

Building a Canadian Champion

Quarterly Report
Q1-2026

Advisory Regarding Forward-Looking Information

- This presentation contains forward-looking information.
- Forward-looking information is information regarding possible events, conditions or financial performance that is based on assumptions about future economic conditions and courses of action, and it includes information regarding our expectations, intentions, projections or other characterizations of future results, performance, events or circumstances.
- Actual results may vary materially from those anticipated in the forward-looking information.
- Forward-looking information is based on our opinions, estimates and assumptions.
- Our opinions, estimates and assumptions are subject to factors that could cause our actual results or other future events to differ materially from those expressed or implied by the forward-looking statements, including, without limitation, the factors set out in FURTHER ADVISORY REGARDING FORWARD-LOOKING INFORMATION included later in this presentation.
- There can be no assurance that our opinions, estimates and assumptions will prove to be correct.
- Forward-looking information in this presentation represents our expectations as at the date of this presentation (or as at the date it is otherwise stated to be made) and is subject to change after that date.
- We disclaim any intention, obligation or undertaking to update or revise any forward-looking information, whether as a result of new information, future events or otherwise, except as required under applicable securities laws in Canada.
- Forward-looking information contained in this presentation is expressly qualified by this advisory.
- This presentation contains forward-looking statements with respect to the Company's agreement with St. Paul Fire and Marine Insurance Company and Travelers Casualty and Surety Company (collectively, "Travelers") to acquire Travelers' Canadian P&C insurance operations, excluding its Canadian surety business and certain select business lines retained by Travelers, for cash consideration of approximately $3.3 billion (the "Travelers Transaction").
- Estimates and assumptions have been made regarding, among other things, the realization of the expected strategic, financial, and other benefits of the Travelers Transaction, and the implications of the economic, political and geopolitical environments and industry conditions during the integration period. There can be no assurance that the strategic, financial, and other benefits expected to result from the Travelers Transaction will be realized.

Supplementary Financial Measures and Non-GAAP Financial Measures and Ratios

The Company's interim financial statements and accompanying notes as at and for the quarter ended March 31, 2026 have been prepared in accordance with International Financial Reporting Standards ("IFRS" or "GAAP").

We measure and evaluate performance of our business using a number of financial measures. Among these measures are the "supplementary financial measures", "non-GAAP financial measures", and "non-GAAP ratios" (as such terms are defined under Canadian Securities Administrators' National Instrument 52-112 – Non-GAAP and Other Financial Measures Disclosure) included in this presentation, and in each case are not standardized financial measures under GAAP. The supplementary financial measures, non-GAAP financial measures, and non-GAAP ratios in this presentation may not be comparable to similar measures presented by other companies. These measures should not be considered in isolation or as a substitute for analysis of our financial information reported under GAAP. The information presented in this presentation includes the following supplementary financial measures, non-GAAP financial measures, and non-GAAP ratios:

Supplementary Financial Measures: Book value per share, catastrophe losses, financial capacity, gross written premiums, leverage capacity, and underwriting loss from exited lines.

Non-GAAP Financial Measures: Adjusted equity attributable to common shareholders, adjusted equity attributable to common shareholders excluding AOCI, core accident year claims and adjustment expenses, distribution income, net claims and adjustment expenses, net commissions, net operating expenses, net premium taxes, net underwriting expenses, net underwriting revenue, non-operating (losses) gains, operating income, operating net income, prior year claims development, and underwriting income.

Non-GAAP Ratios: Claims ratio, combined ratio, expense ratio, return on equity ("ROE"), operating return on equity ("operating ROE"), operating earnings per common share ("operating EPS"), and certain other ratios.


