusted operating earnings before income taxes</b>	<b>Adjusted operating earnings before income taxes</b>	\$ 174	\$ 197	\$ 306	\$ 425	<b>Adjusted operating earnings before income taxes</b>	\$ 179	\$ 128	\$ 485	\$ 553
<b>Total adjusted operating revenues</b>	<b>Total adjusted operating revenues</b>	705	709	1,389	1,465	<b>Total adjusted operating revenues</b>	702	645	2,090	2,109
Less: Interest credited and other benefits to contract owners/policyholders	Less: Interest credited and other benefits to contract owners/policyholders	224	222	445	440	Less: Interest credited and other benefits to contract owners/policyholders	226	222	671	663
<b>Net revenue</b>	<b>Net revenue</b>	\$ 481	\$ 486	\$ 944	\$ 1,024	<b>Net revenue</b>	\$ 475	\$ 423	\$ 1,419	\$ 1,448
<b>Adjusted operating margin<sup>(1)</sup></b>	<b>Adjusted operating margin<sup>(1)</sup></b>	36.1 %	40.6 %	32.5 %	41.5 %	<b>Adjusted operating margin<sup>(1)</sup></b>	37.6 %	30.2 %	34.2 %	38.2 %

<sup>(1)</sup> Adjusted operating earnings before income taxes divided by Net revenue.

The following tables present Total Client Assets, which comprise total AUM and AUA, for our Wealth Solutions segment as of the dates indicated:

(\$ in millions)	(\$ in millions)	As of June 30,		(\$ in millions)	As of September 30,	
		2023	2022		2023	2022
Full Service	Full Service	\$ 178,398	\$ 158,928	Full Service	\$ 173,723	\$ 153,228
Recordkeeping	Recordkeeping	279,669	248,931	Recordkeeping	276,869	241,241
Total Defined Contribution	Total Defined Contribution	458,068	407,859	Total Defined Contribution	450,591	394,469
Investment-only Stable Value	Investment-only Stable Value	37,354	39,622	Investment-only Stable Value	35,450	38,944
Retail Client and Other Assets	Retail Client and Other Assets	31,158	28,919	Retail Client and Other Assets	30,529	27,536
Eliminations <sup>(1)</sup>	Eliminations <sup>(1)</sup>	(7,639)	(7,381)	Eliminations <sup>(1)</sup>	(6,998)	(7,355)
<b>Total Client Assets<sup>(1)</sup></b>	<b>Total Client Assets<sup>(1)</sup></b>	<b>\$ 518,941</b>	<b>\$ 469,019</b>	<b>Total Client Assets<sup>(1)</sup></b>	<b>\$ 509,572</b>	<b>\$ 453,594</b>

<sup>(1)</sup> Includes asset eliminations which were previously reported in Recordkeeping and Retail Client Assets. Historical periods presented have been recast to conform with this change.

(\$ in millions)	(\$ in millions)	As of June 30,		(\$ in millions)	As of September 30,	
		2023	2022		2023	2022
Fee-based	Fee-based	\$ 429,958	\$ 377,667	Fee-based	\$ 423,118	\$ 364,099
Spread-based	Spread-based	32,699	34,220	Spread-based	32,136	34,358
Investment-only Stable Value	Investment-only Stable Value	37,354	39,622	Investment-only Stable Value	35,450	38,944
Retail Client Assets	Retail Client Assets	26,570	24,892	Retail Client Assets	25,867	23,547
Eliminations <sup>(1)</sup>	Eliminations <sup>(1)</sup>	(7,639)	(7,381)	Eliminations <sup>(1)</sup>	(6,998)	(7,355)
<b>Total Client Assets<sup>(2)</sup></b>	<b>Total Client Assets<sup>(2)</sup></b>	<b>\$ 518,941</b>	<b>\$ 469,019</b>	<b>Total Client Assets<sup>(2)</sup></b>	<b>\$ 509,572</b>	<b>\$ 453,594</b>

<sup>(1)</sup> Includes asset eliminations which were previously reported in Recordkeeping and Retail Client Assets. Historical periods presented have been recast to conform with this change.

<sup>(2)</sup> Effective Q1 2023, includes asset balances associated with non-qualified retirement plans for clients using only our non-qualified solutions. Historical periods presented have been recast to conform with this change.

The following table presents Full Service, Recordkeeping, and Stable Value net flows for our Wealth Solutions segment for the periods indicated:

(\$ in millions)	(\$ in millions)	Three Months Ended June				(\$ in millions)	Three Months Ended		Nine Months Ended	
		30,		Six Months Ended June 30,			September 30,		September 30,	
		2023	2022	2023	2022	2023	2022	2023	2022	
<b>Full Service - Corporate markets:</b>	<b>Full Service - Corporate markets:</b>					<b>Full Service - Corporate markets:</b>				
Deposits	Deposits	\$ 3,930	\$ 3,473	\$ 8,551	\$ 7,708	Deposits	\$ 3,980	\$ 3,305	\$ 12,531	
Surrenders, benefits and product charges	Surrenders, benefits and product charges	(3,244)	(2,798)	(6,721)	(6,421)	Surrenders, benefits and product charges	(3,368)	(2,589)	(10,089)	
Net flows	Net flows	686	674	1,830	1,286	Net flows	612	716	2,442	
<b>Full Service - Tax-exempt markets:</b>	<b>Full Service - Tax-exempt markets:</b>					<b>Full Service - Tax-exempt markets:</b>				
Deposits	Deposits	1,350	1,540	2,774	2,960	Deposits	1,309	1,235	4,083	
Surrenders, benefits and product charges	Surrenders, benefits and product charges	(1,633)	(1,215)	(4,219)	(2,801)	Surrenders, benefits and product charges	(1,793)	(1,395)	(6,012)	
Net flows	Net flows	(283)	326	(1,445)	161	Net flows	(484)	(161)	(1,929)	
<b>Total Full Service Net Flows</b>	<b>Total Full Service Net Flows</b>	\$ 403	\$ 1,000	\$ 385	\$ 1,447	<b>Total Full Service Net Flows</b>	\$ 127	\$ 555	\$ 513	
<b>Recordkeeping and Stable Value:</b>	<b>Recordkeeping and Stable Value:</b>					<b>Recordkeeping and Stable Value:</b>				
Recordkeeping Net Flows	Recordkeeping Net Flows	\$ 3,600	\$ 224	\$ 3,689	\$ (669)	Recordkeeping Net Flows	\$ 2,993	\$ 2,004	\$ 6,682	
Investment-only Stable Value Net Flows	Investment-only Stable Value Net Flows	\$ (923)	\$ 549	\$ (1,633)	\$ 1,693	Investment-only Stable Value Net Flows	\$ (1,844)	\$ (84)	\$ (3,477)	
									\$ 1,610	

**Wealth Solutions - Three Months Ended June 30, 2023 September 30, 2023 Compared to Three Months Ended June 30, 2022 September 30, 2022**

Adjusted operating earnings before income taxes increased \$51 million from \$128 million to \$179 million primarily due to:

- higher net investment income primarily due to higher alternative asset returns and a higher portfolio yield, partially offset by lower spread-based assets due to participant surrenders and fund transfer activities; and
- higher fee income and other revenue primarily due to higher average equity markets and business growth, partially offset by a lower Full Service fee margin rate and higher interest rates.

The increase was partially offset by:

- higher participant crediting rates due to higher interest rates; and
- higher expenses primarily driven by business growth.

**Wealth Solutions - Nine Months Ended September 30, 2023 Compared to Nine Months Ended September 30, 2022**

Adjusted operating earnings before income taxes decreased \$23 million \$68 million from \$197 million \$553 million to \$174 million \$485 million primarily due to:

- higher expenses primarily driven by business growth; and
- lower net investment income primarily due to lower alternative asset returns and lower spread-based assets due to participant surrenders and fund transfer activities, partially offset by a higher portfolio yield.

**Health Solutions - Six Months Ended June 30, 2023 Compared to Six Months Ended June 30, 2022**

Adjusted operating earnings before income taxes decreased \$119 million from \$425 million to \$306 million primarily due to:

- lower investment income primarily due to lower alternative asset returns, partially offset by a higher portfolio yield;
- higher expenses primarily driven by business growth; participant crediting rates due to higher interest rates; and
- lower fee income and other revenue resulting from lower average equity markets primarily due to higher interest rates and a lower earned Full Service fee margin rate, partially offset by the cumulative impact of positive net flows, business growth.

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**Health Solutions**

The following table presents Adjusted operating earnings before income taxes of the Health Solutions segment for the periods indicated:

(\$ in millions)	(\$ in millions)	Three Months Ended June 30,		Six Months Ended June 30,		(\$ in millions)	Three Months Ended September 30,		Nine Months Ended September 30,	
		2023	2022	2023	2022		2023	2022	2023	2022
<b>Adjusted operating revenues:</b>	<b>Adjusted operating revenues:</b>					<b>Adjusted operating revenues:</b>				
Net investment income and net gains (losses)	Net investment income and net gains (losses)	\$ 35	\$ 35	\$ 68	\$ 74	Net investment income and net gains (losses)	\$ 35	\$ 29	\$ 104	\$ 103
Fee income	Fee income	19	19	40	38	Fee income	18	19	58	58
Premiums	Premiums	669	588	1,344	1,179	Premiums	663	598	2,007	1,778
Other revenue	Other revenue	52	(2)	97	(4)	Other revenue	51	(2)	148	(5)
<b>Total adjusted operating revenues</b>	<b>Total adjusted operating revenues</b>	<b>775</b>	<b>641</b>	<b>1,549</b>	<b>1,288</b>	<b>Total adjusted operating revenues</b>	<b>768</b>	<b>645</b>	<b>2,317</b>	<b>1,933</b>
<b>Operating benefits and expenses:</b>	<b>Operating benefits and expenses:</b>					<b>Operating benefits and expenses:</b>				
Interest credited and other benefits to contract owners/policyholders	Interest credited and other benefits to contract owners/policyholders	433	443	900	921	Interest credited and other benefits to contract owners/policyholders	504	335	1,404	1,256
Operating expenses	Operating expenses	211	141	415	282	Operating expenses	204	147	619	429
Net amortization of DAC/VOBA	Net amortization of DAC/VOBA	8	7	16	13	Net amortization of DAC/VOBA	7	9	23	22
<b>Total operating benefits and expenses</b>	<b>Total operating benefits and expenses</b>	<b>651</b>	<b>590</b>	<b>1,331</b>	<b>1,216</b>	<b>Total operating benefits and expenses</b>	<b>715</b>	<b>491</b>	<b>2,047</b>	<b>1,707</b>
<b>Adjusted operating earnings before income taxes (1)</b>	<b>Adjusted operating earnings before income taxes (1)</b>	<b>\$ 124</b>	<b>\$ 50</b>	<b>\$ 218</b>	<b>\$ 72</b>	<b>Adjusted operating earnings before income taxes (1)</b>	<b>\$ 53</b>	<b>\$ 154</b>	<b>\$ 271</b>	<b>\$ 226</b>

(1) The three and nine months ended September 30, 2023 and 2022 include \$8 million unfavorable and \$66 million favorable impacts, respectively, related to the annual review of assumptions. See *Critical Accounting Judgments and Estimates* in Part I, Item 2. of this Quarterly Report on Form 10-Q for further information.

The following table presents Net revenue and Adjusted operating margin for our Health Solutions segment as of the dates indicated:

(\$ in millions)	(\$ in millions)	Three Months Ended June 30,		Six Months Ended June 30,		(\$ in millions)	Three Months Ended September 30,		Nine Months Ended September 30,	
		2023	2022	2023	2022		2023	2022	2023	2022
<b>Adjusted operating earnings before income taxes</b>	<b>Adjusted operating earnings before income taxes</b>	<b>\$ 124</b>	<b>\$ 50</b>	<b>\$ 218</b>	<b>\$ 72</b>	<b>Adjusted operating earnings before income taxes</b>	<b>\$ 53</b>	<b>\$ 154</b>	<b>\$ 271</b>	<b>\$ 226</b>

Total adjusted operating revenues	Total adjusted operating revenues	775	641	1,549	1,288	Total adjusted operating revenues	768	645	2,317	1,933
Less: Interest credited and other benefits to contract owners/policyholders	Less: Interest credited and other benefits to contract owners/policyholders	433	443	900	921	Less: Interest credited and other benefits to contract owners/policyholders	504	335	1,404	1,256
<b>Net revenue</b>	<b>Net revenue</b>	<b>\$ 342</b>	<b>\$ 198</b>	<b>\$ 649</b>	<b>\$ 367</b>	<b>Net revenue</b>	<b>\$ 264</b>	<b>\$ 310</b>	<b>\$ 913</b>	<b>\$ 677</b>
<b>Adjusted operating margin<sup>(1)</sup></b>	<b>Adjusted operating margin<sup>(1)</sup></b>	<b>36.2 %</b>	<b>25.5 %</b>	<b>33.6 %</b>	<b>19.6 %</b>	<b>Adjusted operating margin<sup>(1)</sup></b>	<b>20.0 %</b>	<b>49.8 %</b>	<b>29.7 %</b>	<b>33.4 %</b>

(1) Adjusted operating earnings before income taxes divided by Net revenue.

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The following table presents sales, gross premiums and in-force for our Health Solutions segment for the periods indicated:

(\$ in millions)	(\$ in millions)	Three Months Ended June 30,		Six Months Ended June 30,		Three Months Ended September 30,		Nine Months Ended September 30,		
		2023	2022	2023	2022	2023	2022	2023	2022	
<b>Sales by Product Line:</b>	<b>Sales by Product Line:</b>					<b>Sales by Product Line:</b>				
Group life and Disability	Group life and Disability	\$ 14	\$ 14	\$ 118	\$ 100	Group life and Disability	\$ 4	\$ 4	\$ 122	\$ 104
Stop loss	Stop loss	25	24	368	347	Stop loss	67	42	435	389
<b>Total group products</b>	<b>Total group products</b>	<b>39</b>	<b>38</b>	<b>486</b>	<b>447</b>	<b>Total group products</b>	<b>71</b>	<b>46</b>	<b>557</b>	<b>493</b>
Voluntary and Other <sup>(1)</sup>	Voluntary and Other <sup>(1)</sup>	43	20	133	124	Voluntary and Other <sup>(1)</sup>	12	12	145	136
<b>Total sales by product line</b>	<b>Total sales by product line</b>	<b>\$ 82</b>	<b>\$ 58</b>	<b>\$ 620</b>	<b>\$ 571</b>	<b>Total sales by product line</b>	<b>\$ 83</b>	<b>\$ 58</b>	<b>\$ 703</b>	<b>\$ 629</b>
<b>Total gross premiums and deposits</b>	<b>Total gross premiums and deposits</b>	<b>\$ 765</b>	<b>\$ 671</b>	<b>\$ 1,526</b>	<b>\$ 1,331</b>	<b>Total gross premiums and deposits</b>	<b>\$ 762</b>	<b>\$ 707</b>	<b>\$ 2,288</b>	<b>\$ 2,038</b>
Group life and Disability	Group life and Disability	\$ 925	\$ 811	\$ 925	\$ 811	Group life and Disability	\$ 917	\$ 817	\$ 917	\$ 817
Stop loss	Stop loss	1,461	1,231	1,461	1,231	Stop loss	1,490	1,259	1,490	1,259
Voluntary and Other <sup>(1)</sup>	Voluntary and Other <sup>(1)</sup>	941	681	941	681	Voluntary and Other <sup>(1)</sup>	936	684	936	684
<b>Total annualized in-force premiums and fees</b>	<b>Total annualized in-force premiums and fees</b>	<b>\$ 3,327</b>	<b>\$ 2,722</b>	<b>\$ 3,327</b>	<b>\$ 2,722</b>	<b>Total annualized in-force premiums and fees</b>	<b>\$ 3,343</b>	<b>\$ 2,760</b>	<b>\$ 3,343</b>	<b>\$ 2,760</b>
<b>Loss Ratios:</b>	<b>Loss Ratios:</b>					<b>Loss Ratios:</b>				
Group life (interest adjusted) <sup>(2)</sup>	Group life (interest adjusted) <sup>(2)</sup>	86.1 %	89.5 %	85.5 %	102.7 %	Group life (interest adjusted) <sup>(2)</sup>	78.4 %	71.4 %	83.2 %	92.2 %
Stop loss	Stop loss	62.6 %	78.9 %	66.3 %	77.7 %	Stop loss	83.3 %	76.4 %	72.2 %	77.3 %
<b>Total Loss Ratio <sup>(2)(3)</sup></b>	<b>Total Loss Ratio <sup>(2)(3)</sup></b>	<b>63.9 %</b>	<b>73.1 %</b>	<b>63.9 %</b>	<b>73.1 %</b>	<b>Total Loss Ratio <sup>(2)(3)</sup></b>	<b>66.3 %</b>	<b>70.7 %</b>	<b>66.3 %</b>	<b>70.7 %</b>

(1) Includes benefit administration annual recurring revenue and Health Account Solutions products.

