

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

**FORM 8-K**

**CURRENT REPORT**  
Pursuant to Section 13 or 15(d)  
of the Securities Exchange Act of 1934  
**Date of report (Date of earliest event reported): August 9, 2022**

**Enstar Group Limited**  
(Exact name of registrant as specified in its charter)

<b>Bermuda</b> (State or other jurisdiction of incorporation)	<b>001-33289</b> (Commission File Number)	<b>N/A</b> (IRS Employer Identification No.)
<b>P.O. Box HM 2267, Windsor Place 3<sup>rd</sup> Floor</b> <b>22 Queen Street, Hamilton HM JX Bermuda</b> (Address of principal executive offices)	<b>N/A</b> (Zip Code)	
<b>Registrant's telephone number, including area code: (441) 292-3645</b>		

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

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

<u>Title of Each Class</u>	<u>Trading Symbol(s)</u>	<u>Name of Each Exchange on Which Registered</u>
Ordinary shares, par value \$1.00 per share	ESGR	The NASDAQ Stock Market
Depository Shares, Each Representing a 1/1,000th Interest in a 7.00% Fixed-to-Floating Rate	ESGRP	The NASDAQ Stock Market
Perpetual Non-Cumulative Preferred Share, Series D, Par Value \$1.00 Per Share		LLC
Depository Shares, Each Representing a 1/1,000th Interest	ESGRO	The NASDAQ Stock Market
in a 7.00% Perpetual Non-Cumulative Preferred Share, Series E, Par Value \$1.00 Per Share		LLC

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (§230.405 of this chapter) or Rule 12b-2 of the Securities Exchange Act of 1934 (§240.12b-2 of this chapter).

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.

**Item 2.02. Results of Operations and Financial Condition.**

On August 9, 2022, Enstar Group Limited (the "Company") issued a press release announcing its results for the quarter ended June 30, 2022 (the "Press Release"), a copy of which is furnished with this report as Exhibit 99.1 and incorporated herein by reference, and a Financial Supplement for the quarter ended June 30, 2022 (the "Financial Supplement"), a copy of which is furnished with this report as Exhibit 99.2 and incorporated herein by reference. The Financial Supplement will be available on the "Investor Relations" page of the Company's website located at [www.enstargroup.com](http://www.enstargroup.com).

The information contained in the Press Release and the Financial Supplement is summary information that is intended to be considered in the context of the Company's Securities and Exchange Commission ("SEC") filings and other public announcements that the Company may make, by press release or otherwise, from time to time. The Company undertakes no duty or obligation to publicly update or revise the information contained in the Press Release and the Financial Supplement, although it may do so from time to time as its management believes is warranted. Any such updating may be made through the filing of other reports or documents with the SEC, through press releases or through other public disclosure.

The information presented in Item 2.02 of this Current Report on Form 8-K and Exhibits 99.1 and 99.2 shall not be deemed to be "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, as amended (the "Exchange Act"), or otherwise subject to the liabilities of that section, unless the Company specifically states that the information is to be considered "filed" under the Exchange Act or specifically incorporates it by reference into a filing under the Securities Act of 1933, as amended.

**Item 7.01. Regulation FD Disclosure.**

On August 9, 2022, the Company released a presentation (the "Investor Presentation"), a copy of which is attached hereto as Exhibit 99.3 and is incorporated herein by reference. The Company expects to use the Investor Presentation from time to time in connection with presentations to potential investors, industry analysts and others. The Investor Presentation is available under the "Events & Presentations" tab of the Company's "Investor Relations" website located at [www.enstargroup.com/events-and-presentations](http://www.enstargroup.com/events-and-presentations).

By filing this Current Report on Form 8-K and furnishing the information in this Item 7.01, the Company makes no admission as to the materiality of any information in the Investor Presentation that is required to be disclosed solely by reason of Regulation FD.

The information contained in the Investor Presentation is summary information that is intended to be considered in the context of the Company's SEC filings and other public announcements that the Company may make, by press release or otherwise, from time to time. The Company undertakes no duty or obligation to publicly update or revise the information contained in the Investor Presentation, although it may do so from time to time as its management believes is warranted. Any such updating may be made through the filing of other reports or documents with the SEC, through press releases or through other public disclosure.

**Item 9.01. Financial Statements and Exhibits**

Exhibits

<b>Exhibit No.</b>	<b>Description</b>
<a href="#">99.1</a>	Press Release, dated August 9, 2022.
<a href="#">99.2</a>	Financial Supplement for the quarter ended June 30, 2022.
<a href="#">99.3</a>	Investor Presentation.
101	Pursuant to Rule 406 of Regulation S-T, the cover page information is formatted in Inline XBRL.
104	Cover page Interactive Data File (embedded within the Inline XBRL document and included in Exhibit 101).

**SIGNATURES**

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 hereunto duly authorized.

ENSTAR GROUP LIMITED

August 9, 2022

By: /s/ Orla Gregory

Orla Gregory  
Chief Financial Officer



**Date:** August 9, 2022

**Contact:** Enstar Communications

**For Release:** Immediately

**Telephone:** +1 (441) 292-3645

### Enstar Group Limited Reports Second Quarter Results

- **Net Loss of \$493 million and \$775 million and Return on Equity of (9.8)% and (13.9)% for the three and six months ended June 30, 2022, driven by unrealized losses on fixed income securities in the rising interest rate environment**
- **Book Value per Ordinary Share and Adjusted Book Value per Ordinary Share\* of \$245.93 and \$241.05, respectively, as of June 30, 2022**
- **Returned \$163 million to shareholders through share repurchases at a weighted average discount to book value of 20.3% during the six months ended June 30, 2022**
- **Agreed a Loss Portfolio Transfer with Argo Group International Holdings, Ltd. ("Argo") covering a number of Argo's U.S. casualty insurance portfolios, with a policy limit of \$1.1 billion**

Hamilton, Bermuda - August 9, 2022 - Enstar Group Limited (Nasdaq: ESGR) filed its quarterly report on Form 10-Q with the SEC earlier today. An audio presentation reviewing the second quarter 2022 results with expanded commentary is available on Enstar's investor relations website at [investor.enstargroup.com](https://investor.enstargroup.com).

#### Second Quarter 2022 Highlights:

- Return on equity ("ROE") of (9.8)% and Adjusted ROE\* of (2.9)% compared to 6.0% and 5.1%, respectively, in the second quarter 2021. ROE was impacted by \$379 million of net unrealized losses arising from interest rate increases on fixed maturity portfolios that are classified as trading, combined with \$212 million of net unrealized losses in Enstar's non-core portfolios.
- The market dislocation has resulted in material unrealized losses in our investment portfolio impacted by the combination of interest rate increases, widening credit spreads and equity market declines. While we recognized net investment losses of \$522 million in the quarter, we are confident in our investment strategies for the long term.
- Positively, our solvency or economic balance sheet became stronger during the second quarter. This is driven by two factors:
  - First, our solvency ratio reflects not only losses on investments but also the impact of a higher discount rate on our reserves; and
  - Secondly, our core fixed income securities are shorter in duration than our insurance liabilities.
- Our quarter's run-off liability earnings ("RLE") benefited from reductions in the value of certain portfolios that are held at fair value and favorable loss activity in the professional indemnity/directors and officers and workers' compensation lines of business net of amortization of deferred charge assets ("DCAs").

\* Non-GAAP measure; refer to "Non-GAAP Financial Measures" further below for explanatory notes and a reconciliation to the most directly comparable GAAP measure.

- On August 8, 2022, we executed an LPT agreement with a wholly owned subsidiary of Argo covering a number of its U.S. casualty insurance portfolios, including construction, for accident years 2011 to 2019. We will provide ground up cover of \$746 million, and an additional \$275 million of cover in excess of \$821 million, up to a policy limit of \$1.1 billion. Argo will retain a loss corridor of \$75 million up to \$821 million. The closing of the transaction is subject to regulatory approval and other closing conditions which we expect to be completed in the second half of 2022.

#### Commenting on the Company's results, Enstar CEO Dominic Silvester said:

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"We completed one of our largest-ever loss portfolio transactions in the quarter, assuming an incremental \$1.9 billion of subject loss reserves from Aspen, an established business partner, and transitioned claims management authority to Enstar. In addition, on August 8, 2022, we announced a reinsurance agreement with Argo which will provide us with the opportunity to bring our legacy expertise to the run-off of Argo's US casualty book.

Our second quarter financial results continued to be impacted by unrealized investment losses, resulting from rising interest rates and ongoing economic uncertainty. Our fixed income portfolio has incurred a significant amount of the unrealized losses. However, it is important to keep in mind that this portfolio is designed to largely complement the maturity of underlying loss reserves and as such, we expect the losses to unwind over time. Overall, we remain confident that our investment strategy can generate strong value for the long term. We maintain a strong balance sheet with capacity to continue to pursue our active pipeline of opportunities and remain focused on delivering long-term value to our partners and shareholders.

We are seeing a robust market demand for our solutions and we maintain discipline with respect to acquiring new business and will only execute on transactions where we can generate appropriate risk-adjusted returns."

#### Six months ended results included:

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- Net loss of \$775 million, or \$44.54 per diluted ordinary share, compared to net earnings of \$561 million, or \$25.60 per diluted ordinary share, for the six months ended June 30, 2021.
- ROE of (13.9)% and Adjusted ROE\* of (4.2)%, compared to 9.1% and 10.9%, respectively, for the six months ended June 30, 2021. ROE was impacted by unrealized losses arising from interest rate increases on fixed maturity portfolios that are classified trading combined with unrealized losses in Enstar's non-core portfolios.
- Annualized RLE of 3.7% and Annualized Adjusted RLE\* of 0.5%, compared to 2.5% and 1.1%, respectively, for the six months ended June 30, 2021. RLE benefited from reductions in the value of certain portfolios that are held at fair value, favorable loss activity in the professional indemnity/directors and officers and workers' compensation lines of business net of amortization of DCAs, and favorable results on Enstar's inactive catastrophe programs held by Enhanced Re.
- Annualized total investment return ("TIR") of (8.1)% and Annualized Adjusted TIR\* of (0.8)%, compared to 6.8% and 8.0%, respectively, for the six months ended June 30, 2021. Recognized investment results were impacted by the combination of interest rate increases, widening credit spreads and equity market declines.
- We repurchased 697,580 voting ordinary shares during the six months ended June 30, 2022 for an aggregate \$163 million, representing an average price per share of \$233.92 and a weighted average discount to our net book value per ordinary share of 20.3%. During the six months ended June 30, 2022, we utilized \$105 million of the \$200 million authorized under the 2022 Repurchase Program and the remaining \$59 million authorized under the 2021 Repurchase Program to repurchase our ordinary shares.

\* Non-GAAP measure; refer to "Non-GAAP Financial Measures" further below for explanatory notes and a reconciliation to the most directly comparable GAAP measure.

## Key Financial and Operating Metrics

We use the following GAAP and Non-GAAP measures to monitor the performance of and manage the company:

	Three Months Ended			Six Months Ended		
	June 30, 2022	June 30, 2021	\$ / pp / bp Change	June 30, 2022	June 30, 2021	\$ / pp / bp Change
(in millions of U.S. dollars, except per share data)						
<b>Key Earnings Metrics</b>						
Net (loss) earnings attributable to Enstar ordinary shareholders	\$ (493)	\$ 378	\$ (871)	\$ (775)	\$ 561	\$ (1,336)
Adjusted operating (loss) income attributable to Enstar ordinary shareholders*	\$ (150)	\$ 296	\$ (446)	\$ (223)	\$ 591	\$ (814)
ROE	(9.8)%	6.0 %	(15.6) pp	(13.9)%	9.1 %	(23.0) pp
Annualized ROE				(27.7)%	18.2 %	(45.9) pp
Adjusted ROE*	(2.9)%	5.1 %	(8.0) pp	(4.2)%	10.9 %	(15.1) pp
Annualized Adjusted ROE*				(8.4)%	21.7 %	(30.1) pp
<b>Key Run-off Metrics</b>						
Prior period development	\$ 79	\$ 10	\$ 69	\$ 222	\$ 120	\$ 102
Adjusted prior period development*	\$ 29	\$ 24	\$ 5	\$ 28	\$ 50	\$ (22)
Annualized RLE				3.7 %	2.5 %	1.2 pp
Annualized Adjusted RLE*				0.5 %	1.1 %	(0.6) pp
<b>Key Investment Return Metrics</b>						
Total investable assets				\$ 20,869	\$ 20,169	\$ 700
Adjusted total investable assets*				\$ 22,115	\$ 19,830	\$ 2,285
Annualized investment book yield	2.32 %	2.65 %	(33) bp	2.03 %	2.24 %	(21) bp
Annualized TIR				(8.1)%	6.8 %	(14.9) pp
Annualized Adjusted TIR*				(0.8)%	8.0 %	(8.8) pp
<b>As of</b>						
<b>June 30, 2022      December 31, 2021</b>						
<b>Key Shareholder Metrics</b>						
Book value per ordinary share				\$ 245.93	\$ 316.34	\$ (70.41)
Adjusted book value per ordinary share*				\$ 241.05	\$ 310.80	\$ (69.75)

pp - Percentage point(s)

bp - Basis point(s)

\*Non-GAAP measure; refer to "Non-GAAP Financial Measures" further below for explanatory notes and a reconciliation to the most directly comparable GAAP measure.

## Results of Operations by Segment - For the Three and Six Months Ended June 30, 2022 and 2021

### Run-off Segment

The following is a discussion and analysis of the results of operations for our Run-off segment.