ROWAN SAUNDERS
President & Chief Executive Officer

Travelers Integration Update

Focused integration efforts across the organization enabled on-time start for policy conversion, with strong broker support, robust communications plan and back-office foundation in place



New business intake channels harmonized, and all new business now written as a single Definity offering



Policy conversion started in Q2 for most policies; remaining policies on track to start on schedule



Supporting communications and conversion guidance are regularly delivered to customers and brokers



New brokers have been onboarded, and overall broker engagement remains high across Canada



Conversion for Claims in progress and on track to follow policy conversion timelines



Value creation continuing to trend favourably for synergy objectives and integration costs

Clear Path to Sustainable Mid-Teens OROE

Organic Levers
10% to below teens OROE

Inorganic
Mid teens OROE

	Original Guidance	Benefit Capture	Action Progress	Commentary
Sonnet Profitability	~1-2 pts			• Sonnet profitability has been achieved, with further potential benefits from scale benefits and pricing sophistication
Expense Optimization	~1-2 pts			• Targeting an additional ~0.5 pts improvement through further reduction in the operation expense ratio towards ~11% of the Company's core business
Claims Transformation	~2 pts			• At least a further point of benefit from Guidewire Claims Centre expected to be realized by the end of 2027
Capital Optimization	2+ pts	• Optimization of our balance sheet by the accretive deployment of excess capital and introduction of leverage, in addition to synergies and scale opportunities earning in on the acquired business		

Q1-2026 Financial Highlights

Operating EPS[1]

$0.97

Gross Written Premiums[1]

$1.4B

35.4% y/y

Combined Ratio[1]

92.9%

(1.6) pts y/y

Book Value per Share[1]

$33.85

14.7% y/y

Financial Capacity[1,2]

$1.1B+

Operating ROE (TTM)[1]

13.0%

[1] This is a supplementary financial measure, non-GAAP financial measure, or a non-GAAP ratio. Refer to Supplementary Financial Measures and Non-GAAP Financial Measures and Ratios advisory and Section 12 – *Supplementary financial measures and non-GAAP financial measures and ratios* in the Q1-2026 MD&A for further details.
[2] See "*Balance Sheet & Capital Management*" slide for more information on financial capacity.

12-Month Industry Outlook

Personal Auto

- We expect overall conditions in personal auto to remain firm as insurers aim to keep pace with the combined impact of loss cost trends, ongoing regulatory constraints in Alberta, and uncertainty related to the extent and impact of macroeconomic factors.
- Competitive dynamics are likely to fluctuate across the market over the next 12 months as insurers take pricing actions and reforms are implemented.

Personal Property

- We expect market conditions to remain firm over the next 12 months as the industry continues to remain diligent, taking underwriting and pricing actions required to fund weather event losses amid heightened climate risk.
- Long-term climate trends continue to drive structural risk. Primary insurers are expected to continue to focus on loss prevention and mitigation, coverage design, and accumulation management.

Commercial Insurance

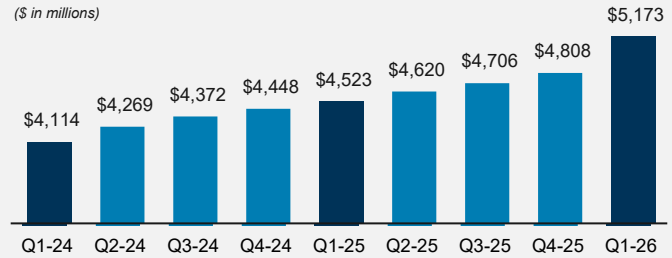
- While we expect overall commercial lines market conditions to remain attractive, we have seen competition intensify in the large account space.
- We continue to expect overall industry growth to be in the low to mid-single digits over the next 12 months, varying by segment.