(2) The three months and six nine months ended June 30, 2023 September 30, 2022 loss ratio excludes \$57 million of favorable reserve impact related to annual review of the assumptions.

(3) Total Loss Ratio is presented on a trailing twelve month basis, basis given inherent volatility in quarterly results.

**Health Solutions - Three Months Ended June 30, 2023 September 30, 2023 Compared to Three Months Ended June 30, 2022 September 30, 2022**

Adjusted Operating earnings before income taxes increased \$74 decreased \$101 million from \$50 \$154 million to \$124 \$53 million primarily due to:

- higher benefits incurred due to higher loss ratios, growth in in-force business, and an unfavorable change due to the annual assumption update; and
- higher expenses primarily driven by the acquisition of Benefitfocus and business growth.

The decrease was partially offset by:

- higher premiums driven by growth in the stop loss and voluntary blocks of business; and
- higher other revenue primarily driven by the acquisition of Benefitfocus.

**Health Solutions - Nine Months Ended September 30, 2023 Compared to Nine Months Ended September 30, 2022**

Adjusted Operating earnings before income taxes increased \$45 million from \$226 million to \$271 million primarily due to:

- higher premiums driven by growth across all three lines of business; and
- higher other revenue primarily driven by the acquisition of Benefitfocus; and
- lower benefits incurred due to lower loss ratios across all products, partially offset by growth in in-force business.

The increase was partially offset by:

- higher expenses primarily driven by the acquisition of Benefitfocus and business growth.

**Health Solutions - Six Months Ended June 30, 2023 Compared to Six Months Ended June 30, 2022**

Adjusted Operating earnings before income taxes increased \$146 million from \$72 million to \$218 million primarily due to:

- higher premiums driven by growth across all three lines of business;
- higher other revenue primarily driven by the acquisition of Benefitfocus; and
- lower benefits incurred due to COVID-19 impacts in the prior period which did not repeat and lower loss ratios across all products, partially offset by growth in in-force business, Benefitfocus.

The increase was partially offset by:

- higher expenses primarily driven by the acquisition of Benefitfocus and business growth; and
- higher benefits incurred due to growth in in-force business, an unfavorable change due to the annual assumption update, partially offset by a lower investment income primarily driven by lower alternative asset returns, loss ratio in stop loss and absence of COVID-19 impacts in the current period.

**Investment Management**

The following table presents Adjusted operating earnings before income taxes of our Investment Management segment for the periods indicated:

(\$ in millions)	(\$ in millions)	Three Months Ended June 30,		Six Months Ended June 30,		Three Months Ended September 30,		Nine Months Ended September 30,		
		2023	2022	2023	2022	2023	2022	2023	2022	
<b>Adjusted operating revenues:</b>	<b>Adjusted operating revenues:</b>					<b>Adjusted operating revenues:</b>				
Net investment income and net gains (losses)	Net investment income and net gains (losses)	\$ 9	\$ 5	\$ 20	\$ 16	Net investment income and net gains (losses)	\$ 7	\$ (12)	\$ 27	\$ 4
Fee income	Fee income	218	160	435	325	Fee income	224	202	659	527
Other revenue	Other revenue	(1)	6	1	8	Other revenue	2	2	3	10

Total adjusted operating revenues	Total adjusted operating revenues	226	171	455	349	Total adjusted operating revenues	233	192	688	542
<b>Operating benefits and expenses:</b>	<b>Operating benefits and expenses:</b>					<b>Operating benefits and expenses:</b>				
Operating expenses	Operating expenses	163	131	350	271	Operating expenses	170	142	520	412
Total operating benefits and expenses	Total operating benefits and expenses	163	131	350	271	Total operating benefits and expenses	170	142	520	412
<b>Adjusted operating earnings before income taxes including Allianz noncontrolling interest</b>	<b>Adjusted operating earnings before income taxes including Allianz noncontrolling interest</b>	63	40	105	79	<b>Adjusted operating earnings before income taxes including Allianz noncontrolling interest</b>	63	51	168	129
Less: Earnings (loss) attributable to Allianz noncontrolling interest	Less: Earnings (loss) attributable to Allianz noncontrolling interest	14	—	22	—	Less: Earnings (loss) attributable to Allianz noncontrolling interest	14	13	36	13
<b>Adjusted operating earnings before income taxes</b>	<b>Adjusted operating earnings before income taxes</b>	<u>\$ 50</u>	<u>\$ 40</u>	<u>\$ 83</u>	<u>\$ 79</u>	<b>Adjusted operating earnings before income taxes</b>	<u>\$ 49</u>	<u>\$ 38</u>	<u>\$ 132</u>	<u>\$ 116</u>

The following table presents Net revenue and Adjusted operating margin for our Investment Management segment as of the dates indicated:

(\$ in millions)	(\$ in millions)	Three Months Ended June 30,				(\$ in millions)	Three Months Ended September 30,		Nine Months Ended September 30,	
		2023	2022	2023	2022		2023	2022	2023	2022
<b>Adjusted operating earnings before income taxes including Allianz noncontrolling interest</b>	<b>Adjusted operating earnings before income taxes including Allianz noncontrolling interest</b>	\$ 63	\$ 40	\$ 105	\$ 79	<b>Adjusted operating earnings before income taxes including Allianz noncontrolling interest</b>	\$ 63	\$ 51	\$ 168	\$ 129
<b>Total adjusted operating revenues</b>	<b>Total adjusted operating revenues</b>	226	171	455	349	<b>Total adjusted operating revenues</b>	233	192	688	542
<b>Net revenue</b>	<b>Net revenue</b>	\$ 226	\$ 171	\$ 455	\$ 349	<b>Net revenue</b>	\$ 233	\$ 192	\$ 688	\$ 542
<b>Adjusted operating margin<sup>(1)</sup></b>	<b>Adjusted operating margin<sup>(1)</sup></b>	27.9 %	23.1 %	23.1 %	22.5 %	<b>Adjusted operating margin<sup>(1)</sup></b>	27.0 %	26.3 %	24.4 %	23.8 %

(1) Adjusted operating earnings before income taxes divided by Net revenue.

Our Investment Management segment operating revenues include the following intersegment revenues, primarily consisting of asset-based management and administration fees.

(\$ in millions)	(\$ in millions)	Three Months Ended June 30,				(\$ in millions)	Three Months Ended September 30,		Nine Months Ended September 30,	
		2023	2022	2023	2022		2023	2022	2023	2022
<b>Investment Management intersegment revenues</b>	<b>Investment Management intersegment revenues</b>	\$ 22	\$ 23	\$ 44	\$ 45	<b>Investment Management intersegment revenues</b>	\$ 21	\$ 23	\$ 65	\$ 68

The following table presents AUM and AUA for our Investment Management segment as of the dates indicated:

(\$ in millions)	(\$ in millions)	As of June 30,		(\$ in millions)	As of September 30,	
		2023	2022		2023	2022
External clients:	External clients:			External clients:		
Institutional <sup>(1)</sup>	Institutional <sup>(1)</sup>	\$ 156,435	\$ 136,596	Institutional <sup>(1)</sup>	\$ 147,904	\$ 160,720
Retail <sup>(1)</sup>	Retail <sup>(1)</sup>	131,391	61,070	Retail <sup>(1)</sup>	128,120	118,016
Total external clients	Total external clients	287,826	197,666	Total external clients	276,024	278,735
General account	General account	36,154	38,686	General account	35,792	38,614
Total AUM <sup>(1)</sup>	Total AUM <sup>(1)</sup>	323,980	236,352	Total AUM <sup>(1)</sup>	311,816	317,349
AUA <sup>(2)</sup>	AUA <sup>(2)</sup>	57,326	53,359	AUA <sup>(2)</sup>	55,066	51,862
<b>Total AUM and AUA<sup>(1)(2)</sup></b>	<b>Total AUM and AUA<sup>(1)(2)</sup></b>	<b>\$ 381,306</b>	<b>\$ 289,710</b>	<b>Total AUM and AUA<sup>(1)(2)</sup></b>	<b>\$ 366,882</b>	<b>\$ 369,210</b>

<sup>(1)</sup> Includes assets associated with the divested businesses.

<sup>(2)</sup> Includes assets sourced by other segments and also reported as AUA or AUM by such other segments. Assets Under Advisement, presented in AUA, includes advisory assets, mutual fund, general account and stable value assets.

The following table presents net flows for our Investment Management segment for the periods indicated:

(\$ in millions)	(\$ in millions)	Three Months Ended June 30,				(\$ in millions)	Three Months Ended September 30,		Nine Months Ended September 30,	
		2023	2022	2023	2022		2023	2022	2023	2022
Net Flows:	Net Flows:					Net Flows:				
Institutional	Institutional	\$ (3,783)	\$ 1,998	\$ (4,728)	\$ 4,219	Institutional	\$ (5,361)	\$ (889)	\$ (10,089)	\$ 3,330
Retail	Retail	122	(1,439)	464	(2,332)	Retail	1,046	(71)	1,510	(2,403)
Divested businesses	Divested businesses	(516)	(525)	(1,031)	(1,193)	Divested businesses	(490)	(467)	(1,521)	(1,660)
<b>Total</b>	<b>Total</b>	<b>\$ (4,178)</b>	<b>\$ 34</b>	<b>\$ (5,296)</b>	<b>\$ 694</b>	<b>Total</b>	<b>\$ (4,806)</b>	<b>\$ (1,427)</b>	<b>\$ (10,102)</b>	<b>\$ (733)</b>

**Investment Management - Three Months Ended June 30, 2023 September 30, 2023 Compared to Three Months Ended June 30, 2022 September 30, 2022**

Adjusted operating earnings before income taxes including Allianz noncontrolling interest increased \$23 million \$12 million from \$40 million \$51 million to \$63 million primarily due to:

- higher fee income and other revenue primarily due to higher average equity markets and the addition of the AllianzGI business, and higher average equity markets, partially offset by net outflows and higher interest rates; and
- higher investment capital returns primarily driven by overall market performance.

The increase was partially offset by:

- higher operating expenses primarily driven by the addition of the AllianzGI business.

**Investment Management - Six Nine Months Ended June 30, 2023 September 30, 2023 Compared to Six Nine Months Ended June 30, 2022 September 30, 2022**

Adjusted operating earnings before income taxes including Allianz noncontrolling interest increased \$26 million \$39 million from \$79 million \$129 million to \$105 million \$168 million primarily due to:

- higher fee income and other revenue primarily due to the addition of the AllianzGI business, partially offset by net outflows and higher interest rates, and lower average equity markets; rates; and
- higher investment capital returns primarily driven by overall market performance.

The increase was partially offset by:

- higher operating expenses primarily driven by the addition of the AllianzGI business.

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## Corporate

The following table presents Adjusted operating earnings before income taxes of Corporate for the periods indicated:

(\$ in millions)	(\$ in millions)	Three Months Ended June 30,		Six Months Ended June 30,		(\$ in millions)	Three Months Ended September 30,		Nine Months Ended September 30,	
		2023	2022	2023	2022		2023	2022	2023	2022
<b>Adjusted operating revenues:</b>	<b>Adjusted operating revenues:</b>					<b>Adjusted operating revenues:</b>				
Net investment income and net gains (losses)	Net investment income and net gains (losses)	\$ 8	\$ —	\$ 12	\$ 1	Net investment income and net gains (losses)	\$ 9	\$ —	\$ 21	\$ —
Other revenue	Other revenue	7	17	14	38	Other revenue	5	13	18	51
<b>Total adjusted operating revenues</b>	<b>Total adjusted operating revenues</b>	<b>15</b>	<b>17</b>	<b>26</b>	<b>39</b>	<b>Total adjusted operating revenues</b>	<b>14</b>	<b>13</b>	<b>39</b>	<b>51</b>
<b>Operating benefits and expenses:</b>	<b>Operating benefits and expenses:</b>					<b>Operating benefits and expenses:</b>				
Operating expenses <sup>(1)</sup>	Operating expenses <sup>(1)</sup>	32	37	65	75	Operating expenses <sup>(1)</sup>	22	30	85	104
Interest expense <sup>(2)</sup>	Interest expense <sup>(2)</sup>	37	40	84	92	Interest expense <sup>(2)</sup>	44	49	128	140
<b>Total operating benefits and expenses</b>	<b>Total operating benefits and expenses</b>	<b>69</b>	<b>76</b>	<b>149</b>	<b>166</b>	<b>Total operating benefits and expenses</b>	<b>66</b>	<b>78</b>	<b>213</b>	<b>244</b>
<b>Adjusted operating earnings before income taxes including Allianz noncontrolling interest</b>	<b>Adjusted operating earnings before income taxes including Allianz noncontrolling interest</b>	<b>(54)</b>	<b>(60)</b>	<b>(123)</b>	<b>(128)</b>	<b>Adjusted operating earnings before income taxes including Allianz noncontrolling interest</b>	<b>(52)</b>	<b>(66)</b>	<b>(175)</b>	<b>(193)</b>
Less: Earnings (loss) attributable to Allianz noncontrolling interest	Less: Earnings (loss) attributable to Allianz noncontrolling interest	—	—	(1)	—	Less: Earnings (loss) attributable to Allianz noncontrolling interest	—	—	(1)	—
<b>Adjusted operating earnings before income taxes</b>	<b>Adjusted operating earnings before income taxes</b>	<b>\$ (53)</b>	<b>\$ (60)</b>	<b>\$ (121)</b>	<b>\$ (128)</b>	<b>Adjusted operating earnings before income taxes</b>	<b>\$ (52)</b>	<b>\$ (65)</b>	<b>\$ (173)</b>	<b>\$ (193)</b>

<sup>(1)</sup> Includes expenses from corporate activities, and expenses not allocated to our segments.

<sup>(2)</sup> Includes dividend payments made to preferred shareholders.

Corporate - Three Months Ended **June 30, 2023** September 30, 2023 Compared to Three Months Ended **June 30, 2022** September 30, 2022

Adjusted operating earnings before income taxes including Allianz noncontrolling interest improved \$6 million \$14 million from a loss of \$60 million \$66 million to a loss of \$54 million \$52 million primarily due to:

- stranded costs in the prior period which did not repeat;
- higher investment income due to the increase in short-term rates on assets backing surplus in excess of amounts held at the segment level;
- lower operating expenses due to stranded costs in the prior period and lower incentive compensation; and
- lower interest expense as a result of driven by cumulative debt extinguishments.

The improvement was partially offset by:

- lower other revenue resulting from transition services agreements; and
- higher incentive compensation agreements.

**Corporate - Six Nine Months Ended June 30, 2023 September 30, 2023 Compared to Six Nine Months Ended June 30, 2022 September 30, 2022**

Adjusted operating earnings before income taxes including Allianz noncontrolling interest improved \$5 million \$18 million from a loss of \$128 million \$193 million to a loss of \$121 million \$175 million primarily due to:

- stranded costs in the prior period which did not repeat;
- higher investment income due to the increase in short-term rates on assets backing surplus in excess of amounts held at the segment level;
- lower operating expenses due to stranded costs in the prior period, partially offset by an increase in the deferred compensation liability; and
- lower interest expense as a result of driven by cumulative debt extinguishments.

The improvement was partially offset by:

- lower other revenue resulting from transition services agreements; and
- higher incentive compensation agreements.

**Alternative Investment Income**

Investment income on certain alternative investments can be volatile due to changes in market conditions. The following table presents the amount of investment income (loss) on certain alternative investments that is included in segment Adjusted

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operating earnings before income taxes and the average level of assets in each segment, prior to intercompany eliminations, which excludes alternative investments and income that are a component of Income (loss) related to businesses exited or to be exited through reinsurance or divestment. These alternative investments are carried at fair value, which is estimated based on the net asset value ("NAV") of these funds.

While investment income on these assets can be volatile, based on current plans, we expect to earn 9.0% on these assets over the long term.