	Three Months Ended			Six Months Ended		
	June 30,		\$ Change	June 30,		\$ Change
	2022	2021		2022	2021	
(in millions of U.S. dollars)						
<b>INCOME</b>						
Net premiums earned	\$ 9	\$ 42	\$ (33)	\$ 26	\$ 115	\$ (89)
Other income:						
Reduction in estimates of net ultimate defendant A&E liabilities - prior periods	1	5	(4)	4	14	(10)
Reduction in estimated future defendant A&E expenses	1	—	1	1	3	(2)
All other income	5	9	(4)	12	19	(7)
Total other income	7	14	(7)	17	36	(19)
Total income	16	56	(40)	43	151	(108)
<b>EXPENSES</b>						
Net incurred losses and LAE:						
Current period	14	42	(28)	25	86	(61)
Prior periods:						
Reduction in estimates of net ultimate losses	(108)	(42)	(66)	(137)	(67)	(70)
Reduction in provisions for ULAE	(13)	(17)	4	(34)	(31)	(3)
Total prior periods	(121)	(59)	(62)	(171)	(98)	(73)
Total net incurred losses and LAE	(107)	(17)	(90)	(146)	(12)	(134)
Acquisition costs	9	—	9	17	29	(12)
General and administrative expenses <sup>(1)</sup>	36	64	(28)	75	92	(17)
Total expenses	(62)	47	(109)	(54)	109	(163)
<b>SEGMENT NET EARNINGS</b>	<b>\$ 78</b>	<b>\$ 9</b>	<b>\$ 69</b>	<b>\$ 97</b>	<b>\$ 42</b>	<b>\$ 55</b>

<sup>(1)</sup> Second quarter 2021 results include incremental expenses attributable to the first quarter 2021 general and administrative expenses following a refinement made to the allocation of expenses in the second quarter of 2021, which increased the general and administrative expenses of the Run-off segment for the three months ended June 30, 2021 by \$16 million.

**Three and Six Months Ended June 30, 2022 versus 2021:** Net earnings from our Run-off segment increased by \$69 million and \$55 million, respectively, primarily due to:

- A \$62 million and \$73 million increase in favorable PPD for the three and six months ended June 30, 2022, respectively, driven by a \$66 million and \$70 million increase in the reduction in estimates of net ultimate losses, respectively, primarily due to favorable loss activity in the professional indemnity/directors and officers and workers' compensation lines of business; and
- A decrease in general and administrative expenses of \$28 million and \$17 million, respectively. Excluding the impact of the refinement made to the allocation of expenses in the second quarter of 2021 as described above, these decreases were primarily driven by lower salaries and benefits due to reductions in head count and long-term incentive plan costs and decreases in professional fees for the three and six months ended June 30, 2022; partially offset by
- Reductions in net premiums earned that were greater than the reductions in current period net incurred losses and LAE for the three and six months ended June 30, 2022, following our exit of our StarStone International business beginning in 2020; and
- A reduction in other income of \$7 million and \$19 million, respectively, primarily driven by lower favorable prior period development related to our defendant A&E liabilities for the three and six months ended June 30, 2022.

## Investments Segment

The following is a discussion and analysis of the results of operations for our Investments segment.

	Three Months Ended			Six Months Ended		
	June 30,		\$ Change	June 30,		\$ Change
	2022	2021		2022	2021	
	(in millions of U.S. dollars)					
<b>INCOME</b>						
Net investment income:						
Fixed income securities	\$ 85	\$ 87	\$ (2)	\$ 153	\$ 138	\$ 15
Cash and restricted cash	1	—	1	1	—	1
Other investments, including equities	22	15	7	41	29	12
Less: Investment expenses	(4)	(26)	22	(15)	(30)	15
Total net investment income	104	76	28	180	137	43
Net realized (losses) gains:						
Fixed income securities	(30)	5	(35)	(65)	(6)	(59)
Other investments, including equities	(9)	1	(9)	(10)	2	(12)
Net realized (losses) gains:	(38)	6	(44)	(75)	(4)	(71)
Net unrealized (losses) gains:						
Fixed income securities	(377)	105	(482)	(670)	(89)	(581)
Other investments, including equities	(212)	295	(507)	(294)	479	(773)
Total net unrealized (losses) gains:	(589)	400	(989)	(964)	390	(1,354)
Total income	(523)	482	(1,005)	(859)	523	(1,382)
<b>EXPENSES</b>						
General and administrative expenses <sup>(1)</sup>	10	13	(3)	19	16	3
Total expenses	10	13	(3)	19	16	3
Earnings (losses) from equity method investments	1	(3)	4	32	115	(83)
<b>SEGMENT NET (LOSS) EARNINGS</b>	<b>\$ (532)</b>	<b>\$ 466</b>	<b>\$ (998)</b>	<b>\$ (846)</b>	<b>\$ 622</b>	<b>\$ (1,468)</b>

<sup>(1)</sup> Second quarter 2021 results include incremental expenses attributable to the first quarter 2021 general and administrative expenses following a refinement made to the allocation of expenses in the second quarter of 2021, which increased the general and administrative expenses of the Investments segment for the three months ended June 30, 2021 by \$3 million.

**Three and Six Months Ended June 30, 2022 versus 2021:** Net loss from our Investments segment was \$532 million and \$846 million for the three and six months ended June 30, 2022, respectively, compared to net earnings of \$466 million and \$622 million for the three and six months ended June 30, 2021. The unfavorable movements of \$998 million and \$1.5 billion, respectively, were primarily due to:

- net realized and unrealized losses on our fixed income securities of \$407 million and \$735 million, respectively, driven by rising interest rates and widening credit spreads, in comparison to net gains of \$110 million and net losses of \$95 million, respectively, in the comparative periods;
- net realized and unrealized losses on our other investments, including equities, of \$220 million and \$304 million, respectively, in comparison to net gains of \$296 million and \$481 million, respectively, in the comparative periods, primarily driven by underperformance of our fixed income funds, public equities and CLO equities as a result of significant volatility in global equity markets and widening high yield credit spreads. The results were partially offset by gains on our private equity funds, private credit funds and real estate funds, which are typically recorded on a one quarter lag, and net gains on our hedge funds for the three months ended June 30, 2022 as a result of exposure to Chinese equities; and

- an \$83 million decrease in earnings from equity method investments for the six months ended June 30, 2022, largely due to our acquisition of the controlling interest in Enhanced Re, effective September 1, 2021 (consolidated net loss from Enhanced Re was \$95 million for the six months ended June 30, 2022). Prior to that date, the results of Enhanced Re were recorded in earnings from equity method investments within the Investments segment; partially offset by:

- increases in our net investment income of \$28 million and \$43 million, respectively, which is primarily due to an increase in our average aggregate fixed income assets due to new business during the past year and the reinvestment of fixed maturities at higher yields.

Net investment losses recognized on the fixed income securities that support our Enhanced Re life reinsurance business for the three and six months ended June 30, 2022 were \$109 million and \$128 million, respectively.

## Income and Earnings by Segment - For the Three and Six Months Ended June 30, 2022 and 2021

	Three Months Ended			Six Months Ended		
	June 30, 2022	June 30, 2021	\$ Change	June 30, 2022	June 30, 2021	\$ Change
	(in millions of U.S. dollars)					
<b>INCOME</b>						
Run-off	\$ 16	\$ 56	\$ (40)	\$ 43	\$ 151	\$ (108)
Enhanced Re	1	—	1	15	—	15
Investments	(523)	482	(1,005)	(859)	523	(1,382)
Legacy Underwriting	6	15	(9)	8	28	(20)
Subtotal	(500)	553	(1,053)	(793)	702	(1,495)
Corporate and other	14	(6)	20	17	4	13
Total income	<u>\$ (486)</u>	<u>\$ 547</u>	<u>\$ (1,033)</u>	<u>\$ (776)</u>	<u>\$ 706</u>	<u>\$ (1,482)</u>
<b>SEGMENT NET (LOSS) EARNINGS</b>						
Run-off <sup>(3)</sup>	\$ 78	\$ 9	\$ 69	\$ 97	\$ 42	\$ 55
Enhanced Re	(7)	—	(7)	22	—	22
Investments <sup>(3)</sup>	(532)	466	(998)	(846)	622	(1,468)
Legacy Underwriting	—	(2)	2	—	—	—
Total segment net (loss) earnings	(461)	473	(934)	(727)	664	(1,391)
Corporate and other <sup>(1)(2)(3)</sup>	(32)	(95)	63	(48)	(103)	55
NET (LOSS) EARNINGS ATTRIBUTABLE TO ENSTAR ORDINARY SHAREHOLDERS	<u>\$ (493)</u>	<u>\$ 378</u>	<u>\$ (871)</u>	<u>\$ (775)</u>	<u>\$ 561</u>	<u>\$ (1,336)</u>

<sup>(1)</sup> Other income (expense) for corporate and other activities includes the amortization of fair value adjustments associated with the acquisition of DCo LLC and Morse TEC LLC.

<sup>(2)</sup> Net incurred losses and LAE for corporate and other activities includes the amortization of deferred charge assets ("DCAs") on retroactive reinsurance contracts, fair value adjustments associated with the acquisition of companies and the changes in the discount rate and risk margin components of the fair value of assets and liabilities related to our assumed retroactive reinsurance contracts for which we have elected the fair value option. The three and six months ended June 30, 2022 included accelerated amortization of \$72 million and \$96 million, respectively, corresponding to increased favorable prior period development on net ultimate liabilities recorded in our Run-off segment. The three and six months ended June 30, 2021 included accelerated amortization of \$11 million corresponding to increased favorable prior period development on net ultimate liabilities recorded in our Run-off segment.

<sup>(3)</sup> Second quarter 2021 results include incremental expenses attributable to the first quarter 2021 general and administrative expenses following a refinement made to the allocation of expenses in the second quarter of 2021, which increased/(decreased) general and administrative expenses of the Run-off and Investment segments by \$16 million and \$3 million, respectively, as well as corporate and other activities by \$(19) million, for the three months ended June 30, 2021.

For additional detail on the Enhanced Re segment, the Legacy Underwriting segment and corporate and other activities, please refer to the Form 10-Q.

## Cautionary Statement

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*This press release contains certain forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. These statements include statements regarding the intent, belief or current expectations of Enstar and its management team. Investors are cautioned that any such forward-looking statements speak only as of the date they are made, are not guarantees of future performance and involve risks and uncertainties, and that actual results may differ materially from those projected in the forward-looking statements as a result of various factors. Important risk factors regarding Enstar can be found under the heading "Risk Factors" in our Form 10-K for the year ended December 31, 2021 and are incorporated herein by reference. Furthermore, Enstar undertakes no obligation to update any written or oral forward-looking statements or publicly announce any updates or revisions to any of the forward-looking statements contained herein, to reflect any change in its expectations with regard thereto or any change in events, conditions, circumstances or assumptions underlying such statements, except as required by law.*

## About Enstar

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Enstar is a NASDAQ-listed leading global (re)insurance group that offers capital release solutions through its network of group companies in Bermuda, the United States, the United Kingdom, Continental Europe, Australia, and other international locations. A market leader in completing legacy acquisitions, Enstar has acquired over 110 companies and portfolios since its formation in 2001. For further information about Enstar, see [www.enstargroup.com](http://www.enstargroup.com).

## Contacts

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**For Investors:** Matthew Kirk (investor.relations@enstargroup.com)

**For Media:** Jenna Kerr (communications@enstargroup.com)

**ENSTAR GROUP LIMITED**  
**CONDENSED CONSOLIDATED STATEMENTS OF EARNINGS (UNAUDITED)**  
For the Three and Six Months Ended June 30, 2022 and 2021

	Three Months Ended June 30,		Six Months Ended June 30,	
	2022	2021	2022	2021
	(expressed in millions of U.S. dollars, except share and per share data)			
<b>INCOME</b>				
Net premiums earned	\$ 14	\$ 59	\$ 48	\$ 152
Net investment income	106	76	186	138
Net realized (losses) gains	(38)	6	(75)	(5)
Net unrealized (losses) gains	(591)	400	(972)	390
Other income	23	6	37	16
Net gain on sales of subsidiaries	—	—	—	15
Total income	(486)	547	(776)	706
<b>EXPENSES</b>				
Net incurred losses and loss adjustment expenses				
Current period	13	50	26	104
Prior periods	(79)	(10)	(222)	(120)
Total net incurred losses and loss adjustment expenses	(66)	40	(196)	(16)
Policyholder benefit expenses	6	—	18	—
Acquisition costs	12	5	20	39
General and administrative expenses	83	93	168	176
Interest expense	23	17	48	33
Net foreign exchange (gains)	(13)	(10)	(10)	(7)
Total expenses	45	145	48	225
(LOSS) EARNINGS BEFORE INCOME TAXES	(531)	402	(824)	481
Income tax benefit (expense)	4	(9)	4	(3)
Earnings (losses) from equity method investments	1	(3)	32	115
NET (LOSS) EARNINGS	(526)	390	(788)	583
Net loss (earnings) attributable to noncontrolling interests	42	(3)	31	(14)
NET (LOSS) EARNINGS ATTRIBUTABLE TO ENSTAR	(484)	387	(757)	579
Dividends on preferred shares	(9)	(9)	(18)	(18)
NET (LOSS) EARNINGS ATTRIBUTABLE TO ENSTAR ORDINARY SHAREHOLDERS	\$ (493)	\$ 378	\$ (775)	\$ 561
<b>(Loss) earnings per ordinary share attributable to Enstar:</b>				
Basic	\$ (28.62)	\$ 17.44	\$ (44.54)	\$ 25.95
Diluted	\$ (28.62)	\$ 17.28	\$ (44.54)	\$ 25.60
<b>Weighted average ordinary shares outstanding:</b>				
Basic	17,224,449	21,631,749	17,400,257	21,597,236
Diluted	17,470,691	21,832,218	17,634,698	21,892,744

**ENSTAR GROUP LIMITED**  
**CONDENSED CONSOLIDATED BALANCE SHEETS (UNAUDITED)**  
**As of June 30, 2022 and December 31, 2021**