PHILIP MATHER
Chief Financial Officer

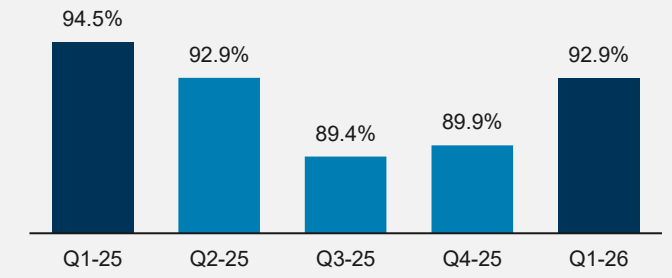
Consolidated Insurance Results

($ in millions, except as otherwise noted)	Q1-26	Q1-25	Δ
Gross Written Premiums(1)	$1,394.6	$1,030.1	35.4%
Net Underwriting Revenue(1)	$1,414.4	$1,001.8	41.2%
Underwriting Income(1,2)	$100.1	$55.0	$45.1
Core AY Claims Ratio(1)	61.6%	61.3%	0.3 pts
CAT Losses(1)	2.3%	5.0%	(2.7) pts
Prior Year Favourable Claims Development(1)	(1.5%)	(2.1%)	0.6 pts
Claims Ratio(1,2)	62.4%	64.2%	(1.8) pts
Expense Ratio(1)	30.5%	30.3%	0.2 pts
Combined Ratio(1,2)	92.9%	94.5%	(1.6) pts

Gross Written Premiums(1) (TTM)



Combined Ratio(1,2)

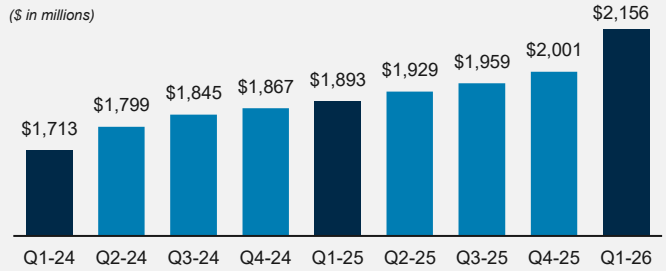


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2. The claims ratio, combined ratio, and underwriting income exclude the impact of discounting.

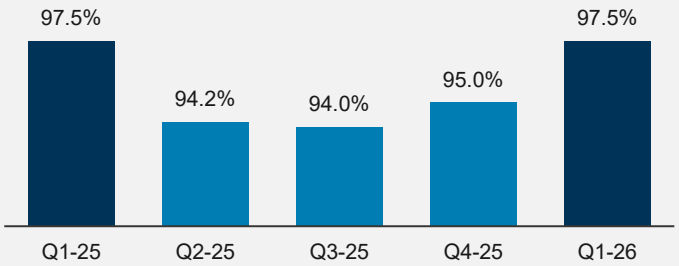
Personal Auto Results

($ in millions, except as otherwise noted)	Q1-26	Q1-25	Δ
Gross Written Premiums(1)	$593.8	$438.8	35.3%
Net Underwriting Revenue(1)	$602.8	$428.2	40.8%
Underwriting Income(1,2)	$15.1	$10.6	$4.5
Core AY Claims Ratio(1)	72.2%	71.8%	0.4 pts
CAT Losses(1)	0.1%	0.7%	(0.6) pts
Prior Year Favourable Claims Development(1)	(0.6%)	(0.8%)	0.2 pts
Claims Ratio(1,2)	71.7%	71.7%	- pts
Expense Ratio(1)	25.8%	25.8%	- pts
Combined Ratio(1,2)	97.5%	97.5%	- pts

Gross Written Premiums(1) (TTM)



Combined Ratio(1,2)

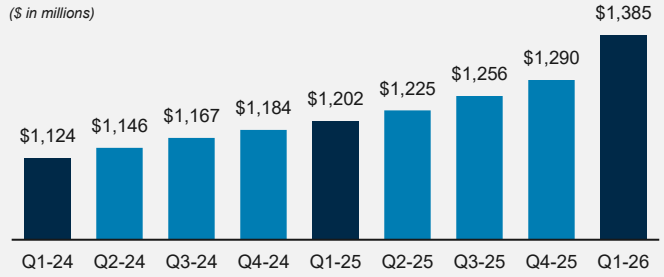


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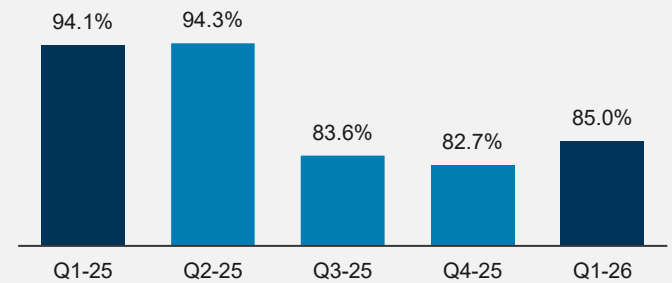
Personal Property Results