The following table presents alternative investment income and average assets of alternative investments for the periods indicated:

(\$ in millions)	(\$ in millions)	Three Months Ended June 30,		Six Months Ended June 30,		(\$ in millions)	Three Months Ended September 30,		Nine Months Ended September 30,	
		2023	2022	2023	2022		2023	2022	2023	2022
<b>Wealth Solutions:</b>	<b>Wealth Solutions:</b>					<b>Wealth Solutions:</b>				
Alternative investment income	Alternative investment income	\$ 30	\$ 33	\$ 41	\$ 122	Alternative investment income	\$ 21	\$ (26)	\$ 62	\$ 96
Average alternative investment	Average alternative investment	1,615	1,634	1,637	1,584	Average alternative investment	1,613	1,650	1,629	1,606
<b>Health Solutions:</b>	<b>Health Solutions:</b>					<b>Health Solutions:</b>				

Alternative investment income	Alternative investment income	4	3	5	12	Alternative investment income	3	(3)	8	9
Average alternative investment	Average alternative investment	179	162	152	166	Average alternative investment	199	163	168	165
<b>Investment Management:</b>	<b>Investment Management:</b>					<b>Investment Management:</b>				
Alternative investment income	Alternative investment income	8	5	17	16	Alternative investment income	5	(13)	22	3
Average alternative investment	Average alternative investment	325	347	322	349	Average alternative investment	326	333	323	344

### Liquidity and Capital Resources

Liquidity refers to our ability to access sufficient sources of cash to meet the requirements of our operating, investing and financing activities. Capital refers to our long-term financial resources available to support business operations and future growth. Our ability to generate and maintain sufficient liquidity and capital depends on the profitability of the businesses, timing of cash flows on investments and products, general economic conditions and access to the capital markets and the other sources of liquidity and capital described herein.

#### Consolidated Sources and Uses of Liquidity and Capital

Our principal available sources of liquidity are product charges, investment income, proceeds from the maturity and sale of investments, proceeds from debt issuance and borrowing facilities, equity securities issuance, repurchase agreements, contract deposits and securities lending. Primary uses of these funds are payments of policyholder benefits, commissions and operating expenses, interest credits, share repurchases, investment purchases and contract maturities, withdrawals and surrenders.

#### Parent Company Sources and Uses of Liquidity

Voya Financial, Inc. is largely dependent on cash flows from its operating subsidiaries to meet its obligations. The principal sources of funds available to Voya Financial, Inc. include dividends and returns of capital from its operating subsidiaries, as well as cash and short-term investments, and proceeds from debt issuances, borrowing facilities and equity securities issuances.

These sources of funds include the \$500 million revolving credit sublimit of our senior unsecured credit facility and reciprocal borrowing facilities maintained with Voya Financial, Inc.'s subsidiaries as well as alternate sources of liquidity described below.

We estimate that our excess capital (which we define as the amount of total adjusted capital in our insurance subsidiaries above our 375% RBC target, plus the amount of holding company liquidity above our \$200 million target) as of **June 30, 2023** **September 30, 2023**, was approximately **\$0.5 billion** **\$0.4 billion**. As of **June 30, 2023** **September 30, 2023**, our estimated combined RBC ratio, with adjustments for certain intercompany transactions, was **405%** **403%**.

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Voya Financial, Inc.'s primary sources and uses of cash for the periods indicated are presented in the following table:

(\$ in millions)	(\$ in millions)	Six Months Ended June 30,		(\$ in millions)	Nine Months Ended September 30,	
		2023	2022		2023	2022
<b>Beginning cash and cash equivalents balance</b>	<b>Beginning cash and cash equivalents balance</b>	\$ 210	\$ 202	<b>Beginning cash and cash equivalents balance</b>	\$ 210	\$ 202
<b>Sources:</b>	<b>Sources:</b>			<b>Sources:</b>		
Dividends and returns of capital from subsidiaries	Dividends and returns of capital from subsidiaries	712	1,176	Dividends and returns of capital from subsidiaries	1,057	1,176

Repayment of loans to subsidiaries, net of new issuances	Repayment of loans to subsidiaries, net of new issuances	252	—	Repayment of loans to subsidiaries, net of new issuances	110	169
Debt issuance <sup>(1)</sup>	Debt issuance <sup>(1)</sup>	388	—	Debt issuance <sup>(1)</sup>	388	—
Amounts received from subsidiaries under tax sharing agreements, net	Amounts received from subsidiaries under tax sharing agreements, net	57	33	Amounts received from subsidiaries under tax sharing agreements, net	73	27
Settlement of amounts due from (to) subsidiaries and affiliates, net	Settlement of amounts due from (to) subsidiaries and affiliates, net	51	36	Settlement of amounts due from (to) subsidiaries and affiliates, net	113	35
Collateral received, net	Collateral received, net	16	—	Collateral received, net	8	—
Discounts and fees received for debt extinguishment				Discounts and fees received for debt extinguishment	—	2
Asset maturities and investment income, net	Asset maturities and investment income, net	—	25	Asset maturities and investment income, net	1	25
Derivatives, net	Derivatives, net	3	—	Derivatives, net	10	—
Other, net	Other, net	8	21	Other, net	—	4
Total sources	Total sources	1,487	1,291	Total sources	1,760	1,438
<b>Uses:</b>	<b>Uses:</b>			<b>Uses:</b>		
Premium paid and other fees related to debt extinguishment		—	1			
Payment of interest expense	Payment of interest expense	62	58	Payment of interest expense	90	81
Capital provided to subsidiaries	Capital provided to subsidiaries	8	—	Capital provided to subsidiaries	8	—
Payment for business acquisitions	Payment for business acquisitions	558	—	Payment for business acquisitions	611	—
Repayments of loans from subsidiaries, net of repayments	Repayments of loans from subsidiaries, net of repayments	184	60	Repayments of loans from subsidiaries, net of repayments	262	—
Debt repurchase	Debt repurchase	393	214	Debt repurchase	393	366
New issuances of loans to subsidiaries, net of repayments	New issuances of loans to subsidiaries, net of repayments	—	48	New issuances of loans to subsidiaries, net of repayments	—	51
Payment of income taxes, net	Payment of income taxes, net	2	13	Payment of income taxes, net	2	13
Common stock acquired - Share repurchase	Common stock acquired - Share repurchase	162	750	Common stock acquired - Share repurchase	212	750
Share-based compensation	Share-based compensation	42	39	Share-based compensation	46	40
Dividends paid on preferred stock	Dividends paid on preferred stock	18	18	Dividends paid on preferred stock	32	32
Dividends paid on common stock	Dividends paid on common stock	41	41	Dividends paid on common stock	83	61
Collateral delivered, net	Collateral delivered, net	—	6	Collateral delivered, net	—	9
Asset purchases and investment expense, net		2	—			

Derivatives, net	Derivatives, net	—	39	Derivatives, net	—	41
Other, net				Other, net	1	—
Total uses	Total uses	1,472	1,287	Total uses	1,740	1,444
Net increase in cash and cash equivalents	Net increase in cash and cash equivalents	15	4	Net increase in cash and cash equivalents	20	(6)
Ending cash and cash equivalents balance	Ending cash and cash equivalents balance	\$ 225	\$ 206	Ending cash and cash equivalents balance	\$ 230	\$ 196

(1) See Put Option Agreement for Senior Debt Issuance below for further detail.

### Liquidity

We manage liquidity through access to substantial investment portfolios as well as a variety of other sources of liquidity including committed credit facilities, securities lending and repurchase agreements. Our asset-liability management ("ALM") process takes into account the expected maturity of investments and expected benefit payments as well as the specific nature and risk profile of the liabilities. As part of our liquidity management process, we model different scenarios to determine whether existing assets are adequate to meet projected cash flows.

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### Capitalization

The primary components of our capital structure consist of debt and equity securities. Our capital position is supported by cash flows within our operating subsidiaries, the availability of borrowed funds under liquidity facilities, and any additional capital we raise to invest in the growth of the business and for general corporate purposes. We manage our capital position based on a variety of factors including, but not limited to, our financial strength, the credit rating of Voya Financial, Inc. and of its insurance company subsidiaries and general macroeconomic conditions. We may repurchase or otherwise retire our debt and preferred stock and take other steps to reduce our debt and preferred stock or otherwise improve our financial position. These actions could include open market repurchases, negotiated repurchases, tender offers or other retirements of outstanding debt and opportunistic refinancing of debt. The amount that may be repurchased or otherwise retired, if any, will depend on market conditions, trading levels, cash position, compliance with covenants and other considerations.

See the *Consolidated and Nonconsolidated Investment Entities* Note to our Condensed Consolidated Financial Statements in Part I, Item 1. of this Quarterly Report on Form 10-Q for additional details over changes in noncontrolling interest during the year and impacting capitalization.

### Share Repurchase Program and Dividends to Common Shareholders

See the *Shareholders' Equity* Note in our Condensed Consolidated Financial Statements in Part I, Item 1. of this Quarterly Report on Form 10-Q for information relating to authorizations by the Board of Directors to repurchase our shares and amounts of common stock repurchased pursuant to such authorizations during the six nine months ended June 30, 2023 September 30, 2023. As of June 30, 2023 September 30, 2023, we were authorized to repurchase shares up to an aggregate purchase amount of \$109 million \$555 million.

On July 27, 2023, the Board of Directors provided an additional share repurchase authorization of \$500 million, increasing the aggregate amount of our common stock authorized for repurchase to \$609 million. This share repurchase authorization expires on September 30, 2024 (unless extended) and does not obligate us to purchase any shares. The authorization for the share repurchase program may be terminated, increased or decreased by the Board of Directors at any time. The authorization for the share repurchase program may be terminated, increased or decreased by the Board of Directors at any time.

The following table provides a summary of common dividends and repurchases of common shares for the periods indicated:

(\$ in millions)	(\$ in millions)	Six Months Ended June 30,		(\$ in millions)	Nine Months Ended September 30,	
		2023	2022		2023	2022
Dividends paid on common shares	Dividends paid on common shares	\$ 41	\$ 41	Dividends paid on common shares	\$ 83	\$ 61
Repurchases of common shares (at cost)	Repurchases of common shares (at cost)	162	700	Repurchases of common shares (at cost)	216	750
Total	Total	\$ 203	\$ 741	Total	\$ 299	\$ 811

On July 27, 2023 Subsequent to September 30, 2023, our Board we repurchased 773,153 shares pursuant to a 10b5-1 plan for an aggregate purchase price of Directors authorized a third-quarter 2023 common stock dividend of \$0.40 per share. \$51 million.

**Debt**

As of June 30, 2023 September 30, 2023, we had \$143 million \$2.5 million of short-term debt borrowings outstanding consisting entirely of the current portion of long-term debt.

The following table summarizes our borrowing activities for the six nine months ended June 30, 2023 September 30, 2023:

(\$ in millions)	Beginning Balance	Issuance	Maturities and Repayment	Other Changes	Ending Balance
Total long-term debt	\$ 2,094	\$ 400	\$ (393)	\$ (6)	\$ 2,095

On April 14, 2023 During the nine months ended September 30, 2023, we delivered to the holders Company completed the redemption of the 5.650% Fixed-to-Floating Rate Junior Subordinated Notes due 2053 (the "2053 Notes") a notice of redemption, notifying those noteholders that we have elected to redeem all of the outstanding \$393 million aggregate principal amount of the 2053 Notes at par. During par, resulting in a loss on debt extinguishment of \$5 million, which is included in Interest expense in the three months ended June 30, 2023, we completed the redemption Condensed Consolidated Statements of the 2053 Notes. Operations. See the Financing Agreements and Shareholders' Equity Notes to our Condensed Consolidated

Financial Statements in Part I, Item 1. of this Quarterly Report on Form 10-Q for additional details on changes in debt and equity during the year.

**Put Option Agreement for Senior Debt Issuance**

On May 1, 2023, we exercised the put option (the "Put Option") pursuant to the Put Option Agreement, dated March 17, 2015, with Peachtree Corners Funding Trust (the "Trust"), a Delaware trust formed in connection with the sale by the Trust of pre-capitalized trust securities ("P-Caps"), that provided us the right to issue up to \$500 million aggregate principal amount of our 3.976% Senior Notes due 2025 (the "3.976% Senior Notes") to the Trust in exchange for a corresponding amount of U.S. Treasury securities that are held by the Trust.

On May 3, 2023, we issued \$400 million aggregate principal amount of 3.976% Senior Notes to the Trust, and we received approximately \$400 million of U.S. Treasury securities. The proceeds from the sale of the U.S. Treasury securities received by us in exchange for the 3.976% Senior Notes were used to redeem the 2053 Notes on May 15, 2023.

See the Financing Agreements Note to our Condensed Consolidated Financial Statements in Part I, Item 1. of this Quarterly Report on Form 10-Q for information on the Put Option and the 3.976% Senior Notes.

**Senior Unsecured Credit Facility**

See the Financing Agreements Note in our Condensed Consolidated Financial Statements in Part I, Item 1. of this Quarterly Report on Form 10-Q for information on the senior unsecured credit facility.

**Other Credit Facilities**

We have historically used credit facilities to provide collateral for affiliated reinsurance transactions with captive insurance subsidiaries. These arrangements, which facilitated the financing of statutory reserve requirements, primarily related to our divested businesses. See the Financing Agreements Note in our Condensed Consolidated Financial Statements in Part I, Item 1. of this Quarterly Report on Form 10-Q for information on credit facilities.

**Voya Financial, Inc. Credit Support of Subsidiaries**

Voya Financial, Inc. provide guarantees to certain of our subsidiaries to support various business requirements:

- Voya Financial, Inc. guarantees the obligations of Voya Holdings under the \$13 million principal amount Equitable Notes maturing in 2027, and provides a back-to-back guarantee to ING Group in respect of its guarantee of \$358 million \$218 million combined principal amount of Aetna Notes.
- Voya Financial, Inc. and Voya Holdings provide a guarantee of payment of obligations to certain subsidiaries under certain surplus notes held by those subsidiaries.

We did not recognize any asset or liability as of June 30, 2023 September 30, 2023 in relation to intercompany indemnifications, guarantees or support agreements. As of June 30, 2023 September 30, 2023, no guarantees existed in which we were required to currently perform under these arrangements.

**Borrowings from Subsidiaries**

We maintain revolving reciprocal loan agreements with a number of our life and non-life insurance subsidiaries that are used to fund short-term cash requirements that arise in the ordinary course of business. Under these agreements, either party may borrow up to the maximum allowable under the agreement for a term not more than 270 days. For life insurance subsidiaries, the amounts that either party may borrow under the agreement vary and are between 2% and 5% of the insurance subsidiary's statutory net admitted assets (excluding separate accounts) as of the previous year end depending on the state of domicile. As of June 30, 2023 September 30, 2023, the aggregate amount that may be borrowed or lent under agreements with life insurance subsidiaries was \$1.4 billion. For non-life insurance subsidiaries, the maximum allowable under the agreement is based on the assets of the subsidiaries and their particular cash requirements. As of June 30, 2023 September 30, 2023, Voya Financial, Inc. had \$447 million \$305 million outstanding borrowings from subsidiaries and had loaned \$272 million \$351 million to its subsidiaries.

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**Ratings**

Our access to funding and our related cost of borrowing, collateral requirements for derivative instruments and the attractiveness of certain of our products to customers are affected by our credit ratings and insurance financial strength ratings, which are periodically reviewed by the rating agencies. Financial strength ratings and credit ratings are important factors affecting public confidence in an insurer and its competitive position in marketing products. Credit ratings are also important to our ability to raise capital through the issuance of debt and for the cost of such financing.

A downgrade in our credit ratings or the credit or financial strength ratings of our rated subsidiaries could have a material adverse effect on our results of operations and financial condition. See *A downgrade or a potential downgrade in our financial strength or credit ratings could result in a loss of business and adversely affect our results of operations and financial condition* in Risk Factors in Part I, Item 1A. of our [Annual Report on Form 10-K](#).

Financial strength ratings represent the opinions of rating agencies regarding the financial ability of an insurance company to meet its obligations under an insurance policy. Credit ratings represent the opinions of rating agencies regarding an entity's ability to repay its indebtedness. These ratings are not a recommendation to buy or hold any of our securities and they may be revised or revoked at any time at the sole discretion of the rating organization.

The financial strength and credit ratings of Voya Financial, Inc. and its principal subsidiaries as of the date of this Quarterly Report on Form 10-Q are summarized in the following table.

	Rating Agency			
	A.M. Best ("A.M. Best") <sup>(1)</sup>	Fitch, Inc. ("Fitch") <sup>(2)</sup>	Moody's Investors Service, Inc. ("Moody's") <sup>(3)</sup>	Standard & Poor's ("S&P") <sup>(4)</sup>
<b>Long-term Issuer Credit Rating/Outlook:</b>				
Voya Financial, Inc.	<sup>(5)</sup>	BBB+/stablepositive	Baa2/stable	BBB+/stable
<b>Financial Strength Rating/Outlook:</b>				
Voya Retirement Insurance and Annuity Company	<sup>(5)</sup>	A/stablepositive	A2/stable	A+/stable
ReliaStar Life Insurance Company	A/stable	A/stablepositive	A2/stable	A+/stable
ReliaStar Life Insurance Company of New York	A/stable	A/stablepositive	A2/stable	A+/stable

<sup>(1)</sup> A.M. Best's financial strength ratings for insurance companies range from "A++ (superior)" to "s (suspended)." Long-term credit ratings range from "aaa (exceptional)" to "s (suspended)."  
<sup>(2)</sup> Fitch's financial strength ratings for insurance companies range from "AAA (exceptionally strong)" to "C (distressed)." Long-term credit ratings range from "AAA (highest credit quality)," which denotes exceptionally strong capacity for timely payment of financial commitments, to "D (default)."  
<sup>(3)</sup> Moody's financial strength ratings for insurance companies range from "Aaa (exceptional)" to "C (lowest)." Numeric modifiers are used to refer to the ranking within the group, with 1 being the highest and 3 being the lowest. These modifiers are used to indicate relative strength within a category. Long-term credit ratings range from "Aaa (highest)" to "C (default)."  
<sup>(4)</sup> S&P's financial strength ratings for insurance companies range from "AAA (extremely strong)" to "D (default)." Long-term credit ratings range from "AAA (extremely strong)" to "D (default)."

