

Pro-forma Impact of an Unaffiliated Funds Withheld Reinsurance agreement as of, and for, the Nine Months Ended September 30, 2024

The following analysis presents information regarding the pro-forma notional removal of funds withheld invested assets and reserves from United Life Insurance Company (ULIC) and Guaranty Income Life Insurance Company (GILICO), as a result of certain funds withheld reinsurance arrangements with an unaffiliated Bermuda-domiciled Class E reinsurance company. This information is provided for the single purpose of evaluating the financial position of ULIC and GILICO in connection with a particular rating agency and should not be, and is not intended to be, used for any other regulatory, investment or other purpose. This information is not prepared on the basis of generally accepted accounting principles, or statutory accounting principles in the United States or Bermuda, nor any other comprehensive basis of accounting. The information presented below is unaudited.

Funds Withheld Invested Assets

The below table provides the actual funds withheld assets for ULIC and GILICO.

September 30, 2024			
(Unaudited)			
Invested Assets	ULIC	GILICO	Total
CMBS	\$ 77,557,532	\$ 79,412,621	\$ 156,970,153
RMBS	58,186,317	145,708,245	203,894,561
ABS	191,378,066	365,668,788	557,046,855
Corporate Bonds	311,636,661	532,095,288	843,731,948
Municipal Bonds	-	15,421,865	15,421,865
Preferred Stock	5,000,000	3,500,000	8,500,000
Mortgage - Mezzanine	-	3,700,000	3,700,000
Cash	17,196,798	12,858,350	30,055,148
Short term	23,971,736	41,198,473	65,170,209
BA Assets	14,917,978	548,873	15,466,850
Total Cash and Invested Assets	699,845,087	1,200,112,502	1,899,957,589
Investment Income Due and Accrued	7,511,497	11,290,001	18,801,498
Securities Payable - FWH Deficit	5,251,151	15,523,013	20,774,164
Funds Withheld Liability	(712,607,735)	(1,226,925,517)	(1,939,533,252)
Total Allocated Surplus	\$ (0)	\$ -	\$ (0)
NAIC 1	\$ 340,410,470	\$ 613,989,651	\$ 954,400,121
NAIC 2	289,948,809	518,362,377	808,311,187
Investment grade	630,359,279	1,132,352,028	1,762,711,307
NAIC 3	8,399,296	5,954,779	14,354,075
NAIC 4	-	-	-
NAIC 5	-	-	-
NAIC 6	-	-	-
Below Investment Grade	8,399,296	5,954,779	14,354,075
Exempt Investments	-	-	-
Total Bonds	\$ 638,758,576	\$ 1,138,306,807	\$ 1,777,065,382
Bonds by ASC 820 Fair Value Level			
Level 1	-	-	-
Level 2	638,758,576	1,138,306,807	1,777,065,382
Level 3	-	-	-
Total Bonds	\$ 638,758,576	\$ 1,138,306,807	\$ 1,777,065,382
Bonds that are Privately Placed and 144A			
Publicly traded bonds	124,246,547	438,980,268	563,226,814
Privately placed 144A bonds	372,526,984	521,556,102	894,083,086
Privately placed non-144A bonds	141,485,045	177,770,437	319,255,482
Total Bonds	\$ 638,258,576	\$ 1,138,306,807	\$ 1,776,565,382

Notional Attribution of Investment Income to Surplus Account

The below table shows the funds withheld net investment income to ULIC and GILICO, based on underlying returns.

For the Nine Months Ended September 30, 2024			
(Unaudited)			
Net Investment Income	ULIC	GILICO	Total
Bonds	\$ 35,897,486	\$ 62,545,333	\$ 98,442,819
Mortgage and Other Loans	-	203,300	203,300
Preferred Stock	280,994	192,311	473,305
Cash/Cash Equivalents	2,313,623	2,970,203	5,283,826
BA Assets	838,373	30,158	868,531
Gross	39,330,476	65,941,305	105,271,781
Expense	-	-	-
Total	\$ 39,330,476	\$ 65,941,305	\$ 105,271,781
Capital Gains and Losses			
Bonds	\$ 273,227	\$ (1,213)	\$ 272,014
Total	\$ 273,227	\$ (1,213)	\$ 272,014