	June 30, 2022	December 31, 2021
	(in millions of U.S. dollars, except share data)	
<b>ASSETS</b>		
Short-term investments, trading, at fair value	\$ 15	\$ 6
Short-term investments, available-for-sale, at fair value (amortized cost: 2022 — \$43; 2021 — \$34; net of allowance: 2022 and 2021 — \$0)	42	34
Fixed maturities, trading, at fair value	2,783	3,756
Fixed maturities, available-for-sale, at fair value (amortized cost: 2022 — \$5,673; 2021 — \$5,689; net of allowance: 2022 — \$42; 2021 — \$10)	5,099	5,652
Funds held - directly managed	2,481	3,007
Equities, at fair value (cost: 2022 — \$1,819; 2021 — \$1,831)	1,776	1,995
Other investments, at fair value	3,125	2,333
Equity method investments	506	493
Total investments	<u>15,827</u>	<u>17,276</u>
Cash and cash equivalents	785	1,646
Restricted cash and cash equivalents	301	446
Reinsurance balances recoverable on paid and unpaid losses (net of allowance: 2022 — \$137; 2021 — \$136)	948	1,085
Reinsurance balances recoverable on paid and unpaid losses, at fair value	327	432
Insurance balances recoverable (net of allowance: 2022 and 2021 — \$5)	191	213
Funds held by reinsured companies	3,956	2,340
Deferred charge assets	286	371
Other assets	648	620
<b>TOTAL ASSETS</b>	<u>\$ 23,269</u>	<u>\$ 24,429</u>
<b>LIABILITIES</b>		
Losses and loss adjustment expenses	\$ 12,142	\$ 11,269
Losses and loss adjustment expenses, at fair value	1,499	1,989
Future policyholder benefits	1,363	1,502
Defendant asbestos and environmental liabilities	620	638
Insurance and reinsurance balances payable	205	254
Debt obligations	1,905	1,691
Other liabilities	475	581
<b>TOTAL LIABILITIES</b>	<u>18,209</u>	<u>17,924</u>
<b>COMMITMENTS AND CONTINGENCIES</b>		
<b>REDEEMABLE NONCONTROLLING INTERESTS</b>	174	179
<b>SHAREHOLDERS' EQUITY</b>		
Ordinary Shares (par value \$1 each, issued and outstanding 2022: 17,574,197; 2021: 18,223,574):		
Voting Ordinary Shares (issued and outstanding 2022: 15,976,485; 2021: 16,625,862)	16	17
Non-voting convertible ordinary Series C Shares (issued and outstanding 2022 and 2021: 1,192,941)	1	1
Non-voting convertible ordinary Series E Shares (issued and outstanding 2022 and 2021: 404,771)	—	—
Preferred Shares:		
Series C Preferred Shares (issued and held in treasury 2022 and 2021: 388,571)	—	—
Series D Preferred Shares (issued and outstanding 2022 and 2021: 16,000; liquidation preference \$400)	400	400
Series E Preferred Shares (issued and outstanding 2022 and 2021: 4,400; liquidation preference \$110)	110	110
Treasury shares, at cost (Series C Preferred Shares 2022 and 2021: 388,571)	(422)	(422)
Joint Share Ownership Plan (voting ordinary shares, held in trust 2022 and 2021: 565,630)	(1)	(1)
Additional paid-in capital	769	922
Accumulated other comprehensive loss	(490)	(16)
Retained earnings	4,310	5,085
Total Enstar Shareholders' Equity	<u>4,693</u>	<u>6,096</u>
Noncontrolling interests	193	230
<b>TOTAL SHAREHOLDERS' EQUITY</b>	<u>4,886</u>	<u>6,326</u>
<b>TOTAL LIABILITIES, REDEEMABLE NONCONTROLLING INTERESTS AND SHAREHOLDERS' EQUITY</b>	<u>\$ 23,269</u>	<u>\$ 24,429</u>

## Non-GAAP Financial Measures

In addition to our key financial measures presented in accordance with GAAP, we present other non-GAAP financial measures that we use to manage our business, compare our performance against prior periods and against our peers, and as performance measures in our incentive compensation program.

These non-GAAP financial measures provide an additional view of our operational performance over the long-term and provide the opportunity to analyze our results in a way that is more aligned with the manner in which our management measures our underlying performance.

The presentation of these non-GAAP financial measures, which may be defined and calculated differently by other companies, is used to enhance the understanding of certain aspects of our financial performance. It is not meant to be considered in isolation, superior to, or as a substitute for the directly comparable financial measures prepared in accordance with GAAP.

We have presented the results and GAAP reconciliations for these measures further below. The following tables present more information on each non-GAAP measure.

Non-GAAP Measure	Definition	Purpose of Non-GAAP Measure over GAAP Measure
<a href="#">Adjusted book value per ordinary share</a>	Total Enstar ordinary shareholders' equity  Divided by  Number of ordinary shares outstanding, adjusted for: <i>-the ultimate effect of any dilutive securities on the number of ordinary shares outstanding</i>	Increases the number of ordinary shares to reflect equity awards granted but not yet vested as, over the long term, this presents a prudent view of our book value per share.  We use this non-GAAP measure in our incentive compensation program.
<a href="#">Adjusted return on equity (%)</a>	Adjusted operating income (loss) attributable to Enstar ordinary shareholders divided by adjusted opening Enstar ordinary shareholder's equity	Calculating the operating income (loss) as a percentage of our adjusted opening Enstar ordinary shareholders' equity provides a more valuable and consistent measure of the performance of our business, and enhances comparisons to prior periods:
<b>Adjusted operating income (loss) attributable to Enstar ordinary shareholders (numerator)</b>	Net earnings (loss) attributable to Enstar ordinary shareholders, adjusted for: <i>-net realized and unrealized (gains) losses on fixed maturity investments and funds held-directly managed</i> <i>-change in fair value of insurance contracts for which we have elected the fair value option <sup>(1)</sup></i> <i>-amortization of fair value adjustments</i> <i>-net gain/loss on purchase and sales of subsidiaries (if any)</i> <i>-net earnings from discontinued operations (if any)</i> <i>-tax effects of adjustments</i> <i>-adjustments attributable to noncontrolling interests</i>	<ul style="list-style-type: none"> <li>• by adjusting investment returns for the temporary impact of the change in fair value of fixed maturity securities (both credit spreads and interest rates) which we hold until the earlier of maturity or used to fund any settlement of related liabilities which are generally recorded at cost;</li> <li>• by removing the impact of non-cash charges that obscure our trends on a consistent basis; and</li> <li>• by removing items that are not indicative of our ongoing operations;</li> </ul> <p>We use this non-GAAP measure in our annual incentive compensation program.</p> <p>We include the amortization of fair value adjustments as a non-GAAP adjustment to the adjusted operating income (loss) attributable to Enstar ordinary shareholders as it is considered to be a non-cash charge and not indicative of our operating results.</p>
<b>Adjusted opening Enstar ordinary shareholders' equity (denominator)</b>	Opening Enstar ordinary shareholders' equity, less: <i>-net unrealized gains (losses) on fixed maturity investments and funds held-directly managed,</i> <i>-fair value of insurance contracts for which we have elected the fair value option <sup>(1)</sup>,</i> <i>-fair value adjustments, and</i> <i>-net assets of held for sale or disposed subsidiaries classified as discontinued operations (if any)</i>	

<b>Adjusted total investment return (%)</b>	Adjusted total investment return (dollars) recognized in earnings for the applicable period divided by period average adjusted total investable assets.	Provides a key measure of the return generated on the capital held in the business and is reflective of our investment strategy.
<b>Adjusted total investment return (\$ (numerator))</b>	Total investment return (dollars), adjusted for: -net realized and unrealized (gains) losses on fixed maturity investments and funds held-directly managed	Provides a consistent measure of investment returns as a percentage of all assets generating investment returns.
<b>Adjusted average aggregate total investable assets (denominator)</b>	Total average investable assets, adjusted for: -net unrealized (gains) losses on fixed maturities, AFS investments included within AOCI -net unrealized (gains) losses on fixed maturities, trading instruments	Adjusts investment returns for the temporary impact of the change in fair value of fixed maturity securities (both credit spreads and interest rates) which we hold until the earlier of maturity or used to fund any settlement of related liabilities which are generally recorded at cost.
<b>Adjusted run-off liability earnings (%)</b>	Adjusted PPD divided by average adjusted net loss reserves	Calculating the RLE as a percentage of our adjusted average net loss reserves provides a more meaningful measurement of our claims management performance.
<b>Adjusted prior period development (numerator)</b>	Prior period net incurred losses and LAE, adjusted to: Remove: -Legacy Underwriting and Enhanced Re operations -the reduction/(increase) in provisions for unallocated LAE (ULAE) -amortization of fair value adjustments, -change in fair value of insurance contracts for which we have elected the fair value option <sup>(1)</sup> , and Add: -the reduction/(increase) in estimates of our defendant A&E ultimate net liabilities.	We use this measure to evaluate our ability to settle our obligations for amounts less than our initial estimate at the point of acquiring the obligations.  In order to provide a complete and consistent picture of our claims performance, we combine the reduction (increase) in estimates of prior period net ultimate losses relating to our Run-off segment with the amortization of deferred charge assets, both of which are included in net incurred losses and LAE and have an inverse effect on our results. We also include our performance in managing our defendant A&E liabilities, that do not form part of loss reserves.  The remaining components of net incurred losses and LAE and net loss reserves are not considered key components of our claims performance as they are either not non-life run-off in nature, or are considered to be non-cash charges that obscure our trends on a consistent basis.
<b>Adjusted net loss reserves (denominator)</b>	Net losses and LAE, adjusted to: Remove: -Legacy Underwriting and Enhanced Re net loss reserves -current period net loss reserves -the net ULAE provision -net fair value adjustments associated with the acquisition of companies, -the fair value adjustments for contracts for which we have elected the fair value option <sup>(1)</sup> and Add: -net nominal defendant asbestos and environmental exposures.	We use this measure to assess the performance of our claim strategies and part of the performance assessment of our past acquisitions.

<sup>(1)</sup> Comprises the discount rate and risk margin components.

## Reconciliation of GAAP to Non-GAAP Measures

The table below presents a reconciliation of BVPS to Adjusted BVPS\*:

	June 30, 2022			December 31, 2021		
	Equity <sup>(1)</sup>	Ordinary Shares	Per Share Amount	Equity <sup>(1)</sup>	Ordinary Shares	Per Share Amount
	(in millions of U.S. dollars, except share and per share data)					
<b>Book value per ordinary share</b>	\$ 4,183	17,008,567	\$ 245.93	\$ 5,586	17,657,944	\$ 316.34
Non-GAAP adjustments:						
Share-based compensation plans		344,890			315,205	
<b>Adjusted book value per ordinary share*</b>	<u>\$ 4,183</u>	<u>17,353,457</u>	<u>\$ 241.05</u>	<u>\$ 5,586</u>	<u>17,973,149</u>	<u>\$ 310.80</u>

<sup>(1)</sup> Equity comprises Enstar ordinary shareholders' equity, which is calculated as Enstar shareholders' equity less preferred shares (\$510 million) prior to any non-GAAP adjustments.

The tables below present a reconciliation of Annualized ROE to Annualized Adjusted ROE\*:

	Three Months Ended				June 30, 2021			
	June 30, 2022		Annualized (Adj) ROE		June 30, 2021		Annualized (Adj) ROE	
	Net (loss) earnings <sup>(1)</sup>	Opening equity <sup>(1)</sup>	(Adj) ROE	Annualized (Adj) ROE	Net (loss) earnings <sup>(1)</sup>	Opening equity <sup>(1)</sup>	(Adj) ROE	Annualized (Adj) ROE
	(in millions of U.S. dollars)							
<b>Net (loss) earnings/Opening equity/ROE/Annualized ROE <sup>(1)</sup></b>	\$ (493)	\$ 5,024	(9.8)%	(39.3)%	\$ 378	\$ 6,251	6.0 %	24.2 %
Non-GAAP adjustments:								
<i>Remove:</i>								
Net realized and unrealized losses (gains) on fixed maturity investments and funds held - directly managed / Net unrealized losses (gains) on fixed maturity investments and funds held - directly managed <sup>(2)</sup>	409	458			(110)	(228)		
Change in fair value of insurance contracts for which we have elected the fair value option / Fair value of insurance contracts for which we have elected the fair value option <sup>(3)</sup>	(48)	(201)			17	(109)		
Amortization of fair value adjustments / Fair value adjustments	5	(104)			6	(125)		
Tax effects of adjustments <sup>(4)</sup>	20				4			
Adjustments attributable to noncontrolling interests <sup>(5)</sup>	(43)				1			
<b>Adjusted operating (loss) income/Adjusted opening equity/Adjusted ROE/Annualized adjusted ROE*</b>	<u>\$ (150)</u>	<u>\$ 5,177</u>	<u>(2.9)%</u>	<u>(11.6)%</u>	<u>\$ 296</u>	<u>\$ 5,789</u>	<u>5.1 %</u>	<u>20.5 %</u>

<sup>(1)</sup> Net (loss) earnings comprises net (loss) earnings attributable to Enstar ordinary shareholders, prior to any non-GAAP adjustments. Opening equity comprises Enstar ordinary shareholders' equity, which is calculated as opening Enstar shareholders' equity less preferred shares (\$510 million), prior to any non-GAAP adjustments.

<sup>(2)</sup> Represents the net realized and unrealized losses (gains) related to fixed maturity securities. Our fixed maturity securities are held directly on our balance sheet and also within the "Funds held - directly managed" balance.

<sup>(3)</sup> Comprises the discount rate and risk margin components.

<sup>(4)</sup> Represents an aggregation of the tax expense or benefit associated with the specific country to which the pre-tax adjustment relates, calculated at the applicable jurisdictional tax rate.

<sup>(5)</sup> Represents the impact of the adjustments on the net earnings (loss) attributable to noncontrolling interests associated with the specific subsidiaries to which the adjustments relate.

\*Non-GAAP measure.

	Six Months Ended							
	June 30, 2022				June 30, 2021			
	Net (loss) earnings <sup>(1)</sup>	Opening equity <sup>(1)</sup>	(Adj) ROE	Annualized (Adj) ROE	Net (loss) earnings <sup>(1)</sup>	Opening equity <sup>(1)</sup>	(Adj) ROE	Annualized (Adj) ROE
<b>Net (loss) earnings/Opening equity/ROE/Annualized ROE <sup>(1)</sup></b>	\$ (775)	\$ 5,586	(13.9)%	(27.7)%	\$ 561	\$ 6,164	9.1 %	18.2 %
Non-GAAP adjustments:				(in millions of U.S. dollars)				
Net realized and unrealized losses on fixed maturity investments and funds held - directly managed / Net unrealized gains on fixed maturity investments and funds held - directly managed <sup>(2)</sup>	743	(89)			96	(560)		
Change in fair value of insurance contracts for which we have elected the fair value option / Fair value of insurance contracts for which we have elected the fair value option <sup>(3)</sup>	(146)	(107)			(58)	(33)		
Amortization of fair value adjustments / Fair value adjustments	7	(106)			8	(128)		
Net gain on sales of subsidiaries	—				(15)			
Tax effects of adjustments <sup>(4)</sup>	(4)				(13)			
Adjustments attributable to noncontrolling interests <sup>(5)</sup>	(48)				12			
<b>Adjusted operating (loss) income/Adjusted opening equity/Adjusted ROE/Annualized adjusted ROE*</b>	<b>\$ (223)</b>	<b>\$ 5,284</b>	<b>(4.2)%</b>	<b>(8.4)%</b>	<b>\$ 591</b>	<b>\$ 5,443</b>	<b>10.9 %</b>	<b>21.7 %</b>

<sup>(1)</sup> Net (loss) earnings comprises net (loss) earnings attributable to Enstar ordinary shareholders, prior to any non-GAAP adjustments. Opening equity comprises Enstar ordinary shareholders' equity, which is calculated as opening Enstar shareholders' equity less preferred shares (\$510 million), prior to any non-GAAP adjustments.