(5) Effective April 11, 2019, A.M. Best withdrew, at the Company's request, its financial strength ratings with respect to Voya Financial, Inc. and Voya Retirement Insurance and Annuity Company.

Rating agencies use an "outlook" statement for both industry sectors and individual companies. For an industry sector, a stable outlook generally implies that over the next 12 to 18 months the rating agency expects ratings to remain unchanged among companies in the sector. For a particular company, an outlook generally indicates a medium or long-term trend in credit fundamentals, which if continued, may lead to a rating change. In December of 2022, Moody's confirmed its outlook for the U.S. life insurance sector as stable. Also, in November of 2022, A.M. Best maintained a stable outlook on the U.S. life insurance sector. Additionally, Fitch continues to have a neutral outlook for the North American life insurance sector.

#### Restrictions on Dividends and Returns of Capital from Subsidiaries

Our business is conducted through operating subsidiaries. U.S. insurance laws and regulations regulate the payment of dividends and other distributions by our U.S. insurance subsidiaries to their respective parents. These restrictions are based in part on the prior year's statutory income and surplus. In general, dividends up to specified levels are considered ordinary and may be paid without prior approval. Dividends in larger amounts, or "extraordinary" dividends, are subject to approval by the insurance commissioner of the state of domicile of the insurance subsidiary proposing to pay the dividend. In addition, under

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the insurance laws of our principal insurance subsidiaries domiciled in Connecticut and Minnesota (these insurance subsidiaries are referred to collectively as our "Principal Insurance Subsidiaries"), no dividend or other distribution exceeding an amount equal to an insurance company's earned surplus may be paid without the domiciliary insurance regulator's prior approval.

Our Principal Insurance Subsidiaries domiciled in Connecticut and Minnesota both have ordinary dividend capacity for 2023. Any extraordinary dividend payment would be subject to domiciliary insurance regulatory approval, which can be granted or withheld at the discretion of the regulator.

We may receive dividends from or contribute capital to our wholly owned non-life insurance subsidiaries such as broker-dealers, investment management entities and intermediate holding companies.

#### Insurance Subsidiaries - Dividends, Returns of Capital, and Capital Contributions

The following table summarizes dividends by each of the Company's Principal Insurance Subsidiaries to its parent for the periods indicated:

(\$ in millions)	Subsidiary Name (State of domicile):	Dividends Paid				Extraordinary Distributions Paid		Dividends Paid				Extraordinary Distributions Paid	
		Six Months Ended June 30,		Six Months Ended June 30,		2023	2022	Nine Months Ended September 30,		Nine Months Ended September 30,		2023	2022
		2023	2022	2023	2022			2023	2022	2023	2022		
	Voya Retirement Insurance and Annuity Company ("VRIAC") (CT)	\$ 310	\$ 48	\$ —	\$ 809			\$ 310	\$ 48	\$ —	\$ 809		
	ReliaStar Life Insurance Company ("RLI") (MN)	—	—	402	329			—	—	747	329		

On July 5, 2023, ReliaStar Life Insurance Company made a \$345 million extraordinary distribution received by Voya Holdings for payment to Voya Financial, Inc.

## Leverage Ratios

Our Leverage Ratios are a measure that we use to monitor the level of our debt relative to our total capitalization. The following table presents our leverage ratios for the periods indicated:

		June 30,		December 31,			September 30,		December 31,	
(\$ in millions)	(\$ in millions)	2023		2022		(\$ in millions)	2023		2022	
<b>Financial Debt</b>	<b>Financial Debt</b>					<b>Financial Debt</b>				
Total financial debt	Total financial debt	\$	2,238	\$	2,235	Total financial debt	\$	2,097	\$	2,235
Other financial obligations <sup>(1)</sup>	Other financial obligations <sup>(1)</sup>		326		265	Other financial obligations <sup>(1)</sup>		325		265
Total financial obligations	Total financial obligations		2,564		2,500	Total financial obligations		2,422		2,500
<b>Mezzanine equity</b>	<b>Mezzanine equity</b>					<b>Mezzanine equity</b>				
Allianz noncontrolling interest	Allianz noncontrolling interest		171		166	Allianz noncontrolling interest		173		166
<b>Equity</b>	<b>Equity</b>					<b>Equity</b>				
Preferred equity <sup>(2)</sup>	Preferred equity <sup>(2)</sup>		612		612	Preferred equity <sup>(2)</sup>		612		612
Common equity, excluding AOCI	Common equity, excluding AOCI		5,876		5,792	Common equity, excluding AOCI		6,048		5,792
Total equity, excluding AOCI	Total equity, excluding AOCI		6,488		6,404	Total equity, excluding AOCI		6,660		6,404
AOCI	AOCI		(2,791)		(3,055)	AOCI		(3,533)		(3,055)
Total Voya Financial, Inc. shareholders' equity	Total Voya Financial, Inc. shareholders' equity		3,697		3,349	Total Voya Financial, Inc. shareholders' equity		3,127		3,349
Noncontrolling interest	Noncontrolling interest		1,660		1,482	Noncontrolling interest		1,659		1,482
Total shareholders' equity	Total shareholders' equity	\$	5,357	\$	4,831	Total shareholders' equity	\$	4,786	\$	4,831
<b>Capital</b>	<b>Capital</b>					<b>Capital</b>				
Capitalization <sup>(3)</sup>	Capitalization <sup>(3)</sup>	\$	5,935	\$	5,584	Capitalization <sup>(3)</sup>	\$	5,224	\$	5,584
Adjusted capitalization excluding AOCI <sup>(4)</sup>	Adjusted capitalization excluding AOCI <sup>(4)</sup>	\$	10,883	\$	10,552	Adjusted capitalization excluding AOCI <sup>(4)</sup>	\$	10,914	\$	10,552
<b>Leverage Ratios</b>	<b>Leverage Ratios</b>					<b>Leverage Ratios</b>				
Debt-to-Capital Ratio <sup>(5)</sup>	Debt-to-Capital Ratio <sup>(5)</sup>		37.7 %		40.0 %	Debt-to-Capital Ratio <sup>(5)</sup>		40.1 %		40.0 %
Financial Leverage excluding AOCI <sup>(6)</sup>	Financial Leverage excluding AOCI <sup>(6)</sup>		29.2 %		29.5 %	Financial Leverage excluding AOCI <sup>(6)</sup>		27.8 %		29.5 %

<sup>(1)</sup> Includes operating leases, capital leases, and unfunded pension plan after-tax.

<sup>(2)</sup> Includes preferred stock par value and additional paid-in-capital.

<sup>(3)</sup> Includes Total financial debt Financial Debt and Total Voya Financial, Inc. shareholders' equity Shareholders' Equity.

<sup>(4)</sup> This measure is a Non-GAAP financial measure. Includes Total financial obligations Financial Obligations, Mezzanine equity Equity, and Total shareholders' equity Shareholders' Equity excluding AOCI.

<sup>(5)</sup> Total financial debt Financial Debt divided by Capitalization.

<sup>(6)</sup> This measure is a Non-GAAP financial measure. Total financial obligations Financial Obligations and Preferred equity divided by Adjusted capitalization Capitalization excluding AOCI.

Our Financial Leverage Ratio, excluding AOCI, decreased from 29.5% at December 31, 2022 to 29.2% 27.8% at June 30, 2023 September 30, 2023. The decrease was primarily due to an increase in Adjusted capitalization a reduction of Total financial debt and increases to noncontrolling interest and Common equity, excluding AOCI which was driven by an increase in Noncontrolling interest and Net income available to common shareholders, partially offset by repurchases of common stock.

## Off-Balance Sheet Arrangements

We have obligations for the return of non-cash collateral under an amendment to our securities lending program. Non-cash collateral received in connection with the securities lending program may not be sold or re-pledged by our lending agent, except in the event of default, and is not reflected on our Condensed Consolidated Balance Sheets. For information regarding obligations under this program, see the *Investments (excluding Consolidated Investment Entities)* Note in our Condensed Consolidated Financial Statements in Part I, Item 1. of this Quarterly Report on Form 10-Q.

For changes in commitments related to the acquisition of mortgage loans and the purchase of limited partnerships and private placement investments related to consolidated investment entities, see the *Commitments and Contingencies* Note in our Condensed Consolidated Financial Statements in Part I, Item 1. of this Quarterly Report on Form 10-Q.

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## Critical Accounting Judgments and Estimates

The preparation of financial statements in conformity with U.S. GAAP requires us to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Critical estimates and assumptions are evaluated on an on-going basis based on historical developments, market conditions, industry trends and other information that is reasonable under the circumstances. There can be no assurance that actual results will conform to estimates and assumptions and that reported results of operations will not be materially affected by the need to make future accounting adjustments to reflect changes in these estimates and assumptions from time to time. Those estimates are inherently subject to change and actual results could differ from those estimates, and the differences may be material to the accompanying Condensed Consolidated Financial Statements.

We have identified the following accounting judgments and estimates as critical in that they involve a higher degree of judgment and are subject to a significant degree of variability:

- Reserves for future policy benefits;
- Valuation of investments and derivatives;
- Investment impairments;
- Goodwill and other intangible assets;
- Income taxes;
- Contingencies; and
- Employee benefit plans.

In developing these accounting estimates, we make subjective and complex judgments that are inherently uncertain and subject to material changes as facts and circumstances develop. Although variability is inherent in these estimates, we believe that the amounts provided are appropriate based on the facts available upon preparation of the Condensed Consolidated Financial Statements.

Effective January 1, 2023, we adopted Accounting Standards Update ("ASU") 2018-12, Targeted Improvements to the Accounting for Long-Duration Contracts ("ASU 2018-12"). As a result, we made changes to the Reserves for future policy benefits critical accounting estimate, which are noted below and are further described in the *Business, Basis of Presentation and Significant Accounting Policies* Note in our Condensed Consolidated Financial Statements in Part I, Item 1. of this Quarterly Report on Form 10-Q. In addition, deferred policy acquisition costs ("DAC") and value of business acquired ("VOBA") are no longer considered critical estimates, as the amortization methodology is no longer subject to a significant degree of variability and does not require a high degree of judgment. The above critical accounting estimates that were not impacted as a result of the adoption of ASU 2018-12 are described in the *Business, Basis of Presentation and Significant Accounting Policies* Note in our Consolidated Financial Statements in Part II, Item 8. of our [Annual Report on Form 10-K](#).

### Reserves for Future Policy Benefits

Principal assumptions used to establish the liability for future policy benefits include mortality, morbidity, policy lapse, contract renewal, payment of subsequent premiums or deposits by the contract owner, retirement, inflation, and benefit utilization. Other than interest rate assumptions, these assumptions are based on our experience and periodically reviewed against industry standards. The assumptions used require considerable judgments. Changes in, or deviations from, the assumptions used can significantly affect our reserve levels and related results of operations.

- Mortality is the incidence of death among policyholders triggering the payment of underlying insurance coverage by the insurer. In addition, mortality also refers to the ceasing of payments on life-contingent annuities due to the death of the annuitant. We utilize a combination of actual and industry experience when setting our mortality assumptions.
- A lapse rate is the percentage of in-force policies surrendered by the policyholder or canceled by us due to nonpayment of premiums. A decrease in policy lapses would result in an increase in persistency rates.

Interest rates used to calculate these reserves are based on an upper-medium grade (low-credit-risk) fixed-income (low credit risk) fixed income instrument yield derived from observable market data.

### Insurance and Other Reserves

Reserves for traditional life insurance contracts (term insurance, participating and non-participating whole life insurance and traditional group life insurance) and accident and health insurance represent the present value of future benefits to be paid to or on behalf of contract owners and related expenses, less the present value of future net premiums.

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Assumptions that are critical to the determination of expected future benefit payments and premium cash flows include estimates of mortality and persistency and represent management's best estimates of future outcome. We review these assumptions at least annually against actual experience and, based on additional information that becomes available, update them if necessary. The annual review of assumptions is generally performed in the third quarter and could have a significant impact on our reserves and results of operations.

For the third quarter of 2023, the impact of annual assumption updates was \$67 million unfavorable, of which \$8 million was an unfavorable impact to Adjusted operating earnings before income taxes. The unfavorable remeasurement impact within Adjusted operating earnings was related to the Health Solutions segment, primarily driven by unfavorable mortality experience. The total impact from assumption changes is mainly reflected in Interest credited to contract owner account balances, Policyholder benefits and Net gains losses in the Condensed Consolidated Statements of Operations.

For the third quarter of 2022, the impact of annual assumption updates on Adjusted Operating earnings before income taxes was approximately \$66 million favorable. This was comprised of favorable remeasurement reserve impact in our Health Solutions segment, driven by favorable mortality and morbidity experience.

#### *Product Guarantees*

The assumptions used to establish the liabilities for our product guarantees require considerable judgment and are established as management's best estimate of future outcomes. We periodically review these assumptions and, if necessary, update them based on additional information that becomes available. Changes in, or deviations from, the assumptions used can significantly affect our reserve levels and related results of operations.

*Stabilizer and MCG:* We also issue stabilizer ("Stabilizer") contracts that contain embedded derivatives that are measured at estimated fair value separately from the host contracts. The managed custody guarantee product ("MCG") is a stand-alone derivative and is measured in its entirety at estimated fair value.

The estimated fair value of the Stabilizer embedded derivative and MCG stand-alone derivative is determined based on the present value of projected future claims, minus the present value of future guaranteed premiums. At inception of the contract, we project a guaranteed premium to be equal to the present value of the projected future claims. The income associated with the contracts is projected using actuarial and capital market assumptions, including benefits and related contract charges, over the anticipated life of the related contracts. The cash flow estimates are projected under multiple capital market scenarios using observable risk-free rates and other best estimate assumptions.

The liabilities for Stabilizer embedded derivatives and the MCG stand-alone derivative include a risk margin to capture uncertainties related to policyholder behavior assumptions. The margin represents additional compensation a market participant would require to assume these risks.

The discount rate used to determine the fair value of the liabilities for our Stabilizer embedded derivatives and the MCG stand-alone derivative includes an adjustment to reflect the risk that these obligations will not be fulfilled ("nonperformance risk"). Our nonperformance risk adjustment is based on a blend of observable, similarly rated peer holding company credit spreads, adjusted to reflect the credit quality of our individual insurance subsidiary that issued the guarantee, as well as an adjustment to reflect the non-default spreads and the priority and recovery rates of policyholder claims.

*Universal and Variable Universal Life:* Reserves for universal life ("UL") and variable universal life ("VUL") secondary guarantees and paid-up guarantees are calculated by estimating the expected value of death benefits payable and recognizing those benefits ratably over the accumulation period based on total expected assessments. The reserve for such products recognizes the portion of contract assessments received in early years used to compensate us for benefits provided in later years. Key assumptions used in estimating these reserves include rates of interest, lapse, and mortality.

See the *Reserves for Future Policy Benefits and Contract Owner Account Balances* Note in our Condensed Consolidated Financial Statements in Part I, Item 1. of this Quarterly Report on Form 10-Q for further information on our reserves for future policy benefits and contract owner account balances.

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#### *Sensitivity*

We perform sensitivity analyses to assess the impact that certain assumptions have on traditional reserves. The following table presents the estimated instantaneous net impact to income from continuing operations of various assumption changes on our reserves for future policy benefits and reinsurance. The effects are not representative of the aggregate impacts that could result if a combination of such changes to equity markets, interest rates and other assumptions occurred.

(\$ in millions)	As of June 30, 2023		September 30, 2023	
An assumed increase in future mortality by 1%	\$	(1.5)	(1.6)	
An assumed increase in future morbidity by 1%	\$	(0.2)	(0.3)	
An assumed increase in future persistency by 1%	\$	(0.3)	(0.4)	

Increased assumed future mortality, morbidity, or persistency generally increases future policy benefits, thus decreasing income before income taxes.

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### Impact of New Accounting Pronouncements

For information regarding the impact of new accounting pronouncements, see the *Business, Basis of Presentation and Significant Accounting Policies* Note in our Condensed Consolidated Financial Statements in Part I, Item 1. of this Quarterly Report on Form 10-Q.