($ in millions, except as otherwise noted)	Q1-26	Q1-25	Δ
Gross Written Premiums(1)	$350.2	$255.0	37.3%
Net Underwriting Revenue(1)	$397.9	$283.2	40.5%
Underwriting Income(1,2)	$59.7	$16.8	$42.9
Core AY Claims Ratio(1)	50.6%	52.0%	(1.4) pts
CAT Losses(1)	3.4%	11.8%	(8.4) pts
Prior Year Favourable Claims Development(1)	(2.7%)	(3.9%)	1.2 pts
Claims Ratio(1,2)	51.3%	59.9%	(8.6) pts
Expense Ratio(1)	33.7%	34.2%	(0.5) pts
Combined Ratio(1,2)	85.0%	94.1%	(9.1) pts

Gross Written Premiums(1) (TTM)



Combined Ratio(1,2)

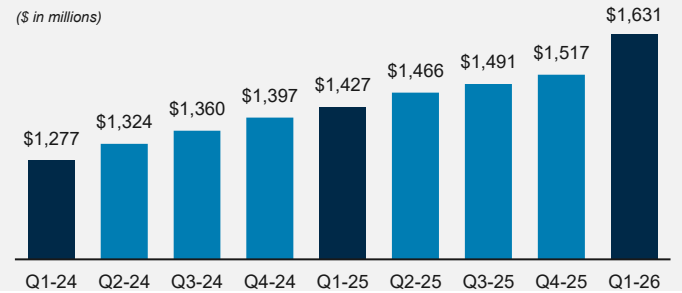


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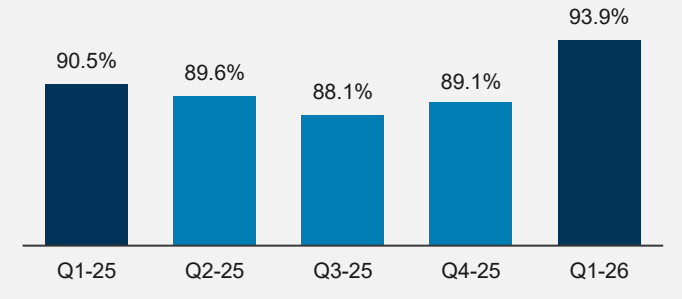
Commercial Insurance Results

($ in millions, except as otherwise noted)	Q1-26	Q1-25	Δ
Gross Written Premiums(1)	$450.6	$336.3	34.0%
Net Underwriting Revenue(1)	$413.7	$290.4	42.5%
Underwriting Income(1,2)	$25.3	$27.6	($2.3)
Core AY Claims Ratio(1)	56.7%	54.7%	2.0 pts
CAT Losses(1)	4.3%	4.8%	(0.5) pts
Prior Year Favourable Claims Development(1)	(1.5%)	(2.1%)	0.6 pts
Claims Ratio(1,2)	59.5%	57.4%	2.1 pts
Expense Ratio(1)	34.4%	33.1%	1.3 pts
Combined Ratio(1,2)	93.9%	90.5%	3.4 pts

Gross Written Premiums(1) (TTM)



Combined Ratio(1,2)



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Expanding our Reach in Commercial Insurance

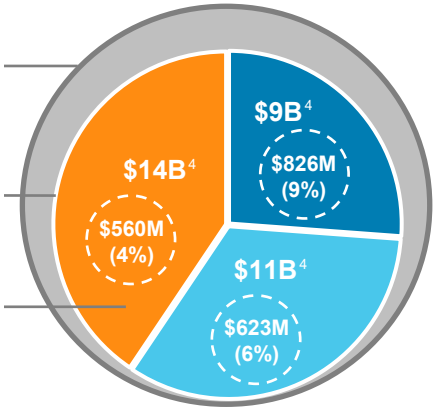
Definity is well positioned for continued growth as we progress with the integration of the acquired business