<sup>(2)</sup> Represents the net realized and unrealized losses (gains) related to fixed maturity securities. Our fixed maturity securities are held directly on our balance sheet and also within the "Funds held - directly managed" balance.

<sup>(3)</sup> Comprises the discount rate and risk margin components.

<sup>(4)</sup> Represents an aggregation of the tax expense or benefit associated with the specific country to which the pre-tax adjustment relates, calculated at the applicable jurisdictional tax rate.

<sup>(5)</sup> Represents the impact of the adjustments on the net earnings (loss) attributable to noncontrolling interests associated with the specific subsidiaries to which the adjustments relate.

\*Non-GAAP measure.

The tables below present a reconciliation of PPD to Adjusted PPD\* and Annualized RLE to Annualized Adjusted RLE\*:

	Three Months Ended		As of			Three Months Ended
	June 30, 2022		June 30, 2022	March 31, 2022	June 30, 2022	June 30, 2022
	PPD	Net loss reserves	Net loss reserves	Average net loss reserves	Annualized RLE %	
	(in millions of U.S. dollars)					
<b>PPD/net loss reserves/Annualized RLE</b>	\$ 79	\$ 12,238	\$ 10,962	\$ 11,600	2.7 %	
Non-GAAP Adjustments:						
Enhanced Re	(1)	(147)	(150)	(149)		
Legacy Underwriting	6	(140)	(142)	(141)		
Net loss reserves - current period	—	(26)	(13)	(20)		
Reduction in provisions for ULAE / Net ULAE provisions	(13)	(504)	(394)	(449)		
Amortization of fair value adjustments / Net fair value adjustments associated with the acquisition of companies	5	99	104	102		
Changes in fair value - fair value option / Net fair value adjustments for contracts for which we have elected the fair value option <sup>(1)</sup>	(48)	239	201	220		
Change in estimate of net ultimate liabilities - defendant A&E / Net nominal defendant A&E liabilities	1	574	586	580		
<b>Adjusted PPD/Adjusted net loss reserves/Annualized Adjusted RLE*</b>	<b>\$ 29</b>	<b>\$ 12,333</b>	<b>\$ 11,154</b>	<b>\$ 11,743</b>	<b>1.0 %</b>	

	Three Months Ended		As of			Three Months Ended
	June 30, 2021		June 30, 2021	March 31, 2021	June 30, 2021	June 30, 2021
	PPD	Net loss reserves	Net loss reserves	Average net loss reserves	Annualized RLE %	
	(in millions of U.S. dollars)					
<b>PPD/net loss reserves/Annualized RLE</b>	\$ 10	\$ 10,835	\$ 9,215	\$ 10,025	0.4 %	
Non-GAAP Adjustments:						
Legacy Underwriting	4	(156)	(153)	(155)		
Net loss reserves - current period	—	(91)	(48)	(70)		
Reduction in provisions for ULAE / Net ULAE provisions	(18)	(410)	(396)	(403)		
Amortization of fair value adjustments / Net fair value adjustments associated with the acquisition of companies	6	120	125	123		
Changes in fair value - fair value option / Net fair value adjustments for contracts for which we have elected the fair value option <sup>(1)</sup>	17	91	109	100		
Change in estimate of net ultimate liabilities - defendant A&E / Net nominal defendant A&E liabilities	5	584	599	592		
<b>Adjusted PPD/Adjusted net loss reserves/Annualized Adjusted RLE*</b>	<b>\$ 24</b>	<b>\$ 10,973</b>	<b>\$ 9,451</b>	<b>\$ 10,212</b>	<b>0.9 %</b>	

<sup>(1)</sup> Comprises the discount rate and risk margin components.

\*Non-GAAP measure.

	Six Months Ended		As of			Six Months Ended
	June 30, 2022	June 30, 2022	December 31, 2021	June 30, 2022	June 30, 2022	
	PPD	Net loss reserves	Net loss reserves	Average net loss reserves	Annualized RLE %	
			(in millions of U.S. dollars)			
<b>PPD/net loss reserves/Annualized RLE</b>	\$ 222	\$ 12,238	\$ 11,555	\$ 11,897	3.7 %	
Non-GAAP Adjustments:						
Enhanced Re	(29)	(147)	(181)	(164)		
Legacy Underwriting	5	(140)	(153)	(147)		
Net loss reserves - current period	—	(26)	—	(13)		
Reduction in provisions for ULAE / Net ULAE provisions	(35)	(504)	(416)	(460)		
Amortization of fair value adjustments / Net fair value adjustments associated with the acquisition of companies	7	99	106	103		
Changes in fair value - fair value option / Net fair value adjustments for contracts for which we have elected the fair value option <sup>(1)</sup>	(146)	239	107	173		
Change in estimate of net ultimate liabilities - defendant A&E / Net nominal defendant A&E liabilities	4	574	574	574		
<b>Adjusted PPD/Adjusted net loss reserves/Annualized Adjusted RLE*</b>	<b>\$ 28</b>	<b>\$ 12,333</b>	<b>\$ 11,592</b>	<b>\$ 11,963</b>	<b>0.5 %</b>	

	Six Months Ended		As of			Six Months Ended
	June 30, 2021	June 30, 2021	December 31, 2020	June 30, 2021	June 30, 2021	
	PPD	Net loss reserves	Net loss reserves	Average net loss reserves	Annualized RLE %	
			(in millions of U.S. dollars)			
<b>PPD/net loss reserves/Annualized RLE</b>	\$ 120	\$ 10,835	\$ 8,544	\$ 9,690	2.5 %	
Non-GAAP Adjustments:						
Legacy Underwriting	(2)	(156)	(955)	(556)		
Net loss reserves - current period	—	(91)	—	(46)		
Reduction in provisions for ULAE / Net ULAE provisions	(32)	(410)	(334)	(372)		
Amortization of fair value adjustments / Net fair value adjustments associated with the acquisition of companies	8	120	128	124		
Changes in fair value - fair value option / Net fair value adjustments for contracts for which we have elected the fair value option <sup>(1)</sup>	(58)	91	33	62		
Change in estimate of net ultimate liabilities - defendant A&E / Net nominal defendant A&E liabilities	14	584	615	600		
<b>Adjusted PPD/Adjusted net loss reserves/Annualized Adjusted RLE*</b>	<b>\$ 50</b>	<b>\$ 10,973</b>	<b>\$ 8,031</b>	<b>\$ 9,502</b>	<b>1.1 %</b>	

<sup>(1)</sup> Comprises the discount rate and risk margin components.

\*Non-GAAP measure.

The tables below present a reconciliation of our Annualized TIR to our Annualized Adjusted TIR\*:

	Three Months Ended		Six Months Ended	
	June 30, 2022	June 30, 2021	June 30, 2022	June 30, 2021
	(in millions of U.S. dollars)			
Net investment income	\$ 106	\$ 76	\$ 186	\$ 138
Net realized (losses) gains	(38)	6	(75)	(5)
Net unrealized (losses) gains	(591)	400	(972)	390
Earnings (losses) from equity method investments	1	(3)	32	115
<b>TIR (\$)</b>	<b>\$ (522)</b>	<b>\$ 479</b>	<b>\$ (829)</b>	<b>\$ 638</b>
<b>Non-GAAP adjustment:</b>				
Net realized and unrealized losses (gains) on fixed maturity investments and funds held-directly managed	409	(110)	743	96
<b>Adjusted TIR (\$)*</b>	<b>\$ (113)</b>	<b>\$ 369</b>	<b>\$ (86)</b>	<b>\$ 734</b>
<b>Total investments</b>	<b>\$ 15,827</b>	<b>\$ 14,621</b>	<b>\$ 15,827</b>	<b>\$ 14,621</b>
Cash and cash equivalents, including restricted cash and cash equivalents	1,086	1,126	1,086	1,126
Funds held by reinsured companies	3,956	2,202	3,956	2,202
Net variable interest entity assets	—	2,220	—	2,220
<b>Total investable assets</b>	<b>\$ 20,869</b>	<b>\$ 20,169</b>	<b>\$ 20,869</b>	<b>\$ 20,169</b>
Average aggregate invested assets, at fair value <sup>(1)</sup>	19,826	19,176	20,464	18,636
<b>Annualized TIR % <sup>(2)</sup></b>	<b>(10.5)%</b>	<b>10.0 %</b>	<b>(8.1)%</b>	<b>6.8 %</b>
<b>Non-GAAP adjustment:</b>				
Net unrealized losses (gains) on fixed maturities, AFS investments included within AOCI and net unrealized losses (gains) on fixed maturities, trading instruments	1,246	(339)	1,246	(339)
<b>Adjusted investable assets*</b>	<b>\$ 22,115</b>	<b>\$ 19,830</b>	<b>\$ 22,115</b>	<b>\$ 19,830</b>
Adjusted average aggregate invested assets, at fair value* <sup>(3)</sup>	\$ 20,711	\$ 18,896	\$ 21,024	\$ 18,260
<b>Annualized adjusted TIR %* <sup>(4)</sup></b>	<b>(2.2)%</b>	<b>7.8 %</b>	<b>(0.8)%</b>	<b>8.0 %</b>

<sup>(1)</sup> This amount is a two and three period average of the total investable assets for the three and six months ended June 30, 2022 and 2021, respectively, as presented above, and is comprised of amounts disclosed in our quarterly and annual U.S. GAAP consolidated financial statements.

<sup>(2)</sup> Annualized TIR % is calculated by dividing the annualized TIR (\$) by average aggregate invested assets, at fair value.

<sup>(3)</sup> This amount is a two and three period average of the adjusted investable assets\* for the three and six months ended June 30, 2022 and 2021, respectively, as presented above.

<sup>(4)</sup> Annualized adjusted TIR %\* is calculated by dividing the annualized adjusted TIR\* (\$) by adjusted average aggregate invested assets, at fair value\*.

\*Non-GAAP measure.



**ENSTAR GROUP  
LIMITED**

**Investor Financial  
Supplement**

June 30, 2022

[enstargroup.com](http://enstargroup.com)



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### About Enstar

Enstar is a NASDAQ-listed leading global (re)insurance group that offers innovative capital release solutions through its network of group companies in Bermuda, the United States, the United Kingdom, Continental Europe, Australia, and other international locations. A market leader in completing legacy acquisitions, Enstar has acquired over 110 companies and portfolios since its formation in 2001. For further information about Enstar, see [www.enstargroup.com](http://www.enstargroup.com).

### Basis of Presentation

In this Investor Financial Supplement, the terms "we," "us," "our," "Enstar," or "the Company" refer to Enstar Group Limited and its consolidated subsidiaries. All information contained herein is unaudited. Unless otherwise noted, amounts are in millions of U.S. Dollars, except for share and per share amounts. Certain prior period comparatives have been reclassified to conform to the current presentation. This Investor Financial Supplement is being provided for informational purposes only. It should be read in conjunction with documents filed by Enstar with the U.S. Securities and Exchange Commission, including its Annual Reports on Form 10-K and its Quarterly Reports on Form 10-Q.

### Non-GAAP Financial Measures

In addition to our key financial measures presented in accordance with GAAP, we present other non-GAAP financial measures that we use to manage our business, compare our performance against prior periods and against our peers, and as performance measures in our incentive compensation program. These non-GAAP financial measures provide an additional view of our operational performance over the long-term and provide the opportunity to analyze our results in a way that is more aligned with the manner in which our management measures our underlying performance. The presentation of these non-GAAP financial measures, which may be defined and calculated differently by other companies, is used to enhance the understanding of certain aspects of our financial performance. It is not meant to be considered in isolation, superior to, or as a substitute for the directly comparable financial measures prepared in accordance with GAAP. We have presented the results and GAAP reconciliations for these measures. Refer to pages 10 to 18 for further details.

### Cautionary Statement

This Investor Financial Supplement contains certain forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. These statements include statements regarding the intent, belief or current expectations of Enstar and its management team. Investors are cautioned that any such forward-looking statements speak only as of the date they are made, are not guarantees of future performance and involve risks and uncertainties, and that actual results may differ materially from those projected in the forward-looking statements as a result of various factors. Important risk factors regarding Enstar can be found under the heading "Risk Factors" in our Form 10-K for the year ended December 31, 2021 and are incorporated herein by reference. Furthermore, Enstar undertakes no obligation to update any written or oral forward-looking statements or publicly announce any updates or revisions to any of the forward-looking statements contained herein, to reflect any change in its expectations with regard thereto or any change in events, conditions, circumstances or assumptions underlying such statements, except as required by law.

