

GLOBE LIFE INC.
Effect of ASC 320, formerly FAS 115
(Unaudited)
(Amounts in thousands)

	09/30/2019	06/30/2019	03/31/2019	12/31/2018	9/30/2018
Fixed maturities	\$ 2,587,951	\$ 1,950,002	\$ 1,235,357	\$ 544,461	\$ 769,107
Deferred acquisition costs (DAC) adjustment	(7,897)	(8,299)	(8,469)	(5,270)	(7,150)
	2,580,054	1,941,703	1,226,888	539,191	761,957
Tax effect	(541,811)	(407,758)	(257,646)	(113,230)	(160,011)
Effect on shareholders' equity	2,038,243	1,533,945	969,242	425,961	601,946
Shareholders' equity as reported for GAAP	7,312,531	6,700,398	6,043,426	5,415,177	5,538,905
Shareholders' equity without unrealized gains and losses ⁽¹⁾	\$ 5,274,288	\$ 5,166,453	\$ 5,074,184	\$ 4,989,216	\$ 4,936,959
Actual shares outstanding	108,444	109,223	109,926	110,693	112,168
Book value per share without unrealized gains and losses ⁽¹⁾	\$ 48.64	\$ 47.30	\$ 46.16	\$ 45.07	\$44.01
GAAP book value per share	\$ 67.43	\$ 61.35	\$ 54.98	\$ 48.92	\$49.38
Diluted shares outstanding	110,855	111,264	111,643	112,561	114,559
Book value / diluted share without unrealized gains and losses ⁽¹⁾	\$ 47.58	\$ 46.43	\$ 45.45	\$ 44.32	\$43.10
GAAP book value per diluted share	\$ 65.96	\$ 60.22	\$ 54.13	\$ 48.11	\$48.35
DAC adjustment—detail by Company					
Liberty National	\$ (6,607)	\$ (6,913)	\$ (6,986)	\$ (3,760)	\$ (5,388)
Globe Life	(1,290)	(1,386)	(1,483)	(1,510)	(1,762)
	\$ (7,897)	\$ (8,299)	\$ (8,469)	\$ (5,270)	\$ (7,150)
GAAP:					
DAC	\$ 4,281,018	\$ 4,232,717	\$ 4,185,231	\$ 4,137,925	\$ 4,091,601
Taxes	1,498,025	1,351,495	1,225,497	1,047,737	1,072,856
Cash & invested assets	19,826,332	18,947,325	18,204,076	17,239,570	17,677,427
Total assets	25,791,906	24,855,445	24,133,438	23,095,722	23,469,488
Adjusted for ASC 320:⁽¹⁾					
DAC	\$ 4,288,915	\$ 4,241,016	\$ 4,193,700	\$ 4,143,195	\$ 4,098,751
Taxes	956,214	943,737	967,851	934,507	912,845
Cash & invested assets	17,238,381	16,997,323	16,968,719	16,695,109	16,908,320
Total assets	23,211,852	22,913,742	22,906,550	22,556,531	22,707,531
Short-term debt	\$ 233,314	\$ 257,453	\$ 294,378	\$ 307,848	\$ 615,011
Long-term debt	1,351,190	1,353,395	1,355,601	1,357,185	1,358,947
Total debt	1,584,504	1,610,848	1,649,979	1,665,033	1,973,958
Shareholders' equity without ASC 320 ⁽¹⁾	5,274,288	5,166,453	5,074,184	4,989,216	4,936,959
Total capital	\$ 6,858,792	\$ 6,777,301	\$ 6,724,163	\$ 6,654,249	\$ 6,910,917
Debt/equity ratio (excluding ASC 320) ⁽¹⁾	23.102%	23.768%	24.538%	25.022%	28.563%
Debt/equity—actual	17.809%	19.382%	21.447%	23.517%	26.274%

(1) ASC 320 includes guidance for treatment of unrealized gains and losses on available-for-sale fixed maturities previously included in FAS 115.