

2024 ABS Social Bond Annual Report

April 2023 – April 2024

About OneMain Financial¹

As one of the nation's **leaders in offering nonprime consumers access to credit**, OneMain is dedicated to **improving the financial well-being of hardworking Americans**. Our diverse and growing product suite, **designed to enhance access to healthy, affordable credit**, includes secured and unsecured loans, auto finance and credit cards, insurance and other optional products².



~18MM

Customers Served³



~50%

Of Customers Do Business With Us At Least Twice



~73%

Of Customers Enrolled In Paperless Billing



~1,300

Branches In 44 States⁴

Note: Data as of December 31, 2023, unless otherwise noted.

1. OneMain Financial is also referred to as "OneMain Holdings, Inc.", "OneMain", or "OMF".

2. OneMain offers credit insurance products, term life insurance, income protection products, and membership plans.

3. 2006 to December 31, 2023.

4. As of 3/31/2024.

OneMain's Mission & Values

Customers

- Provide responsible lending and optional products¹ with affordable rates and ability-to-pay underwriting
- Offer financial education and other financial wellness products and solutions

Communities

- Contribute to our communities financially through philanthropic grants
- Build community partnerships with local, state, and national organizations
- Facilitate employee volunteer opportunities

Company

- Build a great place to work and advance diversity and inclusion
- Committed to working with our team members, customers and communities to build a healthier tomorrow

1. OneMain offers credit insurance products, term life insurance, income protection products, and membership plans.

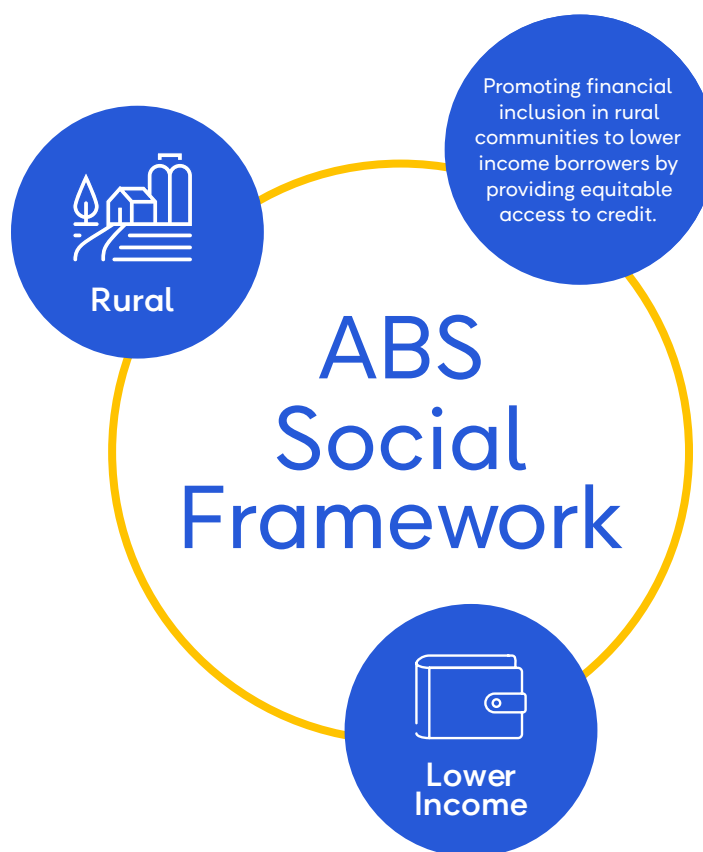
OneMain's Leadership in Social Bond Issuance

Continued Leadership with Social ABS Issuance

OneMain executed OMFIT 2022-S1 on April 27, 2022

- First-ever Social ABS deal by a U.S. ABS issuer
- \$600MM in notes sold

37% of adults in non-metro areas could not cover a \$400 emergency expense using cash or its equivalent¹