# Financial Highlights



	Three Months Ended		Six Months Ended	
	June 30, 2022	June 30, 2021	June 30, 2022	June 30, 2021
<b>Key Earnings Metrics</b>				
Return on equity ("ROE")	(9.8)%	6.0 %	(13.9)%	9.1 %
Annualized ROE			(27.7)%	18.2 %
Adjusted ROE <sup>(1)</sup>			(4.2)%	10.9 %
Annualized adjusted ROE <sup>(1)</sup>			(8.4)%	21.7 %
Basic net (loss) earnings per share	\$ (28.62)	\$ 17.44	\$ (44.54)	\$ 25.95
Diluted net (loss) earnings per share	\$ (28.62)	\$ 17.28	\$ (44.54)	\$ 25.60
<b>Key Run-off Metrics</b>				
Average net loss reserves			\$ 11,897	\$ 9,690
Annualized Run-off liability earnings ("RLE")			3.7 %	2.5 %
Average adjusted net loss reserves <sup>(1)</sup>			\$ 11,963	\$ 9,502
Annualized adjusted RLE <sup>(1)</sup>			0.5 %	1.1 %
<b>Key Investment Return Metrics</b>				
Average aggregate invested assets			\$ 20,464	\$ 18,636
Annualized total investment return ("TIR")			(8.1)%	6.8 %
Annualized investment book yield	2.32 %	2.65 %	2.03 %	2.24 %
Earnings from equity method investments			\$ 32	\$ 115
Adjusted average aggregate invested assets <sup>(1)</sup>			\$ 21,024	\$ 18,260
Annualized adjusted TIR <sup>(1)</sup>			(0.8)%	8.0 %
<b>Key Shareholder Metrics</b>				
Ordinary shares repurchased:				
Shares	535,446	30,364	697,580	48,367
Cost	\$ 121	\$ 7	\$ 163	\$ 11
Average price per share	\$ 226.78	\$ 237.39	\$ 233.92	\$ 236.39
<b>As of</b>				
	<b>June 30, 2022</b>		<b>December 31, 2021</b>	
<b>Key Shareholder Metrics</b>				
Ordinary shareholders' equity			\$ 4,183	\$ 5,586
Total Enstar shareholders' equity			\$ 4,693	\$ 6,096
Book value per ordinary share ("BVPS")			\$ 245.93	\$ 316.34
Adjusted BVPS <sup>(1)</sup>			\$ 241.05	\$ 310.80
Change in adjusted BVPS			(22.4)%	10.5 %
Total ordinary shares outstanding			17,008,567	17,657,944
Adjusted ordinary shares outstanding			17,353,457	17,973,149
<b>Key Balance Sheet Metrics</b>				
Total assets			\$ 23,269	\$ 24,429
Debt obligations			\$ 1,905	\$ 1,691
Total liabilities			\$ 18,209	\$ 17,924
Total investable assets to ordinary shareholders' equity			4.99x	3.89x
Total net loss reserves to ordinary shareholders' equity			2.93x	2.07x
Debt to total capitalization attributable to Enstar			28.9 %	21.7 %

enstargroup.com <sup>(1)</sup> Non-GAAP financial measure, refer to pages 10 to 18 for explanatory notes and a reconciliation to the most directly comparable GAAP measure.

# Consolidated Results by Segment - QTD 2022



Three Months Ended  
June 30, 2022

	Run-off	Enhanced Re	Investments	Legacy Underwriting	Corporate & Other <sup>(1)</sup>	Total
<b>INCOME</b>						
Net premiums earned	\$ 9	\$ 1	\$ —	\$ 4	\$ —	\$ 14
Net investment income	—	—	104	2	—	106
Net realized losses	—	—	(38)	—	—	(38)
Net unrealized losses	—	—	(589)	(2)	—	(591)
Other income	7	—	—	2	14	23
Total income (loss)	16	1	(523)	6	14	(486)
<b>EXPENSES</b>						
Net incurred losses and loss adjustment expenses						
Current period	14	—	—	(1)	—	13
Prior period	(121)	—	—	5	37	(79)
Total net incurred losses and loss adjustment expenses	(107)	—	—	4	37	(66)
Policyholder benefit expenses	—	6	—	—	—	6
Acquisition costs	9	—	—	3	—	12
General and administrative expenses	36	2	10	(1)	36	83
Total expenses	(62)	8	10	6	73	35
<b>EARNINGS (LOSS) BEFORE INTEREST EXPENSE, FOREIGN EXCHANGE AND INCOME TAXES</b>						
	78	(7)	(533)	—	(59)	(521)
Earnings from equity method investments	—	—	1	—	—	1
<b>SEGMENT EARNINGS (LOSS)</b>	<b>\$ 78</b>	<b>\$ (7)</b>	<b>\$ (532)</b>	<b>\$ —</b>	<b>(59)</b>	<b>(520)</b>
Interest expense	—	—	—	—	(23)	(23)
Net foreign exchange gains	—	—	—	—	13	13
Income tax benefit	—	—	—	—	4	4
<b>NET LOSS</b>						<b>(526)</b>
Net loss attributable to noncontrolling interests	—	—	—	—	42	42
<b>NET LOSS ATTRIBUTABLE TO ENSTAR</b>						<b>(484)</b>
Dividends on preferred shares	—	—	—	—	(9)	(9)
<b>NET LOSS ATTRIBUTABLE TO ENSTAR ORDINARY SHAREHOLDERS</b>						<b>\$ (32) \$ (493)</b>

<sup>(1)</sup> Other income (expense) for corporate and other activities includes the amortization of fair value adjustments associated with the acquisition of DC<sub>o</sub> LLC ("DC<sub>o</sub>") and Morse TEC LLC ("Morse TEC"). Net incurred losses and loss adjustment expenses for corporate and other activities includes amortization of deferred charge assets ("DCAs") on retroactive reinsurance contracts and fair value adjustments associated with the acquisition of companies and the changes in the discount rate and risk margin components of the fair value of liabilities related to our assumed retroactive reinsurance agreements for which we have elected the fair value option. The three months ended June 30, 2022 included accelerated amortization of \$72 million corresponding to increased favorable prior period development ("PPD") on net ultimate liabilities recorded in our Run-off segment.

# Consolidated Results by Segment - QTD 2021



	Three Months Ended				Total
	Run-off	Investments	Legacy Underwriting	Corporate & Other <sup>(1)</sup>	
June 30, 2021					
<b>INCOME</b>					
Net premiums earned	\$ 42	\$ —	\$ 17	\$ —	\$ 59
Net investment income	—	76	—	—	76
Net realized gains	—	6	—	—	6
Net unrealized gains	—	400	—	—	400
Other income (expense)	14	—	(2)	(6)	6
<b>Total income (loss)</b>	<b>56</b>	<b>482</b>	<b>15</b>	<b>(6)</b>	<b>547</b>
<b>EXPENSES</b>					
Net incurred losses and loss adjustment expenses					
Current period	42	—	8	—	50
Prior period	(59)	—	3	46	(10)
Total net incurred losses and loss adjustment expenses	(17)	—	11	46	40
Acquisition costs	—	—	5	—	5
General and administrative expenses <sup>(2)</sup>	64	13	1	15	93
<b>Total expenses</b>	<b>47</b>	<b>13</b>	<b>17</b>	<b>61</b>	<b>138</b>
<b>EARNINGS (LOSS) BEFORE INTEREST EXPENSE, FOREIGN EXCHANGE AND INCOME TAXES</b>	<b>9</b>	<b>469</b>	<b>(2)</b>	<b>(67)</b>	<b>409</b>
Loss from equity method investments	—	(3)	—	—	(3)
<b>SEGMENT EARNINGS (LOSS)</b>	<b>\$ 9</b>	<b>\$ 466</b>	<b>\$ (2)</b>	<b>(67)</b>	<b>406</b>
Interest expense				(17)	(17)
Net foreign exchange gains				10	10
Income tax expense				(9)	(9)
<b>NET EARNINGS</b>					<b>390</b>
Net earnings attributable to noncontrolling interests				(3)	(3)
<b>NET EARNINGS ATTRIBUTABLE TO ENSTAR</b>					<b>387</b>
Dividends on preferred shares				(9)	(9)
<b>NET (LOSS) EARNINGS ATTRIBUTABLE TO ENSTAR ORDINARY SHAREHOLDERS</b>				<b>\$ (95)</b>	<b>\$ 378</b>

<sup>(1)</sup> Other income (expense) for corporate and other activities includes the amortization of fair value adjustments associated with the acquisition of DCo and Morse TEC. Net incurred losses and loss adjustment expenses for corporate and other activities includes amortization of DCAs on retroactive reinsurance contracts and fair value adjustments associated with the acquisition of companies and the changes in the discount rate and risk margin components of the fair value of liabilities related to our assumed retroactive reinsurance agreements for which we have elected the fair value option. The three months ended June 30, 2021 included accelerated amortization of \$11 million corresponding to increased favorable prior period development PPD on net ultimate liabilities recorded in our Run-off segment.

<sup>(2)</sup> Results for the three months ended June 30, 2021 include incremental expenses attributable to the first quarter 2021 general and administrative expenses following a refinement made to the allocation of expenses in the second quarter of 2021, which increased general and administrative expenses for the Run-off and Investments segments by \$16 million and \$3 million, respectively, and decreased our corporate and other activities by \$19 million.

# Consolidated Results by Segment - YTD 2022



	Six Months Ended					Total
	June 30, 2022					
	Run-off	Enhanced Re	Investments	Legacy Underwriting	Corporate & Other <sup>(1)</sup>	
<b>INCOME</b>						
Net premiums earned	\$ 26	\$ 15	\$ —	\$ 7	\$ —	\$ 48
Net investment income	—	—	180	6	—	186
Net realized losses	—	—	(75)	—	—	(75)
Net unrealized losses	—	—	(964)	(8)	—	(972)
Other income	17	—	—	3	17	37
Total income (loss)	43	15	(859)	8	17	(776)
<b>EXPENSES</b>						
Net incurred losses and loss adjustment expenses						
Current period	25	—	—	1	—	26
Prior period	(171)	(29)	—	4	(26)	(222)
Total net incurred losses and loss adjustment expenses	(146)	(29)	—	5	(26)	(196)
Policyholder benefit expenses	—	18	—	—	—	18
Acquisition costs	17	—	—	3	—	20
General and administrative expenses	75	4	19	—	70	168
Total expenses	(54)	(7)	19	8	44	10
<b>EARNINGS (LOSS) BEFORE INTEREST EXPENSE, FOREIGN EXCHANGE AND INCOME TAXES</b>						
Earnings from equity method investments	—	—	32	—	—	32
SEGMENT INCOME (LOSS)	\$ 97	\$ 22	\$ (846)	\$ —	(27)	(754)
Interest expense	—	—	—	—	(48)	(48)
Net foreign exchange gains	—	—	—	—	10	10
Income tax benefit	—	—	—	—	4	4
NET LOSS	—	—	—	—	(788)	(788)
Net loss attributable to noncontrolling interests	—	—	—	—	31	31
NET LOSS ATTRIBUTABLE TO ENSTAR	—	—	—	—	(757)	(757)
Dividends on preferred shares	—	—	—	—	(18)	(18)
NET LOSS ATTRIBUTABLE TO ENSTAR ORDINARY SHAREHOLDERS	—	—	—	—	\$ (48)	\$ (775)

<sup>(1)</sup> Other income (expense) for corporate and other activities includes the amortization of fair value adjustments associated with the acquisition of DCo and Morse TEC. Net incurred losses and loss adjustment expenses for corporate and other activities includes amortization of DCAs on retroactive reinsurance contracts and fair value adjustments associated with the acquisition of companies and the changes in the discount rate and risk margin components of the fair value of liabilities related to our assumed retroactive reinsurance agreements for which we have elected the fair value option. The six months ended June 30, 2022 included accelerated amortization of \$96 million corresponding to increased favorable PPD on net ultimate liabilities recorded in our Run-off segment.

# Consolidated Results by Segment - YTD 2021



Six Months Ended June 30, 2021					
	Run-off	Investment s	Legacy Underwriting	Corporate & Other <sup>(1)</sup>	Total
<b>INCOME</b>					
Net premiums earned	\$ 115	\$ —	\$ 37	\$ —	\$ 152
Net investment income	—	137	1	—	138
Net realized losses	—	(4)	(1)	—	(5)
Net unrealized gains	—	390	—	—	390
Other income (expense)	36	—	(9)	(11)	16
Net gain of sale of subsidiaries	—	—	—	15	15
<b>Total income</b>	<b>151</b>	<b>523</b>	<b>28</b>	<b>4</b>	<b>706</b>
<b>EXPENSES</b>					
Net incurred losses and loss adjustment expenses					
Current period	86	—	18	—	104
Prior period	(98)	—	(3)	(19)	(120)
<b>Total net incurred losses and loss adjustment expenses</b>	<b>(12)</b>	<b>—</b>	<b>15</b>	<b>(19)</b>	<b>(16)</b>
Acquisition costs	29	—	10	—	39
General and administrative expenses	92	16	3	65	176
<b>Total expenses</b>	<b>109</b>	<b>16</b>	<b>28</b>	<b>46</b>	<b>199</b>
<b>EARNINGS (LOSS) BEFORE INTEREST EXPENSE, FOREIGN EXCHANGE AND INCOME TAXES</b>	<b>42</b>	<b>507</b>	<b>—</b>	<b>(42)</b>	<b>507</b>
Earnings from equity method investments	—	115	—	—	115
<b>SEGMENT INCOME (LOSS)</b>	<b>\$ 42</b>	<b>\$ 622</b>	<b>\$ —</b>	<b>(42)</b>	<b>622</b>
Interest expense	—	—	—	(33)	(33)
Net foreign exchange gains	—	—	—	7	7
Income tax expense	—	—	—	(3)	(3)
<b>NET EARNINGS</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>593</b>	<b>593</b>
Net earnings attributable to noncontrolling interests	—	—	—	(14)	(14)
<b>NET EARNINGS ATTRIBUTABLE TO ENSTAR</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>579</b>	<b>579</b>
Dividends on preferred shares	—	—	—	(18)	(18)
<b>NET (LOSS) EARNINGS ATTRIBUTABLE TO ENSTAR ORDINARY SHAREHOLDERS</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>(103)</b>	<b>\$ 561</b>

<sup>(1)</sup> Other income (expense) for corporate and other activities includes the amortization of fair value adjustments associated with the acquisition of DCo and Morse TEC. Net incurred losses and loss adjustment expenses for corporate and other activities includes amortization of DCAs on retroactive reinsurance contracts and fair value adjustments associated with the acquisition of companies and the changes in the discount rate and risk margin components of the fair value of liabilities related to our assumed retroactive reinsurance agreements for which we have elected the fair value option. The six months ended June 30, 2021 included accelerated amortization of \$11 million corresponding to increased favorable PPD on net ultimate liabilities recorded in our Run-off segment.