### Income Taxes

We use the estimated annual effective tax rate method in computing our interim tax provision. Certain items, including changes in the realizability of deferred tax assets and changes in liabilities for uncertain tax positions, are excluded from the estimated annual effective tax rate and the actual tax expense or benefit is reported in the period the related item is incurred.

In August 2022, President Biden signed into law the Inflation Reduction Act of 2022 ("IRA of 2022"), which imposes a 15% corporate alternative minimum tax ("CAMT") on the adjusted financial statement income of large corporations and a 1% excise tax on the fair market value of stock that is repurchased by publicly traded U.S. corporations or their specified affiliates. The CAMT and the excise tax are effective in taxable years beginning after December 31, 2022. The Internal Revenue Service has only recently, the U.S. Treasury issued guidance clarifying the treatment of financial statement income related to noncontrolling interests, making it clear that Voya will not be within the scope of CAMT for 2023. For the 2024 tax year, there is uncertainty around whether we will be subject to the CAMT, which is driven by limited guidance on to date by the CAMT, U.S. Treasury and uncertainty remains regarding the application of and potential adjustments to the CAMT, IRS. If the CAMT applies in a future year, we will be required to pay tax at the 15% CAMT rate despite our U.S. Federal net operating loss carryforwards. We do expect to be subject to the 1% excise tax but do not expect that it will have a material impact to our financial statements.

On January 4, 2021, we completed a series of transactions pursuant to a Master Transaction Agreement ("MTA") with Resolution Life U.S. Holdings Inc. ("Resolution Life US"). As a part of this transaction, these transactions, Resolution Life US acquired our wholly owned subsidiary, Security Life of Denver Company ("SLD"). Resolution Life US notified us that SLD may generate a material generated capital loss losses in the 2022 tax year. Pursuant to Federal tax law, the 2022 net capital loss generated by SLD must be carried back to our consolidated tax return and any resulting income tax benefit year, which will be retained by us, subject to applicable limitations, included in our carryback claim in accordance with the MTA, resulting in a material \$92 tax benefit and decrease to our the effective tax rate. Voya will record any related tax benefit upon our verification of the amount of SLD's capital loss and confirmation that such loss is included in the 2022 Resolution Life US tax return.

See the *Income Taxes* Note to our Condensed Consolidated Financial Statements in Part I, Item 1. of this Quarterly Report on Form 10-Q for more information.

### Investments (excluding Consolidated Investment Entities)

Investments for our general account are primarily managed by our wholly owned asset manager, Voya Investment Management LLC, pursuant to investment advisory agreements with affiliates. In addition, our internal treasury group manages our holding company liquidity investments, primarily money market funds.

See Management's Discussion and Analysis of Financial Condition and Results of Operations in Part II, Item 7. of our [Annual Report on Form 10-K](#) for information on our investment strategy.

See the *Investments (excluding Consolidated Investment Entities)* Note to our Condensed Consolidated Financial Statements in Part I, Item 1. of this Quarterly Report on Form 10-Q for more information on investments. Additionally, see the

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## Portfolio Composition

The following table presents the Consolidated Balance Sheets to our Condensed Consolidated Financial Statements Part I, Item 1. of this Quarterly Report on Form 10-Q for a composition of our investment portfolio as of the dates indicated:

(\$ in millions)	June 30, 2023		December 31, 2022	
	Carrying Value	% of Total	Carrying Value	% of Total
Fixed maturities, available-for-sale, net of allowance	\$ 25,955	69.1 %	\$ 27,044	69.1 %
Fixed maturities, at fair value option	2,090	5.6 %	2,151	5.5 %
Equity securities, at fair value	309	0.8 %	336	0.9 %
Short-term investments <sup>(1)</sup>	49	0.1 %	356	0.9 %
Mortgage loans on real estate, net of allowance	5,339	14.2 %	5,427	13.9 %
Policy loans	358	1.0 %	363	0.9 %
Limited partnerships/corporations	1,800	4.8 %	1,781	4.6 %
Derivatives	444	1.2 %	422	1.1 %
Other investments	69	0.1 %	68	0.1 %
Securities pledged	1,148	3.1 %	1,162	3.0 %
<b>Total investments</b>	<b>\$ 37,561</b>	<b>100.0 %</b>	<b>\$ 39,110</b>	<b>100.0 %</b>

<sup>(1)</sup> Short-term investments include investments with remaining maturities of one year or less, but greater than three months, at the time of purchase, portfolio.

## Fixed Maturities

The following tables present total fixed maturities, including securities pledged, by market sector as of the dates indicated:

(\$ in millions)	June 30, 2023			
	Amortized Cost	% of Total	Fair Value	% of Total
Fixed maturities:				
U.S. Treasuries	\$ 434	1.3 %	\$ 425	1.5 %
U.S. Government agencies and authorities	54	0.2 %	56	0.2 %
State, municipalities and political subdivisions	931	2.9 %	822	2.8 %
U.S. corporate public securities	8,845	27.5 %	7,878	27.0 %
U.S. corporate private securities	5,113	15.9 %	4,735	16.2 %
Foreign corporate public securities and foreign governments <sup>(1)</sup>	3,081	9.6 %	2,767	9.5 %
Foreign corporate private securities <sup>(1)</sup>	3,092	9.6 %	2,915	10.0 %
Residential mortgage-backed securities	3,870	12.0 %	3,628	12.4 %
Commercial mortgage-backed securities	4,326	13.4 %	3,676	12.6 %
Other asset-backed securities	2,422	7.6 %	2,291	7.8 %
<b>Total fixed maturities, including securities pledged</b>	<b>\$ 32,168</b>	<b>100.0 %</b>	<b>\$ 29,193</b>	<b>100.0 %</b>

<sup>(1)</sup> Primarily U.S. dollar denominated.

(\$ in millions)	December 31, 2022			
	Amortized Cost	% of Total	Fair Value	% of Total
Fixed maturities:				
U.S. Treasuries	\$ 590	1.8 %	\$ 581	1.9 %

U.S. Government agencies and authorities	58	0.2 %	59	0.2 %
State, municipalities and political subdivisions	978	2.9 %	845	2.8 %
U.S. corporate public securities	9,343	27.6 %	8,201	27.0 %
U.S. corporate private securities	5,087	15.1 %	4,692	15.5 %
Foreign corporate public securities and foreign governments <sup>(1)</sup>	3,343	9.9 %	2,949	9.7 %
Foreign corporate private securities <sup>(1)</sup>	3,254	9.7 %	3,034	10.0 %
Residential mortgage-backed securities	4,230	12.6 %	3,977	13.1 %
Commercial mortgage-backed securities	4,466	13.3 %	3,883	12.8 %
Other asset-backed securities	2,307	6.9 %	2,136	7.0 %
<b>Total fixed maturities, including securities pledged</b>	<b>\$ 33,656</b>	<b>100.0 %</b>	<b>\$ 30,357</b>	<b>100.0 %</b>

<sup>(1)</sup>Primarily U.S. dollar denominated.

As of June 30, 2023, the average duration of our fixed maturities portfolio, including securities pledged, is between 6.5 and 7.0 years.

### Fixed Maturities Credit Quality - Ratings

For information regarding our fixed maturities credit quality ratings, see Management's Discussion and Analysis of Financial Condition and Results of Operations in Part II, Item 7. of our [Annual Report on Form 10-K](#).

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The following tables present credit quality of fixed maturities, including securities pledged, using NAIC designations as of the dates indicated:

(\$ in millions)		June 30, 2023							(\$ in millions)		September 30, 2023					
NAIC Quality Designation	NAIC Quality Designation	1	2	3	4	5	6	Total Fair Value	NAIC Quality Designation	1	2	3	4	5	6	Total Fair Value
U.S. Treasuries	U.S. Treasuries	\$ 425	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 425	U.S. Treasuries	\$ 418	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 418
U.S. Government agencies and authorities	U.S. Government agencies and authorities	56	—	—	—	—	—	56	U.S. Government agencies and authorities	53	—	—	—	—	—	53
State, municipalities and political subdivisions	State, municipalities and political subdivisions	775	47	—	—	—	—	822	State, municipalities and political subdivisions	690	36	—	—	—	—	726
U.S. corporate public securities	U.S. corporate public securities	2,402	5,160	277	39	—	—	7,878	U.S. corporate public securities	2,224	4,650	262	38	1	—	7,175
U.S. corporate private securities	U.S. corporate private securities	1,746	2,690	192	100	7	—	4,735	U.S. corporate private securities	1,674	2,576	292	51	10	—	4,603
Foreign corporate public securities and foreign governments <sup>(1)</sup>	Foreign corporate public securities and foreign governments <sup>(1)</sup>	877	1,705	116	65	—	4	2,767	Foreign corporate public securities and foreign governments <sup>(1)</sup>	836	1,528	106	73	—	4	2,547
Foreign corporate private securities <sup>(1)</sup>	Foreign corporate private securities <sup>(1)</sup>	383	2,342	160	19	11	—	2,915	Foreign corporate private securities <sup>(1)</sup>	372	2,316	168	13	10	—	2,879

Residential mortgage-backed securities	Residential mortgage-backed securities	3,468	139	4	1	8	8	3,628	Residential mortgage-backed securities	3,255	126	3	1	6	6	3,397
Commercial mortgage-backed securities	Commercial mortgage-backed securities	3,090	490	80	11	3	2	3,676	Commercial mortgage-backed securities	2,897	488	77	12	3	2	3,479
Other asset-backed securities	Other asset-backed securities	1,970	281	7	9	1	23	2,291	Other asset-backed securities	2,026	276	7	10	1	23	2,343
<b>Total fixed maturities</b>	<b>Total fixed maturities</b>	<b>\$ 15,192</b>	<b>\$ 12,854</b>	<b>\$ 836</b>	<b>\$ 244</b>	<b>\$ 30</b>	<b>\$ 37</b>	<b>\$ 29,193</b>	<b>Total fixed maturities</b>	<b>\$ 14,445</b>	<b>\$ 11,996</b>	<b>\$ 915</b>	<b>\$ 198</b>	<b>\$ 31</b>	<b>\$ 35</b>	<b>\$ 27,620</b>
<b>% of Fair Value</b>	<b>% of Fair Value</b>	<b>52.1%</b>	<b>44.0%</b>	<b>2.9%</b>	<b>0.8%</b>	<b>0.1%</b>	<b>0.1%</b>	<b>100.0%</b>	<b>% of Fair Value</b>	<b>52.4%</b>	<b>43.4%</b>	<b>3.3%</b>	<b>0.7%</b>	<b>0.1%</b>	<b>0.1%</b>	<b>100.0%</b>

(1) Primarily U.S. dollar denominated.

NAIC Quality Designation	December 31, 2022						Total Fair Value
	1	2	3	4	5	6	
U.S. Treasuries	\$ 581	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 581
U.S. Government agencies and authorities	59	—	—	—	—	—	59
State, municipalities and political subdivisions	787	58	—	—	—	—	845
U.S. corporate public securities	2,485	5,357	307	36	—	16	8,201
U.S. corporate private securities	1,684	2,677	234	89	8	—	4,692
Foreign corporate public securities and foreign governments <sup>(1)</sup>	945	1,829	104	64	—	7	2,949
Foreign corporate private securities <sup>(1)</sup>	367	2,531	99	26	11	—	3,034
Residential mortgage-backed securities	3,919	34	4	1	10	9	3,977
Commercial mortgage-backed securities	3,258	521	85	12	5	2	3,883
Other asset-backed securities	1,767	325	7	10	6	21	2,136
<b>Total fixed maturities</b>	<b>\$ 15,852</b>	<b>\$ 13,332</b>	<b>\$ 840</b>	<b>\$ 238</b>	<b>\$ 40</b>	<b>\$ 55</b>	<b>\$ 30,357</b>
<b>% of Fair Value</b>	<b>52.2%</b>	<b>43.9%</b>	<b>2.8%</b>	<b>0.8%</b>	<b>0.1%</b>	<b>0.2%</b>	<b>100.0%</b>

(1) Primarily U.S. dollar denominated.

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NAIC Quality Designation	December 31, 2022						Total Fair Value
	1	2	3	4	5	6	
U.S. Treasuries	\$ 581	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 581
U.S. Government agencies and authorities	59	—	—	—	—	—	59
State, municipalities and political subdivisions	787	58	—	—	—	—	845
U.S. corporate public securities	2,485	5,357	307	36	—	16	8,201
U.S. corporate private securities	1,684	2,677	234	89	8	—	4,692
Foreign corporate public securities and foreign governments <sup>(1)</sup>	945	1,829	104	64	—	7	2,949
Foreign corporate private securities <sup>(1)</sup>	367	2,531	99	26	11	—	3,034
Residential mortgage-backed securities	3,919	34	4	1	10	9	3,977

Commercial mortgage-backed securities	3,258	521	85	12	5	2	3,883
Other asset-backed securities	1,767	325	7	10	6	21	2,136
<b>Total fixed maturities</b>	<b>\$ 15,852</b>	<b>\$ 13,332</b>	<b>\$ 840</b>	<b>\$ 238</b>	<b>\$ 40</b>	<b>\$ 55</b>	<b>\$ 30,357</b>
<b>% of Fair Value</b>	<b>52.2%</b>	<b>43.9%</b>	<b>2.8%</b>	<b>0.8%</b>	<b>0.1%</b>	<b>0.2%</b>	<b>100.0%</b>

(1) Primarily U.S. dollar denominated.

The following tables present credit quality of fixed maturities, including securities pledged, using NAIC acceptable rating organizations ("ARO") ratings as of the dates indicated:

(\$ in millions)		June 30, 2023						September 30, 2023						
ARO Quality Ratings	ARO Quality Ratings	AAA	AA	A	BBB	BB and Below	Total Fair Value	ARO Quality Ratings	AAA	AA	A	BBB	BB and Below	Total Fair Value
U.S. Treasuries	U.S. Treasuries	\$ 425	\$ —	\$ —	\$ —	\$ —	\$ 425	U.S. Treasuries	\$ —	\$ 418	\$ —	\$ —	\$ —	\$ 418
U.S. Government agencies and authorities	U.S. Government agencies and authorities	51	5	—	—	—	56	U.S. Government agencies and authorities	—	53	—	—	—	53
State, municipalities and political subdivisions	State, municipalities and political subdivisions	48	482	245	47	—	822	State, municipalities and political subdivisions	42	425	223	36	—	726
U.S. corporate public securities	U.S. corporate public securities	23	372	2,216	4,958	309	7,878	U.S. corporate public securities	22	325	2,020	4,514	294	7,175
U.S. corporate private securities	U.S. corporate private securities	58	183	1,494	2,608	392	4,735	U.S. corporate private securities	21	209	1,446	2,508	419	4,603
Foreign corporate public securities and foreign governments(1)	Foreign corporate public securities and foreign governments(1)	7	158	749	1,645	208	2,767	Foreign corporate public securities and foreign governments(1)	8	143	723	1,468	205	2,547
Foreign corporate private securities(1)	Foreign corporate private securities(1)	—	41	277	2,421	176	2,915	Foreign corporate private securities(1)	—	44	270	2,337	228	2,879
Residential mortgage-backed securities	Residential mortgage-backed securities	3,027	193	96	118	194	3,628	Residential mortgage-backed securities	1,074	1,956	74	107	186	3,397
Commercial mortgage-backed securities	Commercial mortgage-backed securities	1,249	410	854	1,027	136	3,676	Commercial mortgage-backed securities	246	1,303	799	978	153	3,479
Other asset-backed securities	Other asset-backed securities	187	488	1,274	286	56	2,291	Other asset-backed securities	176	543	1,290	279	55	2,343
<b>Total fixed maturities</b>	<b>Total fixed maturities</b>	<b>\$ 5,075</b>	<b>\$ 2,332</b>	<b>\$ 7,205</b>	<b>\$ 13,110</b>	<b>\$ 1,471</b>	<b>\$ 29,193</b>	<b>Total fixed maturities</b>	<b>\$ 1,589</b>	<b>\$ 5,419</b>	<b>\$ 6,845</b>	<b>\$ 12,227</b>	<b>\$ 1,540</b>	<b>\$ 27,620</b>
<b>% of Fair Value</b>	<b>% of Fair Value</b>	<b>17.4%</b>	<b>8.0%</b>	<b>24.7%</b>	<b>44.9%</b>	<b>5.0%</b>	<b>100.0%</b>	<b>% of Fair Value</b>	<b>5.8%</b>	<b>19.6%</b>	<b>24.8%</b>	<b>44.2%</b>	<b>5.6%</b>	<b>100.0%</b>

(1) Primarily U.S. dollar denominated.