1. Federal Reserve. Report on the Economic Well-Being of U.S. Households in 2022 – May 2023

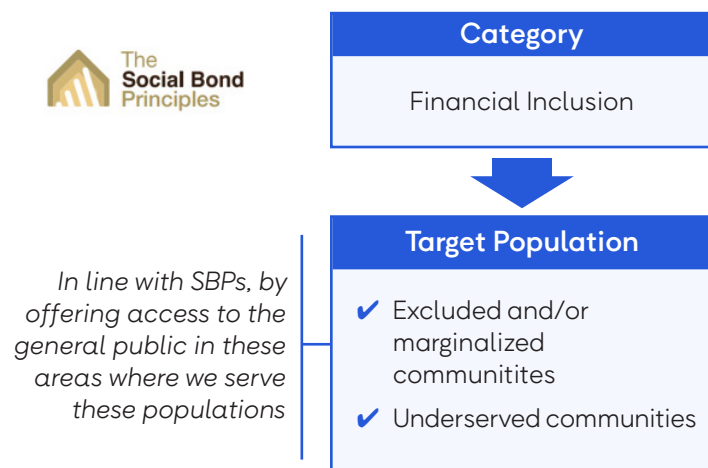
OneMain's ABS Social Bond Framework

Eligibility Criteria

- The Loan Portfolio will be comprised of personal loans (“Qualifying Loans”) to borrowers with mailing addresses with zip codes that are identified as ‘town and rural’¹ (“Rural Areas”) per the Potential Rating Index for Zip Markets (PRIZM) provided by Claritas immediately prior to the closing date
- Furthermore, at least 75% of loan portfolio will be determined to be from borrowers who have annual net income that is less than or equal to \$50,000 (a “Lower Income” borrower)²
- The foregoing Eligibility Criteria is determined at origination

Aligns with ICMA Principles³ and UN Goals⁴

ICMA Social Bond Principles (SBP) Alignment



NO POVERTY

1.4 By 2030, ensure that all men and women, in particular the poor and the vulnerable, **have equal rights to economic resources, as well as access to basic services, ownership and control over land and other forms of property, inheritance, natural resources, appropriate new technology and financial services, including microfinance**



DECENT WORK AND ECONOMIC GROWTH

8.10 Strengthen the capacity of domestic financial institutions to encourage and **expand access to banking, insurance and financial services for all**



REDUCED INEQUALITIES

10.2 By 2030, empower and promote the social, economic and political **inclusion of all, irrespective of age, sex, disability, race, ethnicity, origin, religion or economic or other status**

1. https://claritas360.claritas.com/knowledgecenter/help/content/claritas%20360/news_and_info/2023/adu/claritas%20prizm%20premier%20zip+6%20distributions%20release%20notes%202023.pdf
 2. OneMain defines “Lower Income” as annual net income equal to or less than \$50,000 – annual net income represents gross income less withholdings such as payroll taxes and benefits
 3. International Capital Market Association, “Social Bond Principles 2021”, published June 2021: <https://www.icmagroup.org/sustainable-finance/the-principles-guidelines-and-handbooks/social-bond-principles-sbp/#:~:text=The%20SBP%2C%20updated%20as%20of,issuance%20of%20a%20Social%20Bond>
 4. <https://www.un.org/sustainabledevelopment/sustainable-development-goals/>

OneMain's Social Bond Annual Reporting

Issuance Overview

OneMain Financial Issuance Trust issued \$600MM Social Bond in 2022, first by a U.S. based ABS Issuer

Offering Terms \$600MM bond with 2035 maturity at 4.31% coupon

Use of Proceeds The issuer used the net proceeds to acquire a portfolio of OMF personal loans to borrowers residing in Rural Areas¹
At least 75% of loan portfolio will be determined to be from Low Income borrowers²

Underwriters Long-standing D&I broker partners Academy Securities and R. Seelaus served prominent roles

Second Party Opinion S&P Global Ratings provided a Framework Alignment Opinion confirming our Framework aligns with ICMA's Social Bond Principles (2021)

CUSIPs 68267HAA5, 68267HAB3, 68267HAC1, 68267HAD9

ABS Social Bond

Net Proceeds from Issuance **\$592,873,905**

Proceeds Allocated to Qualified Loans³ **\$600,000,000**

Unallocated Proceeds **\$0**

% of Proceeds Allocated to Qualified Loan Portfolio **100%**

Rural/Lower Income³ **\$511,667,017**

% Low Income³ **78%**

Rural Areas (Company Managed Portfolio)

% of UPB in Rural Areas⁴ **46%**

% of Loans in Rural Areas⁴ **45%**

Avg. Loan Balance of Rural Borrowers **\$8,641**

Avg. Loan Balance of all OneMain Borrowers **\$8,583**

Avg. Net Annual Income of Borrowers in Rural Areas **~\$48,000**

Note: Data as of December 31, 2023, unless otherwise noted.