## Capital Position & Credit Ratings



Capital position	June 30, 2022	December 31, 2021	\$ / pp Change
Ordinary shareholders' equity	\$ 4,183	\$ 5,586	\$ (1,403)
Series D and E preferred shares	510	510	—
Total Enstar shareholders' equity	4,693	6,096	(1,403)
Noncontrolling interests	193	230	(37)
Total shareholders' equity	4,886	6,326	(1,440)
Senior notes	991	1,270	(279)
Subordinated notes	914	421	493
Total debt obligations	1,905	1,691	214
Redeemable noncontrolling interests	174	179	(5)
Total capitalization	\$ 6,965	\$ 8,196	\$ (1,231)
Total capitalization attributable to Enstar	\$ 6,598	\$ 7,787	\$ (1,189)
Debt to total capitalization	27.4 %	20.6 %	6.8 pp
Debt and Series D and E Preferred Shares to total capitalization	34.7 %	26.9 %	7.8 pp
Debt to total capitalization attributable to Enstar	28.9 %	21.7 %	7.2 pp
Debt and Series D and E Preferred Shares to total capitalization attributable to Enstar	36.6 %	28.3 %	8.3 pp

pp - Percentage point(s)

Credit ratings <sup>(1)</sup>	Standard and Poor's	Fitch Ratings
Long-term issuer	BBB (Outlook: Positive)	BBB+ (Outlook: Stable)
2029 Senior Notes	BBB	BBB
2031 Senior Notes	BBB-	BBB
2040 and 2042 Junior Subordinated Notes	BB+	BBB-
2031 Subordinated Notes	Not Rated	Not Rated
Series D and E Preferred Shares	BB+	BBB-

<sup>(1)</sup> Credit ratings are provided by third parties, Standard & Poor's and Fitch Ratings, and are subject to certain limitations and disclaimers. For information on these ratings, refer to the rating agencies' websites and other publications.

## Non-GAAP Measures



Non-GAAP Measure	Definition	Purpose of Non-GAAP Measure over GAAP Measure
<b>Adjusted book value per ordinary share</b>	Total Enstar ordinary shareholders' equity Divided by Number of ordinary shares outstanding, adjusted for: <i>-the ultimate effect of any dilutive securities on the number of ordinary shares outstanding</i>	Increases the number of ordinary shares to reflect equity awards granted but not yet vested as, over the long term, this presents a prudent view of our book value per share.  We use this non-GAAP measure in our incentive compensation program.
<b>Adjusted return on equity (%)</b>	Adjusted operating income (loss) attributable to Enstar ordinary shareholders divided by adjusted opening Enstar ordinary shareholder's equity	Calculating the operating income (loss) as a percentage of our adjusted opening Enstar ordinary shareholders' equity provides a more valuable and consistent measure of the performance of our business, and enhances comparisons to prior periods.
<b>Adjusted operating income (loss) attributable to Enstar ordinary shareholders (numerator)</b>	Net earnings (loss) attributable to Enstar ordinary shareholders, adjusted for: <i>-net realized and unrealized (gains) losses on fixed maturity investments and funds held-directly managed</i> <i>-change in fair value of insurance contracts for which we have elected the fair value option<sup>(1)</sup></i> <i>-amortization of fair value adjustments</i> <i>-net gain/loss on purchase and sales of subsidiaries (if any)</i> <i>-net earnings from discontinued operations (if any)</i> <i>-tax effects of adjustments</i> <i>-adjustments attributable to noncontrolling interests</i>	<ul style="list-style-type: none"> <li>by adjusting investment returns for the temporary impact of the change in fair value of fixed maturity securities (both credit spreads and interest rates) which we hold until the earlier of maturity or used to fund any settlement of related liabilities which are generally recorded at cost;</li> <li>by removing the impact of non-cash charges that obscure our trends on a consistent basis; and</li> <li>by removing items that are not indicative of our ongoing operations;</li> </ul>
<b>Adjusted opening Enstar ordinary shareholders' equity (denominator)</b>	Opening Enstar ordinary shareholders' equity, less: <i>-net unrealized gains (losses) on fixed maturity investments and funds held-directly managed,</i> <i>-fair value of insurance contracts for which we have elected the fair value option<sup>(1)</sup>,</i> <i>-fair value adjustments, and</i> <i>-net assets of held for sale or disposed subsidiaries classified as discontinued operations (if any)</i>	We use this non-GAAP measure in our annual incentive compensation program.  We include the amortization of fair value adjustments as a non-GAAP adjustment to the adjusted operating income (loss) attributable to Enstar ordinary shareholders as it is considered to be a non-cash charge and not indicative of our operating results.
<b>Adjusted total investment return (%)</b>	Adjusted total investment return (dollars) recognized in earnings for the applicable period divided by period average adjusted total investable assets.	Provides a key measure of the return generated on the capital held in the business and is reflective of our investment strategy.  Provides a consistent measure of investment returns as a percentage of all assets generating investment returns.
<b>Adjusted total investment return (\$ (numerator))</b>	Total investment return (dollars), adjusted for: <i>-net realized and unrealized (gains) losses on fixed maturity investments and funds held-directly managed</i>	Adjusts investment returns for the temporary impact of the change in fair value of fixed maturity securities (both credit spreads and interest rates) which we hold until the earlier of maturity or used to fund any settlement of related liabilities which are generally recorded at cost.
<b>Adjusted average aggregate total investable assets (denominator)</b>	Total average investable assets, adjusted for: <i>-net unrealized (gains) losses on fixed maturities, AFS investments included within AOCI</i> <i>-net unrealized (gains) losses on fixed maturities, trading instruments</i>	

<sup>(1)</sup> Comprises the discount rate and risk margin components.

Non-GAAP Measure	Definition	Purpose of Non-GAAP Measure over GAAP Measure
<a href="#">Adjusted run-off liability earnings (%)</a>	Adjusted PPD divided by average adjusted net loss reserves	Calculating the RLE as a percentage of our adjusted average net loss reserves provides a more meaningful measurement of our claims management performance.
<a href="#">Adjusted prior period development (numerator)</a>	<p>Prior period net incurred losses and LAE, adjusted to:</p> <p>Remove:</p> <ul style="list-style-type: none"> <li>-Legacy Underwriting and Enhanced Re operations</li> <li>-the reduction/(increase) in provisions for unallocated LAE (ULAE)</li> <li>-amortization of fair value adjustments,</li> <li>-change in fair value of insurance contracts for which we have elected the fair value option<sup>(1)</sup>, and</li> </ul> <p>Add:</p> <ul style="list-style-type: none"> <li>-the reduction/(increase) in estimates of our defendant A&amp;E ultimate net liabilities.</li> </ul>	<p>We use this measure to evaluate our ability to settle our obligations for amounts less than our initial estimate at the point of acquiring the obligations.</p> <p>In order to provide a complete and consistent picture of our claims performance, we combine the reduction (increase) in estimates of prior period net ultimate losses relating to our Run-off segment with the amortization of deferred charge assets, both of which are included in net incurred losses and LAE and have an inverse effect on our results. We also include our performance in managing our defendant A&amp;E liabilities, that do not form part of loss reserves.</p>
<a href="#">Adjusted net loss reserves (denominator)</a>	<p>Net losses and LAE, adjusted to:</p> <p>Remove:</p> <ul style="list-style-type: none"> <li>-Legacy Underwriting and Enhanced Re net loss reserves</li> <li>-current period net loss reserves</li> <li>-the net ULAE provision</li> <li>-net fair value adjustments associated with the acquisition of companies,</li> <li>-the fair value adjustments for contracts for which we have elected the fair value option<sup>(1)</sup> and</li> </ul> <p>Add:</p> <ul style="list-style-type: none"> <li>-net nominal defendant asbestos and environmental exposures.</li> </ul>	<p>The remaining components of net incurred losses and LAE and net loss reserves are not considered key components of our claims performance as they are either not non-life run-off in nature, or are considered to be non-cash charges that obscure our trends on a consistent basis.</p> <p>We use this measure to assess the performance of our claim strategies and part of the performance assessment of our past acquisitions.</p>
<a href="#">Investable assets - management's view</a>	<p>Investable assets, adjusted to reallocate certain categories of investments based on management's view of the underlying economic exposure of a particular investment.</p> <p>Refer to the reconciliation for further details.</p>	Management's view "looks through" the legal form of an investment and aggregates the classification based upon the underlying economic exposure of each investment, which is consistent with the manner in which management views our investment portfolio composition.

<sup>(1)</sup> Comprises the discount rate and risk margin components.

## Reconciliation to Adjusted Book Value Per Share



	As of					
	June 30, 2022			December 31, 2021		
	Equity <sup>(1)</sup>	Ordinary Shares	Per Share Amount	Equity <sup>(1)</sup>	Ordinary Shares	Per Share Amount
<b>Book value per ordinary share</b>	\$ 4,183	17,068,567	\$ 245.93	\$ 5,586	17,657,944	\$ 316.34
Non-GAAP adjustments:						
Share-based compensation plans		344,890			315,205	
<b>Adjusted book value per ordinary share*</b>	\$ 4,183	17,353,457	\$ 241.05	\$ 5,586	17,973,149	\$ 310.80

<sup>(1)</sup>Equity comprises Enstar ordinary shareholders' equity, which is calculated as Enstar shareholders' equity less preferred shares (\$510 million), prior to any non-GAAP adjustments.

\* Non-GAAP financial measure.

# Reconciliation to Adjusted Return on Equity



	Three Months Ended June 30,							
	2022				2021			
	Net (loss) earnings <sup>(1)</sup>	Opening equity <sup>(2)</sup>	(Adj) ROE	Annualized (Adj) ROE	Net (loss) earnings <sup>(1)</sup>	Opening equity <sup>(2)</sup>	(Adj) ROE	Annualized (Adj) ROE
<b>Net (loss) earnings/Opening equity/ROE/Annualized ROE<sup>(1)</sup></b>	\$ (493)	\$ 5,024	(9.8)%	(39.3)%	\$ 378	\$ 6,251	6.0 %	24.2 %
Non-GAAP adjustments:								
Net realized and unrealized losses (gains) on fixed maturity investments and funds held - directly managed / Net unrealized losses (gains) on fixed maturity investments and funds held - directly managed <sup>(3)</sup>	409	458			(110)	(228)		
Change in fair value of insurance contracts for which we have elected the fair value option / Fair value of insurance contracts for which we have elected the fair value option <sup>(4)</sup>	(48)	(201)			17	(109)		
Amortization of fair value adjustments / Fair value adjustments	5	(104)			6	(125)		
Tax effects of adjustments <sup>(5)</sup>	20				4			
Adjustments attributable to noncontrolling interests <sup>(6)</sup>	(43)				1			
<b>Adjusted operating (loss) income/Adjusted opening equity/Adjusted ROE/Annualized adjusted ROE*</b>	\$ (150)	\$ 5,177	(2.9)%	(11.6)%	\$ 296	\$ 5,789	5.1 %	20.5 %

	Six Months Ended June 30,							
	2022				2021			
	Net earnings <sup>(1)</sup>	Opening Equity <sup>(2)</sup>	(Adj) Ratio	Annualized (Adj) ROE	Net earnings <sup>(1)</sup>	Opening Equity <sup>(2)</sup>	(Adj) Ratio	Annualized (Adj) ROE
<b>Net (loss) earnings/Opening equity/ROE/Annualized ROE<sup>(1)</sup></b>	\$ (775)	\$ 5,586	(13.9)%	(27.7)%	\$ 561	\$ 6,164	9.1 %	18.2 %
Non-GAAP adjustments:								
Net realized and unrealized losses on fixed maturity investments and funds held - directly managed / Net unrealized gains on fixed maturity investments and funds held - directly managed <sup>(3)</sup>	743	(89)			96	(560)		
Change in fair value of insurance contracts for which we have elected the fair value option / Fair value of insurance contracts for which we have elected the fair value option <sup>(4)</sup>	(146)	(107)			(58)	(33)		
Amortization of fair value adjustments / Fair value adjustments	7	(106)			8	(128)		
Net gain on sales of subsidiaries	—				(15)			
Tax effects of adjustments <sup>(5)</sup>	(4)				(13)			
Adjustments attributable to noncontrolling interests <sup>(6)</sup>	(48)				12			
<b>Adjusted operating (loss) income/Adjusted opening equity/Adjusted ROE/Annualized adjusted ROE*</b>	\$ (223)	\$ 5,284	(4.2)%	(8.4)%	\$ 591	\$ 5,443	10.9 %	21.7 %

<sup>(1)</sup> Net (loss) earnings comprises net (loss) earnings attributable to Enstar ordinary shareholders, prior to any non-GAAP adjustments. Opening equity comprises Enstar ordinary shareholders' equity, which is calculated as opening Enstar shareholders' equity less preferred shares (\$510 million), prior to any non-GAAP adjustments.

<sup>(2)</sup> Represents the net realized and unrealized losses (gains) related to fixed maturity securities. Our fixed maturity securities are held directly on our balance sheet and also within the "Funds held - directly managed" balance.

<sup>(3)</sup> Comprises the discount rate and risk margin components.

<sup>(4)</sup> Represents an aggregation of the tax expense or benefit associated with the specific country to which the pre-tax adjustment relates, calculated at the applicable jurisdictional tax rate.

<sup>(5)</sup> Represents the impact of the adjustments on the net earnings (loss) attributable to noncontrolling interests associated with the specific subsidiaries to which the adjustments relate.

\* Non-GAAP financial measure.