(\$ in millions)

December 31, 2022

ARO Quality Ratings	AAA	AA	A	BBB	BB and Below	Total Fair Value
U.S. Treasuries	\$ 581	\$ —	\$ —	\$ —	\$ —	\$ 581
U.S. Government agencies and authorities	51	8	—	—	—	59
State, municipalities and political subdivisions	48	503	236	58	—	845
U.S. corporate public securities	29	408	2,320	5,063	381	8,201
U.S. corporate private securities	58	185	1,368	2,728	353	4,692
Foreign corporate public securities and foreign governments <sup>(1)</sup>	8	168	802	1,774	197	2,949
Foreign corporate private securities <sup>(1)</sup>	—	42	297	2,541	154	3,034
Residential mortgage-backed securities	3,089	188	113	206	381	3,977
Commercial mortgage-backed securities	1,304	425	927	1,058	169	3,883
Other asset-backed securities	187	447	1,117	330	55	2,136
<b>Total fixed maturities</b>	<b>\$ 5,355</b>	<b>\$ 2,374</b>	<b>\$ 7,180</b>	<b>\$ 13,758</b>	<b>\$ 1,690</b>	<b>\$ 30,357</b>
<b>% of Fair Value</b>	<b>17.6 %</b>	<b>7.8 %</b>	<b>23.7 %</b>	<b>45.3 %</b>	<b>5.6 %</b>	<b>100.0 %</b>

<sup>(1)</sup>Primarily U.S. dollar denominated.

Fixed maturities rated BB and below may have speculative characteristics and changes in economic conditions or other circumstances that are more likely to lead to a weakened capacity of the issuer to make principal and interest payments than is the case with higher rated fixed maturities.

#### Unrealized Capital Losses

Gross unrealized capital losses on fixed maturities, including securities pledged, decreased \$278 million from \$3.5 billion to \$3.2 billion for the six months ended June 30, 2023. The decrease in unrealized losses was driven by tighter credit spreads.

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As of June 30, 2023, September 30, 2023 and December 31, 2022, we held nine thirteen and ten fixed maturities with unrealized capital loss in excess of \$10 million, respectively. As of June 30, 2023, September 30, 2023 and December 31, 2022, the unrealized capital losses on these fixed maturities equaled \$100 million \$157 million or 3.1% 3.9% and \$114 million or 3.3% of the total unrealized losses, respectively.

As of June 30, 2023, September 30, 2023, we held \$1.9 billion \$2.0 billion of energy sector fixed maturity securities, constituting 6.5% 7.1% of the total fixed maturities portfolio, with gross unrealized capital losses of \$139 million \$193 million, including one energy sector fixed maturity security with unrealized capital losses in excess of \$10 million. The unrealized capital losses on this fixed maturity security equaled \$10 million \$11 million. As of June 30, 2023, September 30, 2023, our fixed maturity exposure to the energy sector is comprised of 91.2% 92.4% investment grade securities.

As of December 31, 2022, we held \$1.9 billion of energy sector fixed maturity securities, constituting 6.1% of the total fixed maturities portfolio, with gross unrealized capital losses of \$160 million, including one energy sector fixed maturity security with unrealized capital losses in excess of \$10 million. The unrealized capital loss on this fixed maturity security equaled \$11 million. As of December 31, 2022, our fixed maturity exposure to the energy sector is comprised of 88% investment grade securities.

See the *Investments (excluding Consolidated Investment Entities)* Note in our Condensed Consolidated Financial Statements in Part I, Item 1. of this Quarterly Report on Form 10-Q for further information on unrealized capital losses.

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**CMO-B Portfolio**

The following table presents fixed maturities balances held in the CMO-B portfolio by NAIC quality rating as of the dates indicated:

(\$ in millions)		June 30, 2023			December 31, 2022			(\$ in millions)		September 30, 2023			December 31, 2022		
NAIC Quality Designation	NAIC Quality Designation	Amortized Cost	Fair Value	% Fair Value	Amortized Cost	Fair Value	% Fair Value	NAIC Quality Designation	Amortized Cost	Fair Value	% Fair Value	Amortized Cost	Fair Value	% Fair Value	
1	1	\$ 1,791	\$ 1,795	92.0 %	\$ 2,267	\$ 2,270	97.9 %	1	\$ 1,664	\$ 1,666	92.5 %	\$ 2,267	\$ 2,270	97.9 %	
2	2	134	138	7.1 %	33	32	1.4 %	2	119	123	6.8 %	33	32	1.4 %	
3	3	—	1	0.1 %	—	—	— %	3	—	—	— %	—	—	— %	
4	4	—	—	— %	—	—	— %	4	—	1	0.1 %	—	—	— %	
5	5	5	7	0.4 %	5	7	0.3 %	5	3	5	0.3 %	5	7	0.3 %	
6	6	7	8	0.4 %	8	9	0.4 %	6	6	6	0.3 %	8	9	0.4 %	
<b>Total</b>	<b>Total</b>	<b>\$ 1,937</b>	<b>\$ 1,949</b>	<b>100.0 %</b>	<b>\$ 2,313</b>	<b>\$ 2,318</b>	<b>100.0 %</b>	<b>Total</b>	<b>\$ 1,792</b>	<b>\$ 1,801</b>	<b>100.0 %</b>	<b>\$ 2,313</b>	<b>\$ 2,318</b>	<b>100.0 %</b>	

For CMO securities where we elected the FVO, amortized cost represents the market values. For details on the NAIC designation methodology, see *Fixed Maturities Credit Quality Ratings* in Management's Discussion and Analysis of Financial Condition and Results of Operations in Part II, Item 7. of our [Annual Report on Form 10-K](#).

The following table presents the notional amounts and fair values of interest rate derivatives **not qualifying for hedge accounting** and used in our CMO-B portfolio as of the dates indicated:

(\$ in millions)		June 30, 2023			December 31, 2022			(\$ in millions)		September 30, 2023			December 31, 2022		
Derivatives non-qualifying for hedge accounting:	Derivatives non-qualifying for hedge accounting:	Notional Amount	Asset Fair Value	Liability Fair Value	Notional Amount	Asset Fair Value	Liability Fair Value	Derivatives non-qualifying for hedge accounting:	Notional Amount	Asset Fair Value	Liability Fair Value	Notional Amount	Asset Fair Value	Liability Fair Value	
Interest Rate Contracts	Interest Rate Contracts	\$ 18,705	\$ 256	\$ 359	\$ 12,414	\$ 215	\$ 350	Interest Rate Contracts	\$ 11,623	\$ 201	\$ 305	\$ 12,414	\$ 215	\$ 350	

The Company utilizes interest rate futures and interest rate swaps as a part of the CMO-B portfolio to hedge interest rate risk.

The following table presents our CMO-B fixed maturity securities balances and tranche type as of the dates indicated:

(\$ in millions)		June 30, 2023			December 31, 2022			(\$ in millions)		September 30, 2023			December 31, 2022		
Tranche Type	Tranche Type	Amortized Cost	Fair Value	% Fair Value	Amortized Cost	Fair Value	% Fair Value	Tranche Type	Amortized Cost	Fair Value	% Fair Value	Amortized Cost	Fair Value	% Fair Value	
Inverse Floater	Inverse Floater	\$ 77	\$ 82	4.2 %	\$ 70	\$ 79	3.4 %	Inverse Floater	\$ 74	\$ 74	4.1 %	\$ 70	\$ 79	3.4 %	
Interest Only (IO)	Interest Only (IO)	976	977	50.1 %	914	915	39.5 %	Interest Only (IO)	971	972	53.9 %	914	915	39.5 %	
Inverse IO	Inverse IO	506	507	26.0 %	527	528	22.8 %	Inverse IO	403	405	22.5 %	527	528	22.8 %	
Principal Only (PO)	Principal Only (PO)	73	75	3.8 %	77	79	3.4 %	Principal Only (PO)	69	70	3.9 %	77	79	3.4 %	
Floater	Floater	5	5	0.3 %	6	6	0.3 %	Floater	5	5	0.3 %	6	6	0.3 %	
Agency Credit Risk Transfer	Agency Credit Risk Transfer	246	249	12.8 %	645	638	27.5 %	Agency Credit Risk Transfer	227	232	12.9 %	645	638	27.5 %	

Other	Other	54	54	2.8 %	74	73	3.1 %	Other	43	43	2.4 %	74	73	3.1 %
Total	Total	\$ 1,937	\$ 1,949	100.0 %	\$ 2,313	\$ 2,318	100.0 %	Total	\$ 1,792	\$ 1,801	100.0 %	\$ 2,313	\$ 2,318	100.0 %

During the **six** nine months ended **June 30, 2023** **September 30, 2023**, the market value of our CMO-B securities portfolio was lower on a combination of transactional activity and valuation movements among tranche types. Transactional activity includes participating in tender offers of Agency Credit Risk Transfer securities.

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The following table presents returns for our CMO-B portfolio for the periods indicated:

(\$ in millions)	(\$ in millions)	Three Months Ended June 30,		Six Months Ended June 30,		Three Months Ended September 30,		Nine Months Ended September 30,	
		2023	2022	2023	2022	2023	2022	2023	2022
Net investment income (loss)	Net investment income (loss)	\$ 76	\$ 136	\$ 164	\$ 271	\$ 70	\$ 115	\$ 234	\$ 386
Net gains (losses) <sup>(1)</sup>	Net gains (losses) <sup>(1)</sup>	(28)	(140)	(46)	(267)	(58)	(92)	(104)	(359)
Income (loss) before income taxes	Income (loss) before income taxes	\$ 48	\$ (4)	\$ 118	\$ 4	\$ 12	\$ 23	\$ 130	\$ 27

<sup>(1)</sup> Net gains (losses) also include derivatives interest settlements, mark to market adjustments and realized gains (losses) on standalone derivatives contracts that are in the CMO-B portfolio.

In defining the Adjusted operating earnings before income taxes for our CMO-B portfolio (including CMO-B portfolio income (loss) related to businesses to be exited through reinsurance or divestment) certain recharacterizations are recognized. The net coupon settlement on interest rate swaps hedging CMO-B securities that is included in Net gains (losses) is reflected. In addition, the premium amortization and change in fair value for securities designated under the FVO are included in Net gains (losses), whereas the coupon for these securities is included in Net investment income. In order to present the economics of these fair value securities in a similar manner to those of an available for sale security, the premium amortization is reclassified from Net gains (losses).

After adjusting for the two items referenced immediately above, the following table presents a reconciliation of Income (loss) before income taxes from our CMO-B portfolio to Adjusted operating earnings before income taxes from our CMO-B portfolio for the periods indicated:

(\$ in millions)	(\$ in millions)	Three Months Ended June 30,		Six Months Ended June 30,		Three Months Ended September 30,		Nine Months Ended September 30,	
		2023	2022	2023	2022	2023	2022	2023	2022
Income (loss) before income taxes	Income (loss) before income taxes	\$ 48	\$ (4)	\$ 118	\$ 4	\$ 12	\$ 23	\$ 130	\$ 27
Realized gains (losses) including impairment	Realized gains (losses) including impairment	(7)	1	(9)	6	9	10	—	16
Fair value adjustments	Fair value adjustments	17	57	6	89	29	25	35	114
Total adjustments to income (loss)	Total adjustments to income (loss)	10	58	(3)	95	38	35	35	130
Adjusted operating earnings before income taxes	Adjusted operating earnings before income taxes	\$ 58	\$ 54	\$ 115	\$ 99	\$ 50	\$ 58	\$ 165	\$ 157

See Management's Discussion and Analysis of Financial Condition and Results of Operations in Part II, Item 7. of our [Annual Report on Form 10-K](#) for information on our CMO-B portfolio.

**Structured Securities****Residential Mortgage-backed Securities**

The following tables present our residential mortgage-backed securities as of the dates indicated:

June 30, 2023						
(\$ in millions)	Amortized Cost	Gross Unrealized Capital		Gross Unrealized Capital		Fair Value
		Gains	Losses	Embedded Derivatives		
Prime Agency	\$ 1,982	\$ 16	\$ 50	\$ 1	\$ 1,949	
Prime Non-Agency	1,815	13	225	—	1,603	
Alt-A	61	4	1	2	66	
Sub-Prime <sup>(1)</sup>	26	1	1	—	26	
<b>Total RMBS</b>	<b>\$ 3,884</b>	<b>\$ 34</b>	<b>\$ 277</b>	<b>\$ 3</b>	<b>\$ 3,644</b>	

<sup>(1)</sup> Includes subprime other asset backed securities.

December 31, 2022						
(\$ in millions)	Amortized Cost	Gross Unrealized Capital		Gross Unrealized Capital		Fair Value
		Gains	Losses	Embedded Derivatives		
Prime Agency	\$ 1,957	\$ 19	\$ 50	\$ 1	\$ 1,927	
Prime Non-Agency	2,194	10	238	—	1,966	
Alt-A	66	5	2	2	71	
Sub-Prime <sup>(1)</sup>	30	1	1	—	30	
<b>Total RMBS</b>	<b>\$ 4,247</b>	<b>\$ 35</b>	<b>\$ 291</b>	<b>\$ 3</b>	<b>\$ 3,994</b>	

<sup>(1)</sup> Includes subprime other asset backed securities.

**Commercial Mortgage-backed Securities**

The following tables present our commercial mortgage-backed securities as of the dates indicated:

June 30, 2023												
(\$ in millions)	AAA		AA		A		BBB		BB and Below		Total	
	Amortized Cost	Fair Value	Amortized Cost	Fair Value	Amortized Cost	Fair Value	Amortized Cost	Fair Value	Amortized Cost	Fair Value	Amortized Cost	Fair Value
2017 and prior	\$ 844	\$ 717	\$ 211	\$ 198	\$ 318	\$ 281	\$ 304	\$ 246	\$ 129	\$ 100	\$ 1,806	\$ 1,542
2018	111	94	20	17	75	66	49	37	18	12	273	226
2019	163	142	35	31	117	102	286	224	10	9	611	508
2020	60	54	31	27	74	58	151	123	2	2	318	264
2021	236	175	89	81	227	200	334	294	3	2	889	752
2022	85	67	55	51	154	143	115	103	11	11	420	375
2023	—	—	5	5	4	4	—	—	—	—	9	9
<b>Total CMBS</b>	<b>\$ 1,499</b>	<b>\$ 1,249</b>	<b>\$ 446</b>	<b>\$ 410</b>	<b>\$ 969</b>	<b>\$ 854</b>	<b>\$ 1,239</b>	<b>\$ 1,027</b>	<b>\$ 173</b>	<b>\$ 136</b>	<b>\$ 4,326</b>	<b>\$ 3,676</b>

September 30, 2023						
(\$ in millions)	Amortized Cost	Gross Unrealized Capital		Gross Unrealized Capital		Fair Value
		Gains	Losses	Embedded Derivatives		
Prime Agency	\$ 1,868	\$ 14	\$ 69	\$ (2)	\$ 1,811	
Prime Non-Agency	1,770	11	268	—	1,513	
Alt-A	59	4	2	1	62	
Sub-Prime <sup>(1)</sup>	25	1	1	—	25	

Total	\$	3,722	\$	30	\$	340	\$	(1)	\$	3,411
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(1) Includes subprime other asset backed securities.

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December 31, 2022												
(\$ in millions)	AAA		AA		A		BBB		BB and Below		Total	
	Amortized Cost	Fair Value	Amortized Cost	Fair Value	Amortized Cost	Fair Value	Amortized Cost	Fair Value	Amortized Cost	Fair Value	Amortized Cost	Fair Value
2017 and prior	\$ 835	\$ 724	\$ 228	\$ 214	\$ 345	\$ 314	\$ 320	\$ 274	\$ 109	\$ 97	\$ 1,837	\$ 1,623
2018	110	95	20	18	96	86	40	33	19	15	285	247
2019	169	149	38	36	130	115	297	241	8	6	642	547
2020	74	66	31	27	74	59	155	125	—	—	334	277
2021	238	181	86	77	213	187	324	283	8	8	869	736
2022	105	89	58	53	178	166	115	102	43	43	499	453
Total CMBS	\$ 1,531	\$ 1,304	\$ 461	\$ 425	\$ 1,036	\$ 927	\$ 1,251	\$ 1,058	\$ 187	\$ 169	\$ 4,466	\$ 3,883

December 31, 2022						
(\$ in millions)	Amortized Cost	Gross Unrealized Capital		Gross Unrealized Capital	Embedded Derivatives	Fair Value
		Gains	Losses			
Prime Agency	\$ 1,957	\$ 19	\$ 50	\$ 1	\$ 1,927	
Prime Non-Agency	2,194	10	238	—	1,966	
Alt-A	66	5	2	2	71	
Sub-Prime <sup>(1)</sup>	30	1	1	—	30	
Total	\$ 4,247	\$ 35	\$ 291	\$ 3	\$ 3,994	

(1) Includes subprime other asset backed securities.