DEFINITY'S TARGET ADDRESSABLE MARKET INCREASED BY APPROXIMATELY $7 BILLION

Total Canadian Commercial Insurance Market[4] — **$43B**

Definity Addressable Market[4] — **$34B**

Definity GWP[1] (2025) — **~$2B**



#4

Definity (combined entity) is the 4th largest commercial player in the total market, with a **7% share of the target addressable market**[4]

- Small & low complexity Mid-Market Business[2]
- Mid-Market
- Specialty[3]
- Definity market share

ACQUISITION OF NEW COMMERCIAL LINES WITH UNDERWRITING AND CLAIMS TALENT TO SUPPORT GROWTH

Property	Casualty	Umbrella Liability
IRCA	Fleet	Excess Liability
Directors & Officers	Cyber	Errors & Omission
Employment Practices Liability	Boiler & Machinery	Crime
Design Professional Liability	Accountant Professional Liability	Ocean Marine
Identity Fraud	Fiduciary Liability	
Environmental Liability	Kidnap & Ransom	

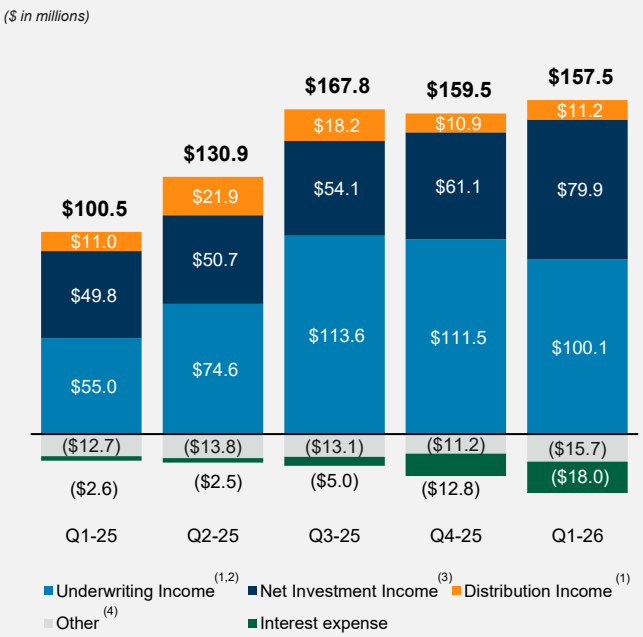
Overlap with Definity | Significant Capability Expansion for Definity | No Overlap with Definity

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2. Small & low complexity Mid-Market business: accounts <$25k excl. Agriculture
3. Specialty business, incl. Agriculture
4. Market share estimates based on 2025 MSA data

Consolidated Profitability

($ in millions, except as otherwise noted)	Q1-26	Q1-25	Δ
Underwriting Income(1,2)	$100.1	$55.0	$45.1
Net Investment Income(3)	$79.9	$49.8	$30.1
Distribution Income(1)	$11.2	$11.0	$0.2
Interest Expense	($18.0)	($2.6)	($15.4)
Other(4)	($15.7)	($12.7)	($3.0)
Operating Income(1)	$157.5	$100.5	$57.0
Operating Net Income(1)	$118.1	$75.9	$42.2
Operating EPS (in dollars)(1)	$0.97	$0.65	49.2%
Operating ROE (TTM)(1)	13.0%	10.3%	270 bps

Operating Income (1)



