

2024 Social Bond Annual Report



June 2023 – June 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, 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 Social Bond Annual Reporting

Issuance Overview

OneMain Financial Corporation issued \$750MM Social Bond in 2021, first by a U.S. based High Yield Issuer

Offering Terms

\$750MM bond with 2027 maturity at 3.50% coupon

Use of Proceeds

Proceeds financing a portfolio of OMF loans with customers residing in Credit Insecure Areas¹
At least 75% of loan portfolio will be determined to be from racial minorities and/or women²

Underwriters

Long-standing D&I broker partners Academy Securities, Ramirez, Seelaus, and Siebert Williams 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 (2020)

CUSIP

682691AB6

Social Bond¹

Net Proceeds **\$740,625,000**

Allocated Proceeds² **\$750,003,884**

Unallocated Proceeds **\$0**

Women/Minority² **\$562,504,027**

% Women/Minority **75%**

% of Proceeds Allocated to Eligible Portfolio **100%**

Credit Insecure Areas¹ (Company Managed Portfolio)

% of UPB in Credit Insecure Areas³ **23%**

% of Loans in Credit Insecure Areas³ **23%**

Avg. Loan Balance of Rural Borrowers **\$8,481**

Avg. Loan Balance of all OneMain Borrowers **\$8,567**

Avg. Net Annual Income of Borrowers in Credit Insecure Areas **~\$49,000**

1. As of March 31, 2024

2. Dollars shown on UPB basis

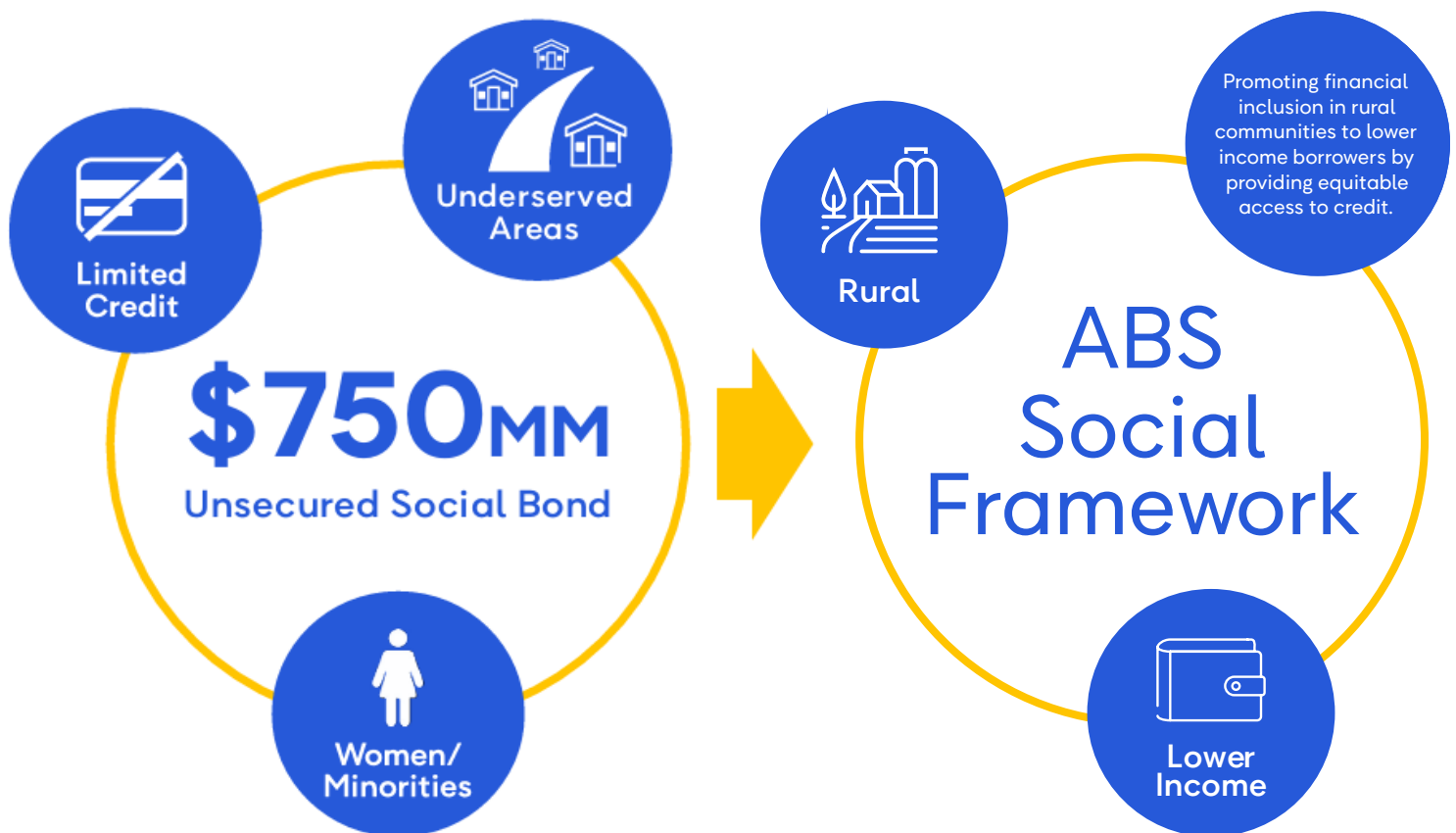
3. As a % of OneMain borrowers

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



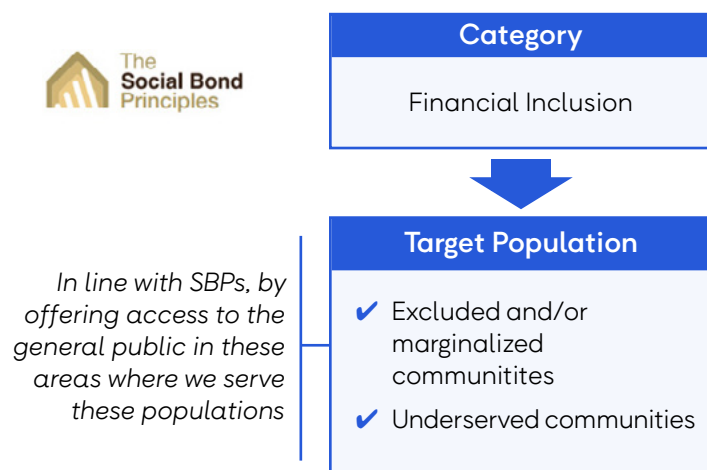
OneMain's ABS Social Bond Framework

Eligibility Criteria

- The Loan Portfolio will be comprised of loans (“Eligible Loans”) to individuals residing with mailing addresses in those counties identified as ‘Credit-At-Risk’ or ‘Credit Insecure’ counties (“Credit Insecure Areas”) as defined by the Federal Reserve Bank of New York¹
- Furthermore, at least 75% of Loans will be determined to be from racial minorities, per the Federal protected classes definition of race and/or women
- OneMain will use a probability of at least 80% for its determination of race and/or gender

Aligns with ICMA Principles² and UN Goals³

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. Federal Reserve Bank of New York's (FRBNY) "Unequal Access to Credit: The Hidden Impact of Credit Constraints" report published on September 24, 2019.
 2. <https://www.icmagroup.org/assets/documents/Regulatory/Green-Bonds/June-2020/Social-BondPrinciplesJune-2020-090620.pdf>
 3. <https://sdgs.un.org/goals>

Management Assertion

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

Management asserts that, as of March 31, 2024, the total net proceeds of \$740.6 million from the June 22, 2021 issuance of the \$750.0 million 3.500% Senior Notes due 2027 issued by OneMain Finance Corporation were used to finance or refinance, in part or in full, a portfolio of new or existing personal loans (“Eligible Portfolio”) that meet the eligibility criteria described below.