### Commercial Mortgage-backed Securities

The following tables present our commercial mortgage-backed securities by origination as of the dates indicated:

September 30, 2023												
(\$ in millions)	AAA		AA		A		BBB		BB and Below		Total	
	Amortized Cost	Fair Value	Amortized Cost	Fair Value	Amortized Cost	Fair Value	Amortized Cost	Fair Value	Amortized Cost	Fair Value	Amortized Cost	Fair Value
2023	\$ —	\$ —	\$ —	\$ —	\$ 4	\$ 4	\$ —	\$ —	\$ —	\$ —	\$ 4	\$ 4
2022	26	24	117	90	147	135	115	104	—	—	405	353
2021	108	98	217	146	220	194	329	293	5	5	879	736
2020	42	40	47	36	64	50	151	121	12	9	316	256
2019	14	13	172	142	107	91	285	215	12	11	590	472
Prior	85	71	1,086	889	374	325	301	245	186	128	2,032	1,658
Total	\$ 275	\$ 246	\$ 1,639	\$ 1,303	\$ 916	\$ 799	\$ 1,181	\$ 978	\$ 215	\$ 153	\$ 4,226	\$ 3,479

December 31, 2022						
(\$ in millions)	AAA	AA	A	BBB	BB and Below	Total

	Amortized Cost	Fair Value	Amortized Cost	Fair Value	Amortized Cost	Fair Value	Amortized Cost	Fair Value	Amortized Cost	Fair Value	Amortized Cost	Fair Value
2022	\$ 105	\$ 89	\$ 58	\$ 53	\$ 178	\$ 166	\$ 115	\$ 102	\$ 43	\$ 43	\$ 499	\$ 453
2021	238	181	86	77	213	187	324	283	8	8	869	736
2020	74	66	31	27	74	59	155	125	—	—	334	277
2019	169	149	38	36	130	115	297	241	8	6	642	547
2018	110	95	20	18	96	86	40	33	19	15	285	247
Prior	835	724	228	214	345	314	320	274	109	97	1,837	1,623
<b>Total</b>	<b>\$ 1,531</b>	<b>\$ 1,304</b>	<b>\$ 461</b>	<b>\$ 425</b>	<b>\$ 1,036</b>	<b>\$ 927</b>	<b>\$ 1,251</b>	<b>\$ 1,058</b>	<b>\$ 187</b>	<b>\$ 169</b>	<b>\$ 4,466</b>	<b>\$ 3,883</b>

As of **June 30, 2023** September 30, 2023, **84.0%** 83.3% and **13.3%** 14.0% of CMBS investments were designated as NAIC-1 and NAIC-2, respectively. As of December 31, 2022, 83.7% and 13.6% of CMBS investments were designated as NAIC-1 and NAIC-2, respectively.

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### Other Asset-backed Securities

The following tables present our other asset-backed securities as of the dates indicated:

		June 30, 2023											September							
		AAA		AA		A		BBB		BB and Below		Total		AAA		AA		A		
		Amortized	Fair	Amortized	Fair	Amortized	Fair	Amortized	Fair	Amortized	Fair	Amortized	Fair	Amortized	Fair	Amortized	Fair	Amortized	Fair	
(\$ in millions)	(\$ in millions)	Cost	Value	Cost	Value	Cost	Value	Cost	Value	Cost	Value	Cost	Value	Cost	Value	Cost	Value	Cost	Value	
Collateralized	Collateralized													Collateralized						
Obligation	Obligation	\$ 137	\$134	\$ 417	\$407	\$ 1,178	\$1,139	\$ 120	\$112	\$ 60	\$ 41	\$ 1,912	\$1,833	Obligation	\$ 131	\$130	\$ 478	\$475	\$ 1,164	\$1,152
Auto-Loans	Auto-Loans	1	1	6	7	—	—	—	—	—	—	7	8	Auto-Loans	1	1	—	—	—	—
Student	Student													Student						
Loans	Loans	10	10	78	70	—	—	—	—	—	—	88	80	Loans	5	4	74	65	—	—
Credit Card	Credit Card													Credit Card						
loans	loans	—	—	—	—	3	2	—	—	—	—	3	2	loans	—	—	—	—	3	2
Other Loans	Other Loans	51	42	3	3	148	131	189	170	7	6	398	352	Other Loans	50	40	2	2	155	136
<b>Total Other ABS<sup>(1)</sup></b>		<b>\$ 199</b>	<b>\$187</b>	<b>\$ 504</b>	<b>\$487</b>	<b>\$ 1,329</b>	<b>\$1,272</b>	<b>\$ 309</b>	<b>\$282</b>	<b>\$ 67</b>	<b>\$ 47</b>	<b>\$ 2,408</b>	<b>\$2,275</b>	<b>Total<sup>(1)</sup></b>	<b>\$ 187</b>	<b>\$175</b>	<b>\$ 554</b>	<b>\$542</b>	<b>\$ 1,322</b>	<b>\$1,290</b>

(1) Excludes subprime other

asset backed securities. (1) Excludes subprime other asset backed securities.

(1) Excludes subprime other asset backed securities.

		December 31, 2022											December :							
		AAA		AA		A		BBB		BB and Below		Total		AAA		AA		A		
		Amortized	Fair	Amortized	Fair	Amortized	Fair	Amortized	Fair	Amortized	Fair	Amortized	Fair	Amortized	Fair	Amortized	Fair	Amortized	Fair	
(\$ in millions)	(\$ in millions)	Cost	Value	Cost	Value	Cost	Value	Cost	Value	Cost	Value	Cost	Value	Cost	Value	Cost	Value	Cost	Value	
Collateralized	Collateralized													Collateralized						
Obligation	Obligation	\$ 135	\$131	\$ 375	\$359	\$ 1,064	\$1,001	\$ 121	\$112	\$ 60	\$ 42	\$ 1,755	\$1,645	Obligation	\$ 135	\$131	\$ 375	\$359	\$ 1,064	\$1,001
Auto-Loans	Auto-Loans	1	1	8	7	—	—	—	—	—	—	9	8	Auto-Loans	1	1	8	7	—	—
Student	Student													Student						
Loans	Loans	12	12	86	77	—	—	1	—	—	—	99	89	Loans	12	12	86	77	—	—
Credit Card	Credit Card													Credit Card						
loans	loans	—	—	—	—	3	2	—	—	—	—	3	2	loans	—	—	—	—	3	2

Other Loans	Other Loans	52	43	3	3	129	114	240	215	—	—	424	375	Other Loans	52	43	3	3	129	114	
Total Other ABS <sup>(1)</sup>		\$ 200	\$ 187	\$ 472	\$ 446	\$ 1,196	\$ 1,117	\$ 362	\$ 327	\$ 60	\$ 42	\$ 2,290	\$ 2,119								
Total <sup>(1)</sup>														Total <sup>(1)</sup>	\$ 200	\$ 187	\$ 472	\$ 446	\$ 1,196	\$ 1,117	\$
(1) Excludes subprime other asset backed securities.														(1) Excludes subprime other asset backed securities.							

As of **June 30, 2023** **September 30, 2023**, **85.8%** **86.4%** and **12.3%** **11.8%** of Other ABS investments were designated as NAIC-1 and NAIC-2, respectively. As of December 31, 2022, 82.9% and 15.4% of Other ABS investments were designated as NAIC-1 and NAIC-2, respectively.

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### Mortgage Loans on Real Estate

As of **June 30, 2023** **September 30, 2023**, our mortgage loans on real estate portfolio had a weighted average DSC of **1.90** **1.93** times and a weighted average LTV ratio of **45.0%** **45.2%**. As of December 31, 2022, our mortgage loans on real estate portfolio had a weighted average DSC of 1.91 times, and a weighted average LTV ratio of 45.4%. See the *Investments (excluding Consolidated Investment Entities)* Note to our Condensed Consolidated Financial Statements in Part I, Item 1. of this Quarterly Report on Form 10-Q for further information on mortgage loans on real estate.

### Impairments

We evaluate available-for-sale fixed maturities for impairment on a regular basis. The assessment of whether impairments have occurred is based on a case-by-case evaluation of the underlying reasons for the decline in estimated fair value. See the *Business, Basis of Presentation and Significant Accounting Policies* Note in our Consolidated Financial Statements in Part II, Item 8. of our [Annual Report on Form 10-K](#) for the policy used to evaluate whether the investments are impaired.

See the *Investments (excluding Consolidated Investment Entities)* Note to our Condensed Consolidated Financial Statements in Part I, Item 1. of this Quarterly Report on Form 10-Q for further information on impairment.

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### Derivatives

We use derivatives for a variety of hedging purposes. We also have embedded derivatives within fixed maturities instruments and certain product features. See the *Business, Basis of Presentation and Significant Accounting Policies* Note in our Consolidated Financial Statements in Part II, Item 8. of our [Annual Report on Form 10-K](#) for further information.

See the *Derivative Financial Instruments* Note to our Condensed Consolidated Financial Statements in Part I, Item 1. of this Quarterly Report on Form 10-Q for further information on derivatives.

### European Exposures

We quantify and allocate our exposure to the region by attempting to identify aspects of the region or country risk to which we are exposed. Among the factors we consider are the nationality of the issuer, the nationality of the issuer's ultimate parent, the corporate and economic relationship between the issuer and its parent, as well as the political, legal and economic environment in which each functions. By undertaking this assessment, we believe that we develop a more accurate assessment of the actual geographic risk, with a more integrated understanding of contributing factors to the full risk profile of the issuer.

In the normal course of our ongoing risk and portfolio management process, we closely monitor compliance with a credit limit hierarchy designed to minimize overly concentrated risk exposures by geography, sector and issuer. This framework takes into account various factors such as internal and external ratings, capital efficiency and liquidity and is overseen by a combination of Investment and Corporate Risk Management, as well as insurance portfolio managers focused specifically on managing the investment risk embedded in our portfolio.

While economic conditions in Europe have broadly improved, geopolitical tensions emanating from the Russia-Ukraine conflict remain a notable tail risk. Despite signs of economic improvement in the region, we continue to closely monitor our exposure to the region.

As of **June 30, 2023** **September 30, 2023**, our total European exposure had an amortized cost and fair value of **\$2,972 million** **\$2,913 million** and **\$2,722 million** **\$2,588 million**, respectively. Some of the major country level exposures were in the United Kingdom of **\$1,184 million** **\$1,168 million**, in France of **\$241 million** **\$229 million**, in The Netherlands of **\$241 million** **\$225 million**, in Switzerland of **\$125 million** **\$101 million**, in Germany of **\$204 million** **\$212 million**, in Ireland of **\$177 million** **\$151 million**, and in Belgium of **\$72 million** **\$55 million**. Our direct exposure in Eastern Europe is comparatively small, with **\$3 million** **\$4 million** of exposure in Russia and none in Ukraine or Belarus.

#### Consolidated and Nonconsolidated Investment Entities

We use many forms of entities to achieve our business objectives and we have participated in varying degrees in the design and formation of these entities. These entities are considered to be VIEs or VOEs (collectively, "Consolidated Investment Entities"), or nonconsolidated VIEs, and we evaluate our involvement with each entity to determine whether consolidation is required.

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We perform a quarterly consolidation analysis to assess if the consolidation of a fund is required. The consolidation process brings on the assets, liabilities, noncontrolling interest and operations of the VIE and/or VOE into our financial statements.

If the fund no longer meets the criteria for consolidation, the assets, liabilities, noncontrolling interest and operations of the fund is removed from our financial statements. This process of consolidation/deconsolidation could have a material impact on Total shareholders' equity.

See Consolidation and Noncontrolling Interests and Fair Value Measurements in the *Business, Basis of Presentation and Significant Accounting Policies* Note to our Consolidated Financial Statements in Part II, Item 8. of our [Annual Report on Form 10-K](#). Additionally, see the *Consolidated and Nonconsolidated Investment Entities* Note to our Condensed Consolidated Financial Statements in Part I, Item 1. of this Quarterly Report on Form 10-Q for more information.

#### Securitizations

We invest in various tranches of securitization entities, including RMBS, CMBS and ABS. Refer to the *Consolidated and Nonconsolidated Investment Entities* Note and *Fair Value Measurements (excluding Consolidated Investment Entities)* Note to our Condensed Consolidated Financial Statements in Part I, Item 1. of this Quarterly Report on Form 10-Q for an understanding over the Company's Securitizations. Refer to the *Investments (excluding Consolidated Investment Entities)* Note to our

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Condensed Consolidated Financial Statements in Part I, Item 1. of this Quarterly Report on Form 10-Q for details regarding the carrying amounts and classifications of these assets.

#### Guarantors and Issuers of Guaranteed Securities

Voya Financial, Inc. (the "Parent Issuer") has issued certain notes pursuant to transactions registered under the Securities Act of 1933. As of **June 30, 2023** **September 30, 2023**, such securities consist of (i) the 5.7% senior notes due 2043, the 3.65% senior notes due 2026, the 4.8% senior notes due 2046, and the 3.976% senior notes due 2025 with an aggregate principal amount of \$1.5 billion (collectively, the "Senior Notes") and (ii) the 4.7% fixed-to-floating junior subordinated notes due 2048, with principal amount of \$336 million. As of December 31, 2022 such securities consist of (i) the 5.7% senior notes due 2043, the 3.65% senior notes due 2026, the 4.8% senior notes due 2046, with an aggregate principal amount of \$1.1 billion and (ii) the 5.65% fixed-to-floating rate junior subordinated notes due 2053 and the 4.7% fixed-to-floating junior subordinated notes due 2048, with an aggregate principal amount of \$724 million.(collectively, the "Junior Subordinated Notes" and, together with the Senior Notes, the "Registered Notes").

Voya Holdings, Inc. (the "Subsidiary Guarantor"), a wholly owned subsidiary of the Parent Issuer, has guaranteed each of the Registered Notes on a full and unconditional basis. No other subsidiary of the Parent Issuer has guaranteed any of the Registered Notes. The Parent Issuer and the Subsidiary Guarantor are hereby referred to below as the "Obligor Group."

The full and unconditional guarantees require the Subsidiary Guarantor to satisfy the obligations of the guaranteed security immediately, if and when the Parent Issuer has failed to make a scheduled payment thereunder. If the Subsidiary Guarantor does not make such payment, any holder of the guaranteed security may immediately bring suit directly against the Subsidiary Guarantor for payment of amounts due and payable.

Set forth below is summarized financial information of the Obligor Group, as presented on a combined basis. Inter-combination transactions and balances within the Obligor Group have been eliminated. In addition, financial information of any non-issuer or non-guarantor subsidiaries, which would normally be consolidated by either the Parent Issuer or the

Subsidiary Guarantor under U.S. generally accepted accounting principles, has been excluded from such presentation.

Refer to the Summarized Financial Information of the Obligor Group for the periods indicated:

(\$ in millions)	As of and for the	
	Nine Months Ended September 30, 2023	Year Ended December 31, 2022
<b>Summarized Statements of Operations Information:</b>		
Total revenues	\$ 107	\$ (21)
Total benefits and expenses	154	205
Income (loss), net of tax	(13)	346
Net income (loss) before equity in earnings (losses) of unconsolidated affiliates	(13)	346
Net income (loss) available to Obligor Group	(13)	346
<b>Summarized Balance Sheets Information:</b>		
Total investments	19	29
Cash and cash equivalents	228	210
Deferred income tax assets	891	910
Goodwill	94	94
Loans to non-obligated subsidiaries	278	89
Due from non-obligated subsidiaries	15	15
Total assets	1,533	1,359
Short-term debt with non-obligated subsidiaries	305	262
Long-term debt	2,095	2,094
Total liabilities	\$ 2,603	\$ 2,554

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## Refer Legislative and Regulatory Developments

In August 2023, the SEC adopted the new "Private Fund Adviser" rule under the Investment Advisers Act, which imposes new disclosure and transparency obligations on advisers to private funds and prohibits advisers from granting preferential treatment to investors in private funds. A lawsuit was filed in September 2023 in the Summarized Financial Information federal court of appeals challenging the validity and enforceability of the Obligor Group for rule, which may impact or delay the periods indicated:

(\$ in millions)	As of and for the	
	Six Months Ended June 30, 2023	Year Ended December 31, 2022
<b>Summarized Statements of Operations Information:</b>		
Total revenues	\$ 51	\$ (21)
Total benefits and expenses	109	205
Income (loss), net of tax	(54)	346
Net income (loss) before equity in earnings (losses) of unconsolidated affiliates	(54)	346
Net income (loss) available to Obligor Group	(54)	346
<b>Summarized Balance Sheets Information:</b>		
Total investments	31	29
Cash and cash equivalents	226	210
Deferred income tax assets	882	910
Goodwill	94	94
Loans to non-obligated subsidiaries	273	89
Due from non-obligated subsidiaries	41	15

Total assets		1,900		1,359
Short-term debt with non-obligated subsidiaries		528		262
Long-term debt		2,095		2,094
Total liabilities	\$	2,815	\$	2,554

implementation of the rule.