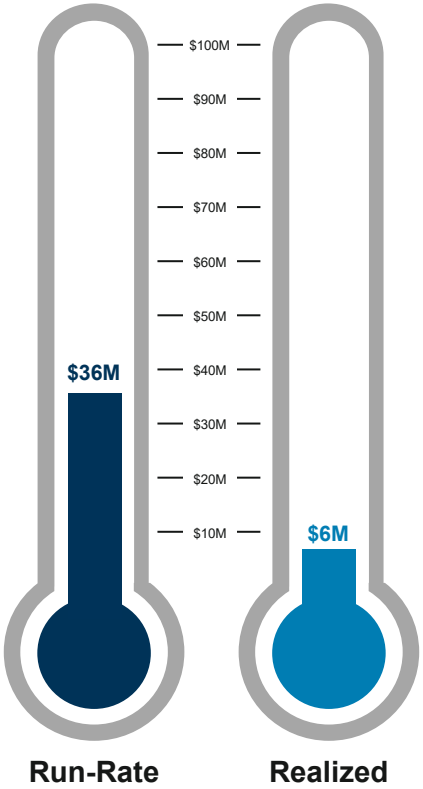
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2. Underwriting income excludes the impact of discounting.
3. Net investment income is dividend and interest income less investment expenses.
4. Includes corporate expenses, non-controlling interests, and other.

Travelers Transaction Early Wins

Our overall conviction on the deal is higher, and we have greater confidence in the 200bps+ of OROE benefit

Earlier and more efficient transaction execution	• Acquisition costs are tracking ~10% below our expectations, inclusive of the higher-than-expected capital markets raises • Reinsurance renewal outcomes materially better than expected due to timely close which enabled the alignment of business appetite on Day 1 and our ability to execute in favourable market conditions
Financing and capital structure benefits	• Interest rate on all debt financings were 40 bps lower than what was modeled • Excess capital term loan repayment after one month vs. six months, saving ~$15M in interest expenses
Stronger balance sheet and financial flexibility	• Acquired tangible balance sheet was larger than modeled and equity/bond placements were higher than forecast, enhancing financial flexibility • Current debt-to-capital ratio of 26.8%, approaching our long-term target level of 25% ahead of our 24-month guidance

Q1-2026 Synergy Progress and Costs



- We expect to realize expense synergies of at least **$100M (pre-tax) within 36 months of close, with approximately one-third to earn into underwriting income in the first 12 months** and the remainder over the subsequent 24 months
- We achieved **$36M** in run-rate expense synergies in Q1-2026, **ahead of our initial schedule**
- Underwriting results benefitted from $6M of realized expense synergies in Q1-2026
- Three primary sources of synergies:
  - **Technology platform consolidation**, as the acquired personal and commercial volumes migrate onto Definity's scalable platforms
  - **Elimination of U.S. parent company service charges** that fall away as the business transitions to Definity oversight and operations
  - **Operational efficiencies** driven by elimination of duplicative and administrative activities and the benefits of scale

Acquisition Costs

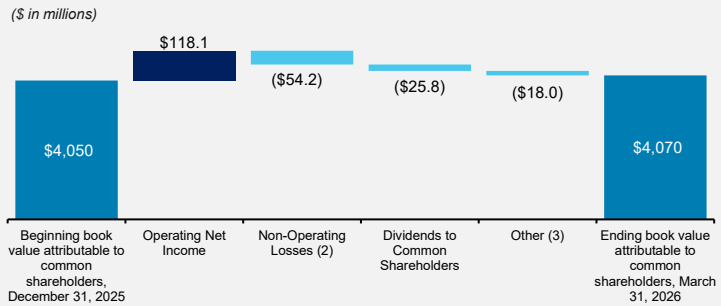
- We have incurred ~$93M of acquisition costs as of Q1-2026, which is below initial expectations
- We do not expect to incur any material additional costs

Integration Costs

- Integration expenses of $44M (Q1-2026: $17M) have been incurred to date
- We remain on track to incur a total of $150 million to $170 million
- Given the timing of integration activities, we anticipate the majority of the costs to occur in in the first year of integration, with approximately one quarter in 2027

