

GLOBE LIFE INC.
Excess Investment Income

(Unaudited)

(Dollar amounts in thousands, except per share data)

	As of June 30,			Three Months Ended June 30,		
	2020	2019		2020	2019	% Increase
Invested assets (at amortized cost)	\$18,253,162	\$16,898,297	Net Investment Income	\$ 231,568	\$ 227,425	2
Provision for credit losses	(36,557)	—				
Invested assets (at amortized cost, net)	18,216,605	16,898,297	Interest Expense:			
Net policy liabilities	10,449,496	10,065,665	Net policy liabilities	147,618	141,315	4
Debt	2,103,180	1,610,848	Interest on debt	22,813	21,432	6
			Total	170,431	162,747	5
Total interest bearing liabilities	<u>12,552,676</u>	<u>11,676,513</u>	Excess investment income ⁽¹⁾	<u>\$ 61,137</u>	<u>\$ 64,678</u>	(5)
Equity assets	<u>\$ 5,663,929</u>	<u>\$ 5,221,784</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.