### Item 3. Quantitative and Qualitative Disclosures About Market Risk

Market risk is the risk that our consolidated financial position and results of operations will be affected by fluctuations in the value of financial instruments. We have significant holdings in financial instruments and are naturally exposed to a variety of market risks. The main market risks we are exposed to include interest rate risk, equity market price risk and credit risk. We do not have material market risk exposure to "trading" activities in our Condensed Consolidated Financial Statements. For further details on these market risks, see *Quantitative and Qualitative Disclosures About Market Risk* in Part II, Item 7A. in our [Annual Report on Form 10-K](#).

#### Market Risk Related to Interest Rates

We assess interest rate exposures for financial assets, liabilities and derivatives using hypothetical test scenarios that assume either increasing or decreasing 100 basis point parallel shifts in the yield curve. In calculating these amounts, we exclude gains and losses on separate account fixed income securities related to products for which the investment risk is borne primarily by the separate account contract holder rather than by us. While the test scenarios are for illustrative purposes only and do not reflect our expectations regarding future interest rates or the performance of fixed-income fixed income markets, they are a near-term, reasonably possible hypothetical change changes that illustrates illustrate the potential impact of such events. These tests do not measure the change in value that could result from non-parallel shifts in the yield curve. As a result, the actual change in fair value from a 100 basis point change in interest rates could be different from that indicated by these calculations.

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The following table summarizes the net estimated potential change in fair value from hypothetical 100 basis point upward and downward shifts in interest rates as of June 30, 2023 September 30, 2023:

	As of June 30, 2023						As of September 30, 2023				
	(\$ in millions)	(\$ in millions)	Hypothetical Change in Fair Value <sup>(2)</sup>				(\$ in millions)	Hypothetical Change in Fair Value <sup>(2)</sup>			
Notional			Fair Value <sup>(1)</sup>	+ 100 Basis Points Yield Curve Shift	- 100 Basis Points Yield Curve Shift	Notional		Fair Value <sup>(1)</sup>	+ 100 Basis Points Yield Curve Shift	- 100 Basis Points Yield Curve Shift	
Financial assets with interest rate risk:	Financial assets with interest rate risk:					Financial assets with interest rate risk:					
Fixed maturity securities, including securities pledged	Fixed maturity securities, including securities pledged	\$ —	\$ 29,193	\$ (1,832)	\$ 2,080	Fixed maturity securities, including securities pledged	\$ —	\$ 27,620	\$ (1,659)	\$ 1,883	
Mortgage loans on real estate	Mortgage loans on real estate	—	4,998	(165)	177	Mortgage loans on real estate	—	4,938	(155)	166	
Financial liabilities with interest rate risk:	Financial liabilities with interest rate risk:					Financial liabilities with interest rate risk:					
Investment contracts:	Investment contracts:					Investment contracts:					
Funding agreements without fixed maturities and deferred annuities <sup>(3)</sup>	Funding agreements without fixed maturities and deferred annuities <sup>(3)</sup>	—	35,615	(1,715)	2,836	Funding agreements without fixed maturities and deferred annuities <sup>(3)</sup>	—	33,433	(1,574)	2,646	

Funding agreements with fixed maturities	Funding agreements with fixed maturities	—	1,298	(33)	35	Funding agreements with fixed maturities	—	1,180	(29)	31
Supplementary contracts and immediate annuities	Supplementary contracts and immediate annuities	—	614	(45)	8	Supplementary contracts and immediate annuities	—	423	(40)	6
Derivatives:	Derivatives:					Derivatives:				
Interest rate contracts	Interest rate contracts	27,550	16	182	(189)	Interest rate contracts	18,018	55	252	(252)
Long-term debt	Long-term debt	—	1,941	(109)	124	Long-term debt	—	1,881	(97)	110
Stabilizer and MCGs	Stabilizer and MCGs	—	3	7	2	Stabilizer and MCGs	—	27	34	(6)
Embedded derivatives on reinsurance	Embedded derivatives on reinsurance	—	(31)	34	(39)	Embedded derivatives on reinsurance	—	(60)	30	(35)

(1) Separate account assets and liabilities which are interest sensitive are not included herein as any interest rate risk is borne by the holder of separate account.

(2) (Decreases) in assets or (decreases) in liabilities are presented in parentheses. Increases in assets or increases in liabilities are presented without parentheses.

(3) Certain amounts included in Funding agreements without fixed maturities and deferred annuities section are also reflected within the Stabilizer and MCGs section of the table above.

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#### Market Risk Related to Equity Market Prices

We assess equity risk exposures for financial assets, liabilities and derivatives using hypothetical test scenarios that assume either an increase or decrease of 10% in all equity market benchmark levels. The following table summarizes the net estimated potential change in fair value from an instantaneous increase and decrease in all equity market benchmark levels of 10% as of **June 30, 2023** **September 30, 2023**. In calculating these amounts, we exclude gains and losses on separate account equity securities related to products for which the investment risk is borne primarily by the separate account contract holder rather than by us. While the test scenarios are for illustrative purposes only and do not reflect our expectations regarding the future performance of equity markets, they are near-term, reasonably possible hypothetical changes that illustrate the potential impact of such events. These scenarios consider only the direct effect on fair value of declines in equity benchmark market levels and not changes in asset-based fees recognized as revenue or changes in any other assumptions such as market volatility or mortality, utilization or persistency rates in insurance contracts. In addition, these scenarios do not reflect the effect of basis risk, such as potential differences in the performance of the investment funds underlying the variable annuity products relative to the equity market benchmark we use as a basis for developing our hedging strategy. The impact of basis risk could result in larger differences between the change in fair value of the equity-based derivatives and the related living benefit features, in comparison to the hypothetical test scenarios.

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The following table summarizes the net estimated potential change in fair value from an instantaneous increase and decrease in all equity market benchmark levels of 10% as of **June 30, 2023** **September 30, 2023**:

		As of June 30, 2023				As of September 30, 2023				
		Notional	Fair Value	Hypothetical Change in Fair Value <sup>(1)</sup>		Notional	Fair Value	Hypothetical Change in Fair Value <sup>(1)</sup>		
				+ 10%	-10%			+ 10%	-10%	
				Equity Shock	Equity Shock			Equity Shock	Equity Shock	
(\$ in millions)	(\$ in millions)					(\$ in millions)				
Financial assets with equity market risk:	Financial assets with equity market risk:					Financial assets with equity market risk:				
Equity securities, at fair value	Equity securities, at fair value	\$ —	\$ 309	\$ 31	\$ (31)	Equity securities, at fair value	\$ —	\$ 301	\$ 30	\$ (30)

Limited liability partnerships/corporations	Limited liability partnerships/corporations	—	1,800	109	(109)	Limited liability partnerships/corporations	—	1,792	108	(108)
Derivatives:	Derivatives:					Derivatives:				
Equity futures and total return swaps	Equity futures and total return swaps	219	8	16	(16)	Equity futures and total return swaps	204	(7)	15	(15)
Equity options	Equity options	36	1	—	—	Equity options	37	1	—	—
Financial liabilities with equity market risk:	Financial liabilities with equity market risk:					Financial liabilities with equity market risk:				
Stabilizer and MCGs	Stabilizer and MCGs	—	3	—	—	Stabilizer and MCGs	—	27	—	—

(4) (Decreases) in assets or (decreases) in liabilities are presented in parentheses. Increases in assets or increases in liabilities are presented without parentheses.

#### Item 4. Controls and Procedures

##### Disclosure Controls and Procedures

The Company carried out an evaluation, under the supervision and with the participation of its management, including its Chief Executive Officer and Chief Financial Officer, of the effectiveness of the design and operation of the Company's disclosure controls and procedures (as defined in Rule 13a-15(e) and 15d-15(e) of the Securities Exchange Act of 1934, as amended ("Exchange Act")) as of the end of the period covered by this report. Based on that evaluation, the Chief Executive Officer and the Chief Financial Officer have concluded that the Company's current disclosure controls and procedures are effective in ensuring that material information relating to the Company required to be disclosed in the Company's periodic SEC filings is made known to them in a timely manner.

##### Changes in Internal Control Over Financial Reporting

There were no changes to the Company's internal control over financial reporting (as defined in Rule 13a-15(f) of the Exchange Act) that occurred during the quarter ended **June 30, 2023** **September 30, 2023** that have materially affected, or are reasonably likely to materially affect, the Company's internal control over financial reporting.

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## PART II. OTHER INFORMATION

### Item 1. Legal Proceedings

See the *Commitments and Contingencies* Note in our Condensed Consolidated Financial Statements in Part I, Item 1. of this Quarterly Report on Form 10-Q.

### Item 1A. Risk Factors

For a discussion of the Company's potential risks and uncertainties, see Risk Factors in Part I, Item 1A. of our [Annual Report on Form 10-K](#) for the year ended December 31, 2022 (the "Annual Report on Form 10-K") (File No. 001-35897) and *Trends and Uncertainties* in Management's Discussion and Analysis of Financial Condition and Results of Operations in Part I, Item 2. of this Quarterly Report on Form 10-Q.

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### Item 2. Unregistered Sales of Equity Securities and Use of Proceeds

#### Purchases of Equity Securities by the Issuer

The following table summarizes Voya Financial, Inc.'s repurchases of its common stock for the three months ended **June 30, 2023** **September 30, 2023**:

Period	Total Number of Shares Purchased <sup>(1)</sup>	Average Price Paid Per Share	Total Number of Shares Purchased as Part of Publicly Announced Plans or Programs	Approximate Dollar Value of Shares that May Yet Be Purchased Under the Plans or Programs <sup>(2)</sup>
April 1, 2023 - April 30, 2023	39,630	\$ 73.28	—	<i>(in millions)</i> 271
May 1, 2023 - May 31, 2023	1,722,595	69.47	1,642,148	157
June 1, 2023 - June 30, 2023	682,249	71.18	681,085	109
<b>Total</b>	<b>2,444,474</b>	<b>\$ 70.01</b>	<b>2,323,233</b>	<b>N/A</b>

Period	Total Number of Shares Purchased <sup>(1)</sup>	Average Price Paid Per Share	Total Number of Shares Purchased as Part of Publicly Announced Plans or Programs	Approximate Dollar Value of Shares that May Yet Be Purchased Under the Plans or Programs <sup>(2)</sup>
July 1, 2023 - July 31, 2023	33,505	\$ 72.38	—	<i>(in millions)</i> 609
August 1, 2023 - August 31, 2023	112,864	71.39	80,962	603
September 1, 2023 - September 30, 2023	714,064	68.34	703,000	555
<b>Total</b>	<b>860,433</b>	<b>\$ 68.90</b>	<b>783,962</b>	<b>N/A</b>

<sup>(1)</sup> In connection with the exercise or vesting of equity-based compensation awards, employees may remit to Voya Financial, Inc., or Voya Financial, Inc. may withhold into treasury stock, shares of common stock in respect to tax withholding obligations and option exercise cost associated with such exercise or vesting. For the three months ended **June 30, 2023** **September 30, 2023**, there was an increase of **121,241** **76,471** Treasury shares in connection with such withholding activities.

<sup>(2)</sup> On July 27, 2023, the Board of Directors provided an additional share repurchase authorization of \$500 million, increasing the aggregate amount of the Company's common stock authorized for repurchase to \$609 million. This share repurchase authorization expires on September 30, 2024 (unless extended) and does not obligate the Company to purchase any shares. The authorization for the share repurchase program may be terminated, increased or decreased by the Board of Directors at any time.

#### Item 5. Other Information

During the three months ended **June 30, 2023** **September 30, 2023**, none of the following trading plans were adopted or terminated by Company's directors and officers of the Company (as defined in Rule 16a-1(f)) that are adopted or terminated any trading plans intended to satisfy the affirmative defense conditions of Rule 10b5-1(c):

Name and title of director or officer	Date of adoption of trading arrangement	Duration of trading arrangement	Aggregate number of securities to be sold or purchased under trading arrangement

#### Item 6. Exhibits

See Exhibit Index on the following page.

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Voya Financial, Inc.

**Exhibit Index**

<b>Exhibit No.</b>	<b>Description of Exhibit</b>
<b>10.1</b>	<a href="#">Fourth Amended and Restated Revolving Credit Agreement dated as of May 1, 2023, among Voya Financial, Inc., Bank of America N.A. and other parties thereto (incorporated by reference to Exhibit 10.4 to the Company's Quarterly Report on Form 10-Q (File No. 001-35897) filed May 4, 2023)</a>
31.1+	<a href="#">Rule 13a-14(a)/15d-14(a) Certification of Heather H. Lavallee, Chief Executive Officer (included as Exhibit 31.1 to Form 10-Q)</a>
31.2+	<a href="#">Rule 13a-14(a)/15d-14(a) Certification of Donald C. Templin, Chief Financial Officer (included as Exhibit 31.2 to Form 10-Q)</a>
32.1+	<a href="#">Section 1350 Certification of Heather H. Lavallee, Chief Executive Officer (included as Exhibit 32.1 to Form 10-Q)</a>
32.2+	<a href="#">Section 1350 Certification of Donald C. Templin, Chief Financial Officer (included as Exhibit 32.2 to Form 10-Q)</a>
101.INS	XBRL Instance Document - the instance document does not appear in the Interactive Data File because its XBRL tags are embedded within the Inline XBRL document.
101.SCH+	Inline XBRL Taxonomy Extension Schema
101.CAL+	Inline XBRL Taxonomy Extension Calculation Linkbase
101.DEF+	Inline XBRL Taxonomy Extension Definition Linkbase
101.LAB+	Inline XBRL Taxonomy Extension Label Linkbase
101.PRE+	Inline XBRL Taxonomy Extension Presentation Linkbase
104+	Cover Page Interactive Data File (formatted as Inline XBRL with applicable taxonomy extension information contained in Exhibits 101).

+ Filed herewith.

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**SIGNATURE**

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

August 3, November 2, 2023

(Date)

Voya Financial, Inc.

(Registrant)

By:

/s/

Donald C. Templin

Donald C. Templin  
Chief Financial Officer

(Duly Authorized Officer and Principal Financial Officer)

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**Exhibit 31.1**

**CERTIFICATION**

I, Heather H. Lavallee, certify that:

1. I have reviewed this quarterly report on Form 10-Q of Voya Financial, Inc.;
2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report;

4. The registrant's other certifying officer and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the registrant and have:
- a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;
  - b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
  - c) Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and
  - d) Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter (the registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and
5. The registrant's other certifying officer and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):
- a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and
  - b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

Date: August 3, November 2, 2023

By: /s/ Heather H. Lavallee  
Heather H. Lavallee  
Chief Executive Officer  
(Duly Authorized Officer and Principal Executive Officer)

Exhibit 31.2

#### CERTIFICATION

I, Donald C. Templin, certify that:

1. I have reviewed this quarterly report on Form 10-Q of Voya Financial, Inc.;
2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report;
4. The registrant's other certifying officer and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the registrant and have:
  - a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;
  - b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
  - c) Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and

- d) Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter (the registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and
5. The registrant's other certifying officer and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):
- a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and
- b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

Date: August 3, November 2, 2023

By: /s/ Donald C. Templin  
 Donald C. Templin  
 Chief Financial Officer  
 (Duly Authorized Officer and Principal Financial Officer)

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Exhibit 32.1

**CERTIFICATION**

Pursuant to 18 U.S.C. §1350, the undersigned officer of Voya Financial, Inc. (the "Company") hereby certifies that, to the officer's knowledge, the Company's Quarterly Report on Form 10-Q for the quarter ended June 30, 2023 September 30, 2023 (the "Report") fully complies with the requirements of Section 13(a) or 15(d), as applicable, of the Securities Exchange Act of 1934 and that the information contained in the Report fairly presents, in all material respects, the financial condition and results of operations of the Company.

August 3, November 2, 2023 By: /s/ Heather H. Lavallee  
 Heather H. Lavallee  
 Chief Executive Officer

Exhibit 32.2

**CERTIFICATION**

Pursuant to 18 U.S.C. §1350, the undersigned officer of Voya Financial, Inc. (the "Company") hereby certifies that, to the officer's knowledge, the Company's Quarterly Report on Form 10-Q for the quarter ended June 30, 2023 September 30, 2023 (the "Report") fully complies with the requirements of Section 13(a) or 15(d), as applicable, of the Securities Exchange Act of 1934 and that the information contained in the Report fairly presents, in all material respects, the financial condition and results of operations of the Company.

August 3, November 2, 2023 By: /s/ Donald C. Templin  
 Donald C. Templin  
 Chief Financial Officer

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