

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

	03/31/2020	12/31/2019	09/30/2019	06/30/2019	3/31/2019
Fixed maturities	\$ 1,539,451	\$ 2,491,371	\$ 2,587,951	\$ 1,950,002	\$ 1,235,357
Deferred acquisition costs (DAC) adjustment	(7,095)	(7,488)	(7,897)	(8,299)	(8,469)
	1,532,356	2,483,883	2,580,054	1,941,703	1,226,888
Tax effect	(321,795)	(521,615)	(541,811)	(407,758)	(257,646)
Effect on shareholders' equity	1,210,561	1,962,268	2,038,243	1,533,945	969,242
Shareholders' equity as reported for GAAP	6,520,282	7,294,307	7,312,531	6,700,398	6,043,426
Shareholders' equity without unrealized gains and losses ⁽¹⁾	<u>\$ 5,309,721</u>	<u>\$ 5,332,039</u>	<u>\$ 5,274,288</u>	<u>\$ 5,166,453</u>	<u>\$ 5,074,184</u>
Actual shares outstanding	<u>106,434</u>	<u>107,720</u>	<u>108,444</u>	<u>109,223</u>	<u>109,926</u>
Book value per share without unrealized gains and losses ⁽¹⁾	<u>\$ 49.89</u>	<u>\$ 49.50</u>	<u>\$ 48.64</u>	<u>\$ 47.30</u>	<u>\$ 46.16</u>
GAAP book value per share	<u>\$ 61.26</u>	<u>\$ 67.72</u>	<u>\$ 67.43</u>	<u>\$ 61.35</u>	<u>\$ 54.98</u>
Diluted shares outstanding	<u>106,926</u>	<u>110,494</u>	<u>110,855</u>	<u>111,264</u>	<u>111,643</u>
Book value / diluted share without unrealized gains and losses ⁽¹⁾	<u>\$ 49.66</u>	<u>\$ 48.26</u>	<u>\$ 47.58</u>	<u>\$ 46.43</u>	<u>\$ 45.45</u>
GAAP book value per diluted share	<u>\$ 60.98</u>	<u>\$ 66.02</u>	<u>\$ 65.96</u>	<u>\$ 60.22</u>	<u>\$ 54.13</u>
DAC adjustment—detail by Company					
Liberty National	\$ (5,995)	\$ (6,297)	\$ (6,607)	\$ (6,913)	\$ (6,986)
Globe Life	(1,100)	(1,191)	(1,290)	(1,386)	(1,483)
	<u>\$ (7,095)</u>	<u>\$ (7,488)</u>	<u>\$ (7,897)</u>	<u>\$ (8,299)</u>	<u>\$ (8,469)</u>
GAAP:					
DAC	\$ 4,386,478	\$ 4,341,941	\$ 4,281,018	\$ 4,232,717	\$ 4,185,231
Taxes	1,295,024	1,476,832	1,498,025	1,351,495	1,225,497
Cash & invested assets	19,198,884	19,923,204	19,826,332	18,947,325	18,204,076
Total assets	25,351,914	25,977,460	25,791,906	24,855,445	24,133,438
Adjusted for ASC 320:⁽¹⁾					
DAC	\$ 4,393,573	\$ 4,349,429	\$ 4,288,915	\$ 4,241,016	\$ 4,193,700
Taxes	973,229	955,217	956,214	943,737	967,851
Cash & invested assets	17,659,433	17,431,833	17,238,381	16,997,323	16,968,719
Total assets	23,819,558	23,493,577	23,211,852	22,913,742	22,906,550
Short-term debt	\$ 458,127	\$ 298,738	\$ 233,314	\$ 257,453	\$ 294,378
Long-term debt	1,346,795	1,348,988	1,351,190	1,353,395	1,355,601
Total debt	1,804,922	1,647,726	1,584,504	1,610,848	1,649,979
Shareholders' equity without ASC 320 ⁽¹⁾	5,309,721	5,332,039	5,274,288	5,166,453	5,074,184
Total capital	<u>\$ 7,114,643</u>	<u>\$ 6,979,765</u>	<u>\$ 6,858,792</u>	<u>\$ 6,777,301</u>	<u>\$ 6,724,163</u>
Debt/equity ratio (excluding ASC 320) ⁽¹⁾	25.369%	23.607%	23.102%	23.768%	24.538%
Debt/equity—actual	21.680%	18.427%	17.809%	19.382%	21.447%

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