

## BENEFICIAL LIFE INSURANCE COMPANY, INC. DIVIDEND POLICY STATEMENT

The Company recognizes the importance of providing a stable and sustainable dividend stream consistent with its commitment to its shareholders.

The Company complies and adopts as its policy, Section 201 of the Amended Insurance Code, which states that no domestic insurance corporation shall declare or distribute any dividend on its outstanding stocks unless it has met the minimum paid-up capital and net worth requirements, and except from profits attested in a sworn statement to the Commissioner by the president or treasurer to be remaining on hand after retaining unimpaired the entire paid-up capital stock, the solvency requirements, the legal reserve funds required by law, and the sum sufficient to pay all net losses and liabilities for expenses and taxes.

The Board of Directors may, at its discretion and depending on the business results for the year, as well as the capital needs of the business, declare and approve the distribution of additional special dividends to all shareholders, normally announced at the Annual Stockholders' Meeting.

The Company reports to the Insurance Commission any dividend declaration or distribution within thirty (30) days after such declaration or distribution.

### Cash Dividends Declared (on a Per Share Basis):

<u>Date</u>	<u>Amount</u>	
July 24, 2017	P0.16/sh	(based on 12/31/2016 income)
June 06, 2018	P0.16/sh	(based on 12/31/2017 income)
March 21, 2019	P0.047/sh	(based on 12/31/2018 income)
June 10, 2020*	P0.033/sh	(based on 12/31/2019 income)

*\*In 2020, the Insurance Commission issued IC Circular Letter (CL) No. 2020-66 (Interim guidelines on the declaration and/or distribution of dividends with the end in view of conserving capital due to the projected economic impact of the Covid-19 Pandemic). This CL No. 2020-66 required insurance companies to secure prior approval from the Insurance Commission together with the submission of certain relevant documents subject for evaluation before they can declare and/or distribute dividends. In view thereof, the cash dividends declared by the Board on June 10, 2020 was subject to the approval of the Insurance Commission.*