1. https://s23.q4cdn.com/416720971/files/doc_downloads/2022/02/OneMain-Social-ABS-Framework-Presentation-vF-020822.pdf

2. OneMain defines "Lower Income" as annual net income that is less than or equal to \$50,000 – annual net income represents gross income less withholdings such as payroll taxes and benefits.

3. On a UPB basis

4. As a % of OneMain borrowers

Management Assertion

OneMain Holdings, Inc. is responsible for the completeness, accuracy, and validity of this management assertion.

Management asserts that, as of December 31, 2023, the total net proceeds of \$592.9 million from the April 27, 2022 issuance of the \$600.0 million Asset Backed Notes (“ABS Social Bonds”) were used by OneMain Financial Issuance Trust 2022-S1 to acquire personal loans, which met the eligibility criteria described below (the “Loan Portfolio”), from certain affiliates of OneMain Finance Corporation.

For purposes of this assertion, the Loan Portfolio is comprised of personal loans originated no earlier than the 36 month period prior to the initial cut-off date of March 31, 2022 and through December 31, 2023, to borrowers with mailing addresses with zip codes as set forth in the credit application (at time

of origination) that are identified as ‘town and rural’ per the Potential Rating Index for Zip Markets (PRIZM) provided by Claritas (dated September 2021) to OneMain Finance Corporation immediately prior to April 27, 2022, the date on which the sale of the ABS Social Bonds occurred.

Furthermore, at least 75% of the Loan Portfolio (by outstanding principal balance as of December 31, 2023) consists of personal loans made to borrowers with annual net income (defined as gross income less withholdings such as payroll taxes and benefits) that is less than or equal to \$50,000 as set forth in the credit application (at time of origination).

External Review



Report of Independent Accountants

To the Management of OneMain Holdings, Inc.

We have examined the accompanying management assertion of OneMain Holdings, Inc. on page 7 of this 2024 ABS Social Bond Annual Report that, as of December 31, 2023, the total net proceeds of \$592.9 million from the April 27, 2022 issuance of the \$600.0 million Asset Backed Notes were used by OneMain Financial Issuance Trust 2022-S1 to acquire personal loans, which met the eligibility criteria described in management's assertion, from certain affiliates of OneMain Finance Corporation. OneMain Holdings, Inc.'s management is responsible for its assertion. Our responsibility is to express an opinion on management's assertion based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants (AICPA). Those standards require that we plan and perform the examination to obtain reasonable assurance about whether management's assertion is fairly stated, in all material respects. An examination involves performing procedures to obtain evidence about management's assertion. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material misstatement of management's assertion, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

We are required to be independent and to meet our other ethical responsibilities in accordance with relevant ethical requirements related to the engagement.

Only the information included in the management assertion of OneMain Holdings, Inc. on page 7 is part of our examination engagement. The other information in this 2024 ABS Social Bond Annual Report has not been subjected to the procedures applied in our examination engagement, and accordingly, we make no comment as to its completeness and accuracy and do not express an opinion or provide any assurance on such information.

In our opinion, management's assertion that, as of December 31, 2023, the total net proceeds of \$592.9 million from the April 27, 2022 issuance of the \$600.0 million Asset Backed Notes were used by OneMain Financial Issuance Trust 2022-S1 to acquire personal loans, which met the eligibility criteria described in management's assertion, from certain affiliates of OneMain Finance Corporation is fairly stated, in all material respects.

PricewaterhouseCoopers LLP

Dallas, Texas
April 24, 2024