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## Reconciliation to Adjusted Run-off Liability Earnings - QTD



	Three Months Ended	As of			Three Months Ended
	June 30, 2022	June 30, 2022	March 31, 2022	June 30, 2022	June 30, 2022
	PPD	Net loss reserves	Net loss reserves	Average net loss reserves	Annualized RLE %
<b>PPD/net loss reserves/Annualized RLE</b>	\$ 79	\$ 12,238	\$ 10,962	\$ 11,600	2.7 %
Non-GAAP Adjustments:					
Enhanced Re	(1)	(147)	(150)	(149)	
Legacy Underwriting	6	(140)	(142)	(141)	
Net loss reserves - current period	—	(26)	(13)	(20)	
Reduction in provisions for ULAE / Net ULAE provisions	(13)	(504)	(394)	(449)	
Amortization of fair value adjustments / Net fair value adjustments associated with the acquisition of companies	5	99	104	102	
Changes in fair value - fair value option / Net fair value adjustments for contracts for which we have elected the fair value option <sup>(1)</sup>	(48)	239	201	220	
Change in estimate of net ultimate liabilities - defendant A&E / Net nominal defendant A&E liabilities	1	574	586	580	
<b>Adjusted PPD/Adjusted net loss reserves/Annualized Adjusted RLE*</b>	<b>\$ 29</b>	<b>\$ 12,333</b>	<b>\$ 11,154</b>	<b>\$ 11,743</b>	<b>1.0 %</b>

	Three Months Ended	As of			Three Months Ended
	June 30, 2021	June 30, 2021	March 31, 2021	June 30, 2021	June 30, 2021
	PPD	Net loss reserves	Net loss reserves	Average net loss reserves	Annualized RLE %
<b>PPD/net loss reserves/Annualized RLE</b>	\$ 10	\$ 10,835	\$ 9,215	\$ 10,025	0.4 %
Non-GAAP Adjustments:					
Legacy Underwriting	4	(156)	(153)	(155)	
Net loss reserves - current period	—	(91)	(48)	(70)	
Reduction in provisions for ULAE / Net ULAE provisions	(18)	(410)	(386)	(403)	
Amortization of fair value adjustments / Net fair value adjustments associated with the acquisition of companies	6	120	125	123	
Changes in fair value - fair value option / Net fair value adjustments for contracts for which we have elected the fair value option <sup>(1)</sup>	17	91	109	100	
Change in estimate of net ultimate liabilities - defendant A&E / Net nominal defendant A&E liabilities	5	584	599	592	
<b>Adjusted PPD/Adjusted net loss reserves/Annualized Adjusted RLE*</b>	<b>\$ 24</b>	<b>\$ 10,973</b>	<b>\$ 9,451</b>	<b>\$ 10,212</b>	<b>0.9 %</b>

<sup>(1)</sup> Comprises the discount rate and risk margin components.

\* Non-GAAP financial measure.

## Reconciliation to Adjusted Run-off Liability Earnings - YTD



	Six Months Ended		As of		Six Months Ended	
	June 30, 2022	June 30, 2022	December 31, 2021	June 30, 2022	June 30, 2022	Annualized RLE %
	PPD	Net loss reserves	Net loss reserves	Average net loss reserves		
	(in millions of U.S. dollars)					
<b>PPD/Net loss reserves/RLE</b>	\$ 222	\$ 12,238	\$ 11,555	\$ 11,897		3.7 %
Non-GAAP Adjustments:						
Enhanced Re	(29)	(147)	(181)	(164)		
Legacy Underwriting	5	(140)	(153)	(147)		
Increase (reduction) in estimates of net ultimate losses - current period	—	(26)	—	(13)		
Increase (reduction) in provisions for ULAE	(35)	(504)	(416)	(460)		
Amortization of fair value adjustments	7	99	106	103		
Changes in fair value - fair value option <sup>(1)</sup>	(146)	239	107	173		
Change in estimate of net ultimate liabilities - defendant A&E	4	574	574	574		
<b>Adjusted PPD/Adjusted net loss reserves/Adjusted RLE*</b>	<u>\$ 29</u>	<u>\$ 12,333</u>	<u>\$ 11,592</u>	<u>\$ 11,963</u>		<u>0.5 %</u>

	Six Months Ended		As of		Six Months Ended	
	June 30, 2021	June 30, 2021	December 31, 2020	June 30, 2021	June 30, 2021	Annualized RLE %
	PPD	Net loss reserves	Net loss reserves	Average net loss reserves		
	(in millions of U.S. dollars)					
<b>PPD/Net loss reserves/RLE</b>	\$ 120	\$ 10,835	\$ 8,544	\$ 9,690		2.5 %
Non-GAAP Adjustments:						
Legacy Underwriting	(2)	(156)	(955)	(556)		
Increase (reduction) in estimates of net ultimate losses - current period	—	(91)	—	(46)		
Increase (reduction) in provisions for ULAE	(32)	(410)	(334)	(372)		
Amortization of fair value adjustments	8	120	128	124		
Changes in fair value - fair value option <sup>(1)</sup>	(58)	91	33	62		
Change in estimate of net ultimate liabilities - defendant A&E	14	584	615	600		
<b>Adjusted PPD/Adjusted net loss reserves/Adjusted RLE*</b>	<u>\$ 50</u>	<u>\$ 10,973</u>	<u>\$ 8,031</u>	<u>\$ 9,502</u>		<u>1.1 %</u>

<sup>(1)</sup> Comprises the discount rate and risk margin components.

\* Non-GAAP financial measure.

	Three Months Ended June 30,		Six Months Ended June 30,	
	2022	2021	2022	2021
<b>Investment results</b>				
Net investment income	\$ 106	\$ 76	\$ 186	\$ 138
Net realized (losses) gains	(38)	6	(75)	(5)
Net unrealized (losses) gains	(591)	400	(972)	390
Earnings (loss) from equity method investments	1	(3)	32	115
<b>TIR (\$)</b>	<b>\$ (522)</b>	<b>\$ 479</b>	<b>\$ (829)</b>	<b>\$ 638</b>
Non-GAAP adjustment:				
Net realized and unrealized losses (gains) on fixed maturity investments and funds held-directly managed	409	(110)	743	96
<b>Adjusted TIR (\$)*</b>	<b>\$ (113)</b>	<b>\$ 369</b>	<b>\$ (86)</b>	<b>\$ 734</b>
<b>Total investments</b>	<b>15,827</b>	<b>14,821</b>	<b>15,827</b>	<b>14,821</b>
Cash and cash equivalents, including restricted cash and cash equivalents	1,086	1,126	1,086	1,126
Funds held by reinsured companies	3,956	2,202	3,956	2,202
Net variable interest entity assets	—	2,220	—	2,220
<b>Total investable assets</b>	<b>\$ 20,869</b>	<b>\$ 20,169</b>	<b>\$ 20,869</b>	<b>\$ 20,169</b>
Average aggregate invested assets, at fair value <sup>(1)</sup>	\$ 19,826	\$ 19,176	\$ 20,464	\$ 18,636
<b>Annualized TIR % <sup>(2)</sup></b>	<b>(10.5)%</b>	<b>10.0 %</b>	<b>(8.1)%</b>	<b>6.8 %</b>
Non-GAAP adjustment:				
Net unrealized losses (gains) on fixed maturities, AFS investments included within AOCI and net unrealized losses (gains) on fixed maturities, trading instruments	1,246	(339)	1,246	(339)
<b>Adjusted investable assets*</b>	<b>\$ 22,115</b>	<b>\$ 19,830</b>	<b>\$ 22,115</b>	<b>\$ 19,830</b>
Adjusted average aggregate invested assets, at fair value <sup>(3)</sup>	\$ 20,711	\$ 18,896	\$ 21,024	\$ 18,260
<b>Annualized adjusted TIR %* <sup>(4)</sup></b>	<b>(2.2)%</b>	<b>7.8 %</b>	<b>(0.8)%</b>	<b>8.0 %</b>

<sup>(1)</sup> This amount is a two and three period average of the total investable assets for the three and six ended June 30, 2022 and 2021, respectively, as presented above, and is comprised of amounts disclosed in our quarterly and annual U.S. GAAP consolidated financial statements.

<sup>(2)</sup> Annualized TIR % is calculated by dividing the annualized TIR (\$) by average aggregate invested assets, at fair value.

<sup>(3)</sup> This amount is a two and three period average of the adjusted investable assets\* for the three and six ended June 30, 2022 and 2021, respectively, as presented above.

<sup>(4)</sup> Annualized adjusted TIR %\* is calculated by dividing the annualized adjusted TIR\* (\$) by adjusted average aggregate invested assets, at fair value\*.

\*Non-GAAP measure.

Investable Assets - Management's View\* - June 30, 2022



Consolidated Balance Sheet View	June 30, 2022	Exchange traded funds backed by fixed income securities	Bonds, CLO equities and private credit held in equity format	Equities, private equity, privately held equity, and real estate held in fund format	CLO equity funds	Other assets and liabilities in funds held format	Private equities in infrastructure format	Cash held in fund format	June 30, 2022	Management's View of Underlying Economic Exposure
Short-term and fixed maturity investments, trading and AFS and funds held - directly managed, excluding other assets	\$ 10,374								\$ 10,374	Fixed maturities
Other assets included within funds held - directly managed	46					(46)			—	
Equities	1,776	(562)	(117)	86					1,183	Equities*
Other Investments:										
Hedge funds	447								447	Hedge funds
Fixed income funds	609	562	58	68					1,297	Bond/loan funds*
Equity funds	3			(3)					—	
Private equity funds	1,240			(295)			(13)	(306)	626	Private equity funds*
CLO equities	144		27		213				384	CLO equities*
CLO equity funds	213				(213)				—	
Private credit funds	318		32	95					445	Private credit*
Real estate debt fund	151			49					200	Real estate*
	—							13	13	Infrastructure*
Total	3,125								3,412	
Equity method investments	506								506	Equity method investments
Total investments	15,827								15,475	
Cash and cash equivalents (including restricted cash)	1,086							306	1,392	Cash and cash equivalents (including restricted cash)
Funds held by reinsured companies	3,956					46			4,002	Funds held*
Total investable assets	\$ 20,869								\$ 20,869	Total investable assets

\* Non-GAAP financial measure.

Consolidated Balance Sheet View	December 31, 2021	Exchange traded funds backed by fixed income securities	Bonds, CLO equities and private debt held in equity format	Equities, privately held equity, private credit and real estate held in fund format	CLO equity funds	Other assets and liabilities in funds held format	December 31, 2021	Management's View of Underlying Economic Exposure
Short-term and fixed maturity investments, trading and AFS and funds held - directly managed, excluding other assets	\$ 12,254						\$ 12,254	Fixed maturities
Other assets included within funds held - directly managed	201					(201)	—	
Equities	1,995	(969)	(121)	(3)			902	Equities*
Other Investments:								
Hedge funds	291						291	Hedge funds
Fixed income funds	573	969	64				1,606	Bond/loan funds*
Equity funds	5			(5)			—	
Private equity funds	752			(110)			642	Private equity funds*
CLO equities	161		32		207		400	CLO equities*
CLO equity funds	207				(207)		—	
Private credit funds	275		25	85			385	Private credit*
Real estate debt fund	69			33			102	Real estate*
Total	2,333						3,426	
Equity method investments	493						493	Equity method investments
Total investments	17,276						17,075	
Cash and cash equivalents (including restricted cash)	2,092						2,092	Cash and cash equivalents (including restricted cash)
Funds held by reinsured companies	2,340					201	2,541	Funds held*
Total investable assets	\$ 21,708						\$ 21,708	Total investable assets

\* Non-GAAP financial measure.





# Enstar Group Overview

Mid-Year Review  
August 2022

[Enstargroup.com](http://Enstargroup.com)

Realising Value



# DISCLAIMER

For more complete information about Enstar Group Limited, you should read our reports filed with the SEC. You may get these documents for free through EDGAR on the SEC website at [www.sec.gov](http://www.sec.gov), or through our website at <https://investor.enstargroup.com/sec-filings>.



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## INFORMATION REGARDING FORWARD-LOOKING STATEMENTS

This presentation, and oral statements made with respect to information contained in this presentation, may include certain forward-looking statements regarding our views with respect to our business, operations, loss reserves, strategy, investment portfolio, economic model, and our expected performance for future periods, as well as the insurance market and industry conditions. These statements are intended as "forward-looking statements" under the Private Securities Litigation Reform Act of 1995. Actual results may materially differ from those set forth in the forward-looking statements. You may identify forward-looking statements by the use of words such as "believe," "expect," "plan," "intend," "anticipate," "estimate," "predict," "potential," "may," "should," "could," "will" or other words or expressions of similar meaning, although not all forward-looking statements contain such terms.

Forward-looking statements involve significant risks and uncertainties, including risks of changing and uncertain economic conditions, the success of implementing our business strategies, the adequacy of our loss reserves, ongoing and future regulatory developments disrupting our business, lengthy and unpredictable litigation, risks relating to our acquisitions, increasing competitive pressures, loss of key personnel, the performance of our investment portfolio and liquidity, and other factors detailed in our Annual Report on Form 10-K for the year ended December 31, 2021 and our other reports filed from time to time with the Securities and Exchange Commission ("SEC").

Any forward-looking statement you see or hear during the presentation reflects Enstar Group Limited's current views with respect to future events and is subject to these and other risks, uncertainties and assumptions. If any of these risks or uncertainties materialize, or if our underlying assumptions prove to be incorrect, actual results may vary significantly from what we projected. You are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date on which they are made. The date of this presentation is listed on the cover page and Enstar does not undertake to update or keep it accurate after such date.

## ADDITIONAL INFORMATION

The company has an effective shelf registration statement (including a prospectus) on file with the SEC. Any offering of securities will be made only by means of a prospectus supplement, which will be filed with the SEC. In the event that the company undertakes an offering, you may obtain a copy of the prospectus supplement and accompanying prospectus for the offering by visiting EDGAR on the SEC website at [www.sec.gov](http://www.sec.gov).

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# LEADING GLOBAL PROVIDER OF RUN-OFF SOLUTIONS

Full suite of capital release solutions designed to create shareholder value

## What We Do

Deliver Capital Release and Risk Management Solutions  
Industry founder and largest standalone provider

Generate Positive Claims Outcomes  
Decades of consistent run-off liability earnings

Growing Asset Base Using Origination Capabilities  
\$20.9bn Investable Assets; ~4x investment leverage<sup>1</sup>

## How We Do It



Specialized M&A Expertise



Well Established Leadership and Capabilities



Best in Class Claims Function



Investments and Capital Optimization



<sup>1</sup> Investment leverage is calculated as average investable assets for the six months ended June 30, 2022, divided by opening equity as of December 31, 2021.