For purposes of this assertion, the Eligible Portfolio is comprised of new or existing personal loans (“Eligible Loans”) made within 12 months before the offering and through March 31, 2024, to individuals residing with a mailing address in the loan servicing system as of March 31, 2024 in a county identified as ‘Credit-At-Risk’ or ‘Credit-Insecure’ in the Federal Reserve Bank of New York’s (FRBNY) “Unequal Access to Credit: The Hidden Impact of Credit Constraints” report published on September 24, 2019.

Furthermore, at least 75% of Eligible Loans were determined to be from racial minorities and/or women. The determination as to race is consistent with applicable internal reporting guidelines that utilize Bayesian Improved Surname Geocoding (BISG) methodology to calculate probable race. The BISG methodology uses publicly available Social Security Administration and U.S. Census Bureau data as an input to derive a protected class probability based upon the borrower’s last name and zip code as stated in the credit application. The BISG determination of race was based on a probability of at least 80%, in the aggregate, that the individual is from a racial minority per the federal protected class definition of race. The determination as to gender utilizes a proxy method to calculate probable gender. The proxy method uses publicly available Social Security Administration and U.S. Census Bureau data as an input to derive a gender probability based upon the borrower’s first name as stated in the credit application. A probability of at least 80% was used in the determination of gender.

External Review



Report of Independent Accountants

To the Management of OneMain Holdings, Inc.

We have examined the management assertion of OneMain Holdings, Inc. on page 6 of this 2024 Social Bond Annual Report that, as of March 31, 2024, the total net proceeds of \$740.6 million from the June 22, 2021 issuance of the \$750.0 million 3.500% Senior Notes due 2027 issued by OneMain Finance Corporation were used to finance or refinance, in part or in full, a portfolio of new or existing personal loans that meet the eligibility criteria described in management's assertion. 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 6 is part of our examination engagement. The other information in this 2024 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 March 31, 2024, the total net proceeds of \$740.6 million from the June 22, 2021 issuance of the \$750.0 million 3.500% Senior Notes due 2027 issued by OneMain Finance Corporation were used to finance or refinance, in part or in full, a portfolio of new or existing personal loans that meet the eligibility criteria described in management's assertion is fairly stated, in all material respects.

PricewaterhouseCoopers LLP

Dallas, Texas
June 11, 2024