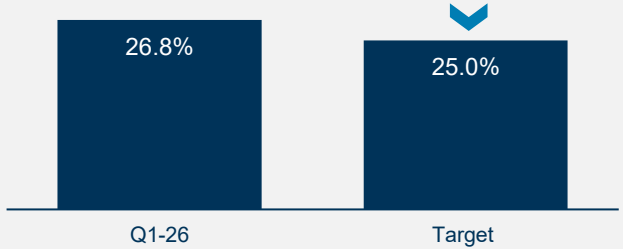
Balance Sheet & Capital Management

BOOK VALUE

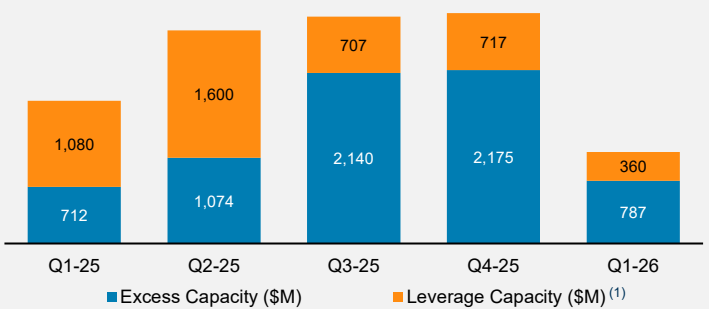


DEBT CAPITALIZATION

Our leverage target remains at 25%, in-line with previously provided guidance and other rated Canadian P&C peers



FINANCIAL CAPACITY (1)



OUR RECENT ACTIONS

- Robust financial capacity of ~$1.15B post-acquisition, largely due to higher excess at acquired entities, higher reinsurance coverage and additional leverage capacity.
- 26.8% debt-to-capital ratio nearing 25% long-term target.
- The two acquisition debt facilities were fully drawn upon the closing of the Travelers Transaction. These included the Excess Capital Term Loan of $1.1B, which was repaid in its entirety on February 2, 2026, and the Acquisition Term Loan of $375M.

Capital Deployment Priorities

Organic Growth

Common Shareholder Dividends

Inorganic Growth

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2. Non-operating losses mainly driven by unrealized losses on bonds, and acquisition-related expenses and integration expenses in connection with the Travelers Transaction.
3. Represents other comprehensive income, and changes in share capital and contributed surplus

Our Strategy

OUR PURPOSE	OUR AMBITION	OUR PROMISE
Building a better world by helping our clients and communities adapt and thrive	To be one of Canada's leading and most innovative P&C insurers	Making insurance better

STRATEGIC OBJECTIVES	Become one of the three largest Canadian P&C insurers	Grow our digital and AI advantage	Consistently deliver disciplined financial management	Position Definity as a purpose-driven sustainability leader	
STRATEGIC PILLARS	Combine sound fundamentals with exceptional experiences	Drive industry leading growth, productivity, and resilience through scalable platforms, innovation and integrated AI	Strengthen our presence in distribution	Augment organic growth and diversification inorganically	Empower top talent with an inclusive culture that delivers on our brand


QUESTION & ANSWER
SESSION

Further Advisory Regarding Forward-Looking Information

Forward-looking information is necessarily based on a number of opinions, estimates and assumptions that we considered appropriate and reasonable as at the date such statements are made, and are subject to many factors that could cause our actual results, performance or achievements, or other future events or developments, to differ materially from those expressed or implied by the forward-looking statements, including, without limitation, the following factors:

