

GLOBE LIFE INC.
Excess Investment Income

(Unaudited)

(Dollar amounts in thousands, except per share data)

	<u>As of March 31,</u>			<u>Three Months Ended March 31,</u>		
	<u>2020</u>	<u>2019</u>		<u>2020</u>	<u>2019</u>	<u>% Increase</u>
Invested assets (at amortized cost)	\$17,589,724	\$16,894,543	Net Investment Income	\$ 228,991	\$ 226,673	1
Provision for credit losses	(32,189)	—				
Invested assets (at amortized cost, net)	17,557,535	16,894,543	Interest Expense:			
Net policy liabilities	10,307,668	9,982,683	Net policy liabilities	145,446	139,840	4
Debt	1,804,922	1,649,979	Interest on debt	20,808	21,278	(2)
			Total	166,254	161,118	3
Total interest bearing liabilities	<u>12,112,590</u>	<u>11,632,662</u>	Excess investment income ⁽¹⁾	<u>\$ 62,737</u>	<u>\$ 65,555</u>	(4)
Equity assets	<u>\$ 5,444,945</u>	<u>\$ 5,261,881</u>	Per Share	<u>\$ 0.57</u>	<u>\$ 0.58</u>	(2)

(1) Management uses excess investment income as the measure to evaluate the performance of the investment segment. It is defined as net investment income less both the required interest attributable to net policy liabilities and the interest on debt. We also view excess investment income per diluted common share as an important and useful measure to evaluate performance of the investment segment, since it takes into consideration our stock repurchase program.