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## KEY HIGHLIGHTS

Leading global insurance group with a proven record of consistently acquiring and sourcing run-off business during 29+ year history

- ✓ Well-positioned for long-term profitability across insurance cycles
- ✓ Competitive advantage driven by size, scale and depth of experience
- ✓ Highly diversified mix of innovative risk transfer solutions
- ✓ Consistent and disciplined approach to buying businesses
- ✓ Substantially differentiated claims management expertise
- ✓ Strong capacity and healthy pipeline for new transactions
- ✓ Seasoned leadership with top-tier talent secured over past several years



# BEST-IN-CLASS

Enstar has the credentials to create value for shareholders

	Run-off Focused					Diversified Business	
	<b>ENSTAR</b>	Catalina	Riverstone	Marco	Premia	Swiss Re	NICO
Longevity (>20yrs in Operation)	✓	✗	✓	✗	✗	✓	✓
Presence in Global Run-off Markets	✓	✓	✗	✗	✗	✗	✓
Experience in All Types of Run-off Transactions	✓	✗	✗	✗	✗	✗	✗
Publicly Traded	✓	✗	✗	✗	✗	✓	✓
Deals Announced Since Inception	113	32	>22	4	7	N.A. <sup>1</sup>	N.A. <sup>1</sup>
Shareholders Equity (\$ Billions)*	6.3	1.4	0.8	0.6 <sup>2</sup>	0.8	23.7	237.6

1. Not Available  
2. Committed

\*Shareholders Equity as of December 31, 2021



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# FINANCIAL HIGHLIGHTS

YTD 2022

**\$(775)m**

Net Loss

**\$4.9bn**

Total Shareholders' Equity

**\$23.3bn**

Total Assets

**'AAA'**

Capital Redundancy at S&P<sup>2</sup>

**\$15.6bn**

Total Insurance Liabilities<sup>1</sup>

**'A+'**

Core Fixed Income<sup>3</sup>

**10.1%**

Growth in Book Value Per Share since 2016

**13.5%**

Growth in Book Value Per Share since 2018

1. Includes losses and loss adjustment expenses, future policyholder benefits, defendant A&E liabilities.

2. Source: Standard & Poor's full analysis on Enstar Group Ltd. dated 07/30/2021.

3. The average credit ratings calculation includes cash and cash equivalents, short-term investments, fixed maturity securities and the fixed maturity securities within our funds held - directly managed portfolios.



# CONSISTENT ECONOMIC MODEL

Business model provides strong source of book value growth and internal financing

## Acquire New Business

Leverage our industry relations and position to source new business opportunities



## Manage Liabilities and Investments

Apply our claims management strategies to generate run-off liability earnings and manage investments to obtain attractive risk adjusted returns

## Redeploy Capital

Reduce capital requirements as claims are settled; any excess may be redeployed in the business

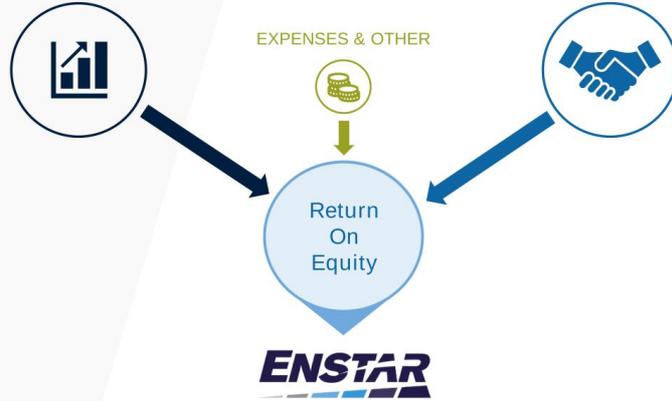


# RETURN ON EQUITY COMPONENTS

Generating attractive returns

**TOTAL INVESTMENT RETURN ("TIR")**  
Leverage Factor<sup>1</sup>: 3.7x

**RUN-OFF LIABILITY EARNINGS ("RLE")**  
Leverage Factor<sup>1</sup>: 2.1x



1. TIR and RLE leverage factors are calculated as average investable assets and average net loss reserves, respectively, for the six months ended June 30, 2022, divided by opening equity as of December 31, 2021.

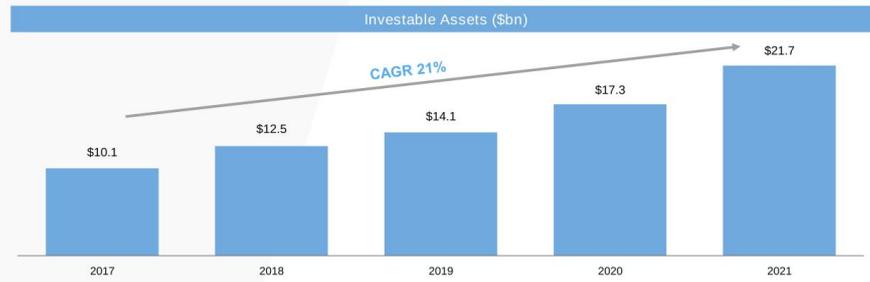
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# A GROWING BALANCE SHEET

A platform for delivering balanced and sustainable growth through investable assets and reserves



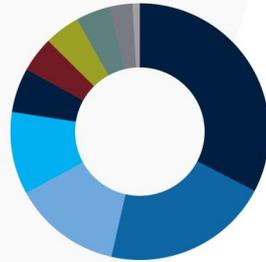
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## EXPERTS IN RUN-OFF MANAGEMENT

Utilize effective claims management & commutation capabilities and strategies to settle liabilities at lower cost than reserved value

- ✓ Global claims team of ~275 professionals
- ✓ Utilize multiple solutions to handle claims expeditiously and settle at lowest cost
  - Litigation / compromise settlements
  - Policy buybacks from direct insureds
  - Commutation of reinsurance contracts avoid reserve issues
- ✓ Specialized by claims type e.g. workers' comp, asbestos, etc.
- ✓ Detailed policy-by-policy analysis to ensure each claim is uniquely handled
- ✓ Successful claims execution drives RLE

### \$13.2bn Run-off Segment Gross Loss Reserve Composition<sup>1</sup>



- General Casualty (33%)
- Workers' compensation/personal accident (21%)
- Asbestos (14%)
- Professional indemnity/Directors and Officers (10%)
- Other (6%)
- Marine, aviation, and transit (4%)
- Motor (4%)
- Property (4%)
- Environmental (3%)
- Construction defect (1%)

**ENSTAR**

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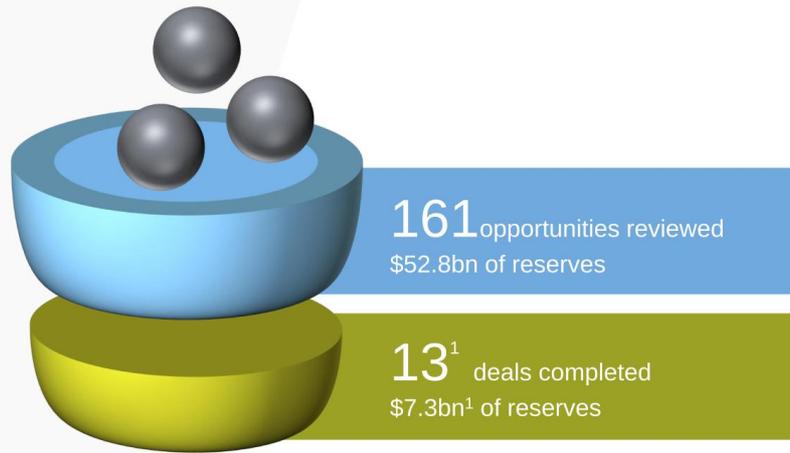
<sup>1</sup> Excludes unallocated loss and loss adjustment expenses ("ULAE") of \$508 million as of June 30, 2022.

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# ROBUST TRANSACTION PIPELINE

Each opportunity diligently analyzed to drive value for shareholders



Data from January 2020 – June 30, 2022  
1. Excludes Enhanced Re.



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# LARGE AND GROWING RUN-OFF MARKET

\$864bn opportunity, propelled by favorable global tailwinds



Source: PwC Global Insurance Run-off Survey 2021.



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# CAPACITY FOR GROWTH

Well-funded as of 30 June 22



## Significant Liquidity to Support Growth

- \$1.1bn of cash and cash equivalents
- \$600m of unused revolving credit facility capacity



## Well-Capitalized with Moderate Leverage

- 28.9% financial leverage; within 25% - 30% target
- FY21 Solvency ratio of 179%, has increased as of 06/30/22
- Over 5-years, BSCR (solvency) year end range 170% - 204%; above Bermuda BSCR minimum targets



## Ratings<sup>1</sup>

- BBB with positive outlook by S&P (ICR) and BBB+ with stable outlook by Fitch (IDR)



## Capacity

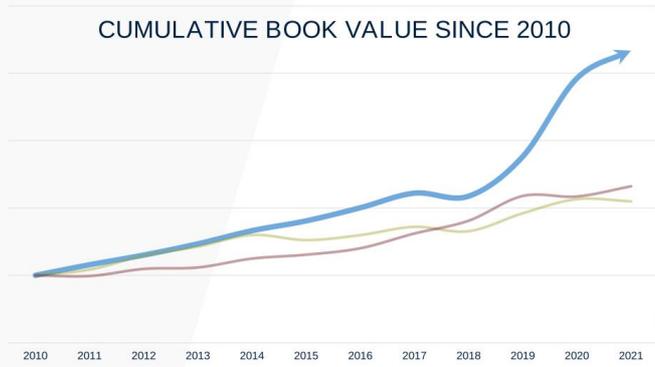
- Closed Aspen LPT in May 2022 assuming incremental \$1.9bn of net loss reserves
- Announced \$746m<sup>2</sup> LPT in August 2022 with Argo; expected to close by Q4
- Significant capacity remains for additional M&A

1. Credit ratings are provided by third parties, Standard and Poor's and Fitch Ratings, and are subject to certain limitations and disclaimers. For information on these ratings, refer to the rating agencies' websites and other publications.  
2. Enstar's subsidiary will provide ground up cover of \$746 million. Argo will retain a loss corridor of \$75 million up to \$821 million with Enstar's subsidiary then providing an additional \$275 million of cover above the loss corridor up to a policy limit of \$1.1 billion.

# HISTORY OF ENHANCING BOOK VALUE

29+ year history operating in run-off space

113 total acquisitive transactions completed to date



**14%**  
ESGR  
Annualized Growth  
in Book Value

**8%**  
NASDAQ Insurance  
Annualized Growth

**7%**  
S&P 500 Insurance  
Annualized Growth

 Targeting long-term ROE low to mid double digits



# MANAGEMENT WELL-ALIGNED WITH SHAREHOLDERS



**Dominic Silvester**  
CEO & Co-founder  
Years at Enstar: 29  
Industry Experience:  
40+ years  
Age: 62



**Paul Brockman**  
Chief Claims Officer  
Years at Enstar: 9  
Industry Experience:  
25+ years  
Age: 50



**Matthew Kirk**  
Group Treasurer  
Years at Enstar: 2  
Industry Experience:  
25+ years  
Age: 48



**Seema Thaper**  
Group Chief Risk Officer  
Years at Enstar: 3  
Industry Experience:  
15+ years  
Age: 42



**Paul O'Shea**  
President, Co-founder  
Years at Enstar: 27  
Industry Experience:  
35+ years  
Age: 64



**Nazar Alobaidat**  
Chief Investment  
Officer  
Years at Enstar: 6  
Industry Experience:  
20+ years  
Age: 44



**Michael Murphy**  
Chief Accounting  
Officer & Deputy CFO  
Years at Enstar: 1  
Industry Experience:  
30+ years  
Age: 55



**Laurence Plumb**  
Chief of Business  
Operations  
Years at Enstar: 2  
Industry Experience:  
15+ years  
Age: 38



**Orfa Gregory**  
Chief Financial Officer  
Years at Enstar: 18  
Industry Experience:  
25+ years  
Age: 48



**Audrey Taranto**  
General Counsel  
Years at Enstar: 10  
Industry Experience:  
10+ years  
Age: 42



**David Ni**  
Chief Strategy Officer  
Years at Enstar: 2  
Industry Experience:  
15+ years  
Age: 38

Average Industry Experience: 25 years

Collective Industry Experience: 270+ years



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Property of Enstar Group – Not for Distribution

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## KEY HIGHLIGHTS

Leading global insurance group with a proven record of consistently acquiring and sourcing run-off business during 29+ year history

- ✓ Well-positioned for long-term profitability across insurance cycles
- ✓ Competitive advantage driven by size, scale and depth of experience
- ✓ Highly diversified mix of innovative risk transfer solutions
- ✓ Consistent and disciplined approach to buying businesses
- ✓ Substantially differentiated claims management expertise
- ✓ Strong capacity and healthy pipeline for new transactions
- ✓ Seasoned leadership with top-tier talent secured over past several years



# APPENDIX



## FINANCIAL DATA

### Summary Income Statement

\$ millions	Six Months Ended June 30, 2022	Six Months Ended June 30, 2021
Net premiums earned	\$ 48	\$ 152
Net investment income and net realized and unrealized (losses) gains	(861)	523
Other income	37	16
Net gain on sales of subsidiaries	—	15
Net incurred losses and LAE	196	16
Policyholder benefit expenses	(18)	—
Acquisition costs	(20)	(39)
Interest expense	(48)	(33)
General and administrative expenses and net foreign exchange gains	(158)	(169)
Income tax benefit (expense)	4	(3)
Earnings from equity method investments	32	115
Net (loss) earnings	(788)	593
Net loss (earnings) attributable to non-controlling interest	31	(14)
Dividends on preferred shares	(18)	(18)
<b>Net (loss) earnings attributable to Enstar ordinary shareholders</b>	<b>\$ (775)</b>	<b>\$561</b>



# FINANCIAL DATA

## Summary Balance Sheet

\$ millions	June 30, 2022	December 31, 2021
<b>Assets</b>		
Investable assets	\$20,869	\$21,708
Reinsurance balances recoverable	1,275	1,517
Deferred charge assets	286	371
Other	839	833
<b>Total Assets</b>	<b>23,269</b>	<b>24,429</b>
<b>Liabilities</b>		
Losses and loss adjustment expenses	13,641	13,258
Future policyholder benefits	1,363	1,502
Defendant asbestos and environmental liabilities	620	638
Debt obligations	1,905	1,691
Other	680	835
<b>Total Liabilities</b>	<b>18,209</b>	<b>17,924</b>
<b>Redeemable noncontrolling interests ("RNCI")</b>	<b>174</b>	<b>179</b>
<b>Shareholders' Equity</b>		
Ordinary shareholders' equity	4,183	5,586
Series D & E preferred shares	510	510
Non-controlling interests	193	230
<b>Total Shareholders' Equity</b>	<b>4,886</b>	<b>6,326</b>
<b>Total Liabilities, RNCI &amp; Shareholders' Equity</b>	<b>\$23,269</b>	<b>\$24,429</b>