- Definity's ability to continue to offer competitive pricing or product features or services that are attractive to customers;
- Definity's ability to appropriately price its insurance products to produce an acceptable return, particularly in provinces where the regulatory environment requires auto insurance rate increases to be approved or that otherwise impose regulatory constraints on auto insurance rates;
- Definity's ability to accurately assess the risks associated with the insurance policies that it writes;
- Definity's ability to assess and pay claims in accordance with its insurance policies;
- Definity's ability to obtain adequate reinsurance coverage to manage risk;
- Definity's ability to accurately predict future claims frequency or severity, including the frequency and severity of weather-related events and the impact of climate change;
- Definity's ability to address inflationary cost pressures through pricing, supply chain, or cost management actions;
- the occurrence of unpredictable catastrophe events;
- litigation and regulatory actions, including potential claims in relation to demutualization and our IPO and unclaimed demutualization benefits and the tax treatment of related amounts transferred to the Company, and COVID-19-related class-action lawsuits that have arisen and which may arise, together with associated legal costs;
- Definity's ability to successfully identify, complete, integrate and realize the benefits of acquisitions or manage the associated risks;
- Definity's ability to improve its combined ratio, retain and attract new business, retain key employees, achieve synergies, and maintain market position during and after the integration of the Travelers Transaction;
- Definity's ability to complete the integration of the Travelers Transaction within anticipated time periods and at the expected cost;
- estimates and expectations in relation to future economic and business conditions and other factors in relation to the Travelers Transaction and any resulting impacts on growth and accretion in various financial metrics;
- unfavourable capital market developments, interest rate movements, changes to dividend policies or other factors which may affect our investments or the market price of our common shares;
- changes associated with the transition to a low-carbon economy, including reputational and business implications from stakeholders' views of our climate change approach or of our environmental or climate change-related representations (i.e. "greenwashing"), those of our industry, or those of our customers;
- Definity's ability to successfully manage credit risk from its counterparties;
- foreign currency fluctuations;
- Definity's ability to meet payment obligations as they become due;
- Definity's ability to maintain its financial strength rating or credit ratings;
- Definity's dependence on key people;
- Definity's ability to attract, develop, motivate, and retain an appropriate number of employees with the necessary skills, capabilities, and knowledge;
- Definity's ability to appropriately collect, store, transfer, and dispose of information;
- Definity's reliance on information technology systems, software, internet, network, data centre, voice or data communications services and the potential disruption or failure of those systems or services, including disruption as a result of cyber security risk or of a third-party service provider;
- failure of key service providers or vendors to provide services or supplies as expected, or comply with contractual or business terms;
- Definity's ability to obtain, maintain and protect its intellectual property rights and proprietary information or prevent third parties from making unauthorized use of our technology;
- Definity's ability to effectively govern the use of, and extract value from models, artificial intelligence, generative AI, and agentic AI technologies;
- compliance with and changes in legislation or its interpretation or application, or supervisory expectations or requirements, including changes in the scope of regulatory oversight, effective income tax rates, risk-based capital guidelines, accounting standards, and generally accepted actuarial techniques;
- changes in domestic or foreign government policies, such as cross-border tariffs, trade policies, or trade agreements may negatively impact the Canadian economy and the P&C insurance industry and/or exacerbate other risks to Definity;
- failure to design, implement and maintain effective controls over financial reporting and disclosure which could have a material adverse effect on our business;
- deceptive or illegal acts undertaken by an employee or a third party, including fraud in the course of underwriting insurance or administering insurance claims;
- Definity's ability to respond to events impacting its ability to conduct business as normal;
- Definity's ability to implement its strategy or operate its business as management currently expects;
- general business, economic, financial, political, geopolitical, and social conditions, particularly those in Canada;
- the emergence or continuation of widespread health emergencies or communicable disease, and their impact on local, national, or international economies, as well as their heightening of certain risks that may affect our business or future results;
- the competitive market environment and cyclical nature of the P&C insurance industry;
- the introduction of advanced technologies including AI and agentic AI, disruptive innovation or alternative business models by current market participants or new market entrants;
- distribution channel risk, including Definity's reliance on brokers to sell its products;
- Definity's dividend payments being subject to the discretion of the Board and dependent on a variety of factors and conditions existing from time to time;
- Definity's dependence on the results of operations of its subsidiaries and the ability of the subsidiaries to pay dividends;
- Definity's ability to manage and access capital and liquidity effectively;
- management's estimates and judgments in respect of IFRS 17 and its impact on various financial metrics;
- periodic negative publicity regarding the insurance industry, Definity, or Definity Insurance Foundation; and
- management's estimates and expectations in relation to interests in the broker distribution channel and the resulting impact on growth, income, and accretion in various financial metrics.

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