GLOBE LIFE INC. Operating Summary

(Unaudited)

(Amounts in thousands, except per share data)

Six Months Ended June 30,						Q2	Q1	Q4	Q3			Q2
	2020		2019		_ :	2020	2020	2019	2019		:	2019
				Underwriting income								
				Life:								
\$	1,320,452	\$	1,255,490	Premium	\$6	70,822	\$ 649,630	\$ 631,470	\$ 630,82	24	\$ 63	31,201
	(537,102)		(491,478)	Net policy obligations	(2	86,637)	(250,465)	(241,163)	(239,2	44)	(2	45,448)
	(403,046)		(381,418)	Non-deferred commissions and amortization	(2	03,476)	(199,570)	(192,508)	(191,0	50)	(19	91,949)
	(39,802)		(37,705)	Non-deferred acquisition expense	(19,010)	(20,792)	(20,683)	(19,0	71)	(18,754)
	340,502		344,889	Underwriting margin	1	61,699	178,803	177,116	181,4	59	1	75,050
				Health:								
	563,082		532,966	Premium	2	82,877	280,205	275,214	269,10	66	2	66,282
	(316,846)		(297,352)	Net policy obligations	(1	60,645)	(156,201)	(154,203)	(148,9	20)	(14	48,831)
	(105,790)		(101,508)	Non-deferred commissions and amortization	(52,261)	(53,529)	(53,172)	(52,8	45)	(!	50,998)
_	(12,741)	_	(12,433)	Non-deferred acquisition expense		(5,731)	(7,010)	(6,815)	(6,4	60)		(6,294)
	127,705		121,673	Underwriting margin		64,240	63,465	61,024	60,94	41	(60,159
_	4,535	_	4,781	Annuity underwriting margin		2,265	2,270	2,326	2,3	51_		2,365
	472,742		471,343	Total underwriting margin	2	28,204	244,538	240,466	244,7	51	2	37,574
	729		639	Other income		404	325	241	4:	38		398
	(125,186)		(118,607)	Administrative expense	(61,566)	(63,620)	(61,144)	(60,5	70)	(59,416)
	348,285		353,375	Underwriting income	1	67,042	181,243	179,563	184,6	19	1	78,556
				Excess investment income								
	460,559		454,098	Net investment income	2	31,568	228,991	227,456	228,9	05	2:	27,425
	(293,064)		(281,155)	Required interest on net policy liabilities	(1	47,618)	(145,446)	(144,355)	(143,0	38)	(14	41,315)
	(43,621)	_	(42,710)	Interest on debt	(22,813)	(20,808)	(20,502)	(21,0	94)	(;	21,432)
	123,874		130,233	Total excess investment income		61,137	62,737	62,599	64,7	73	(64,678
	(4,847)	_	(5,515)	Parent company expenses		(2,516)	(2,331)	(2,273)	(2,4	72)		(2,872)
	467,312		478,093	Pre-tax operating income	2	25,663	241,649	239,889	246,9	20	24	40,362
	(89,830)	_	(93,704)	Income tax		43,070)	(46,760)	(47,146)	(48,30	05)		47,114)
	377,482		384,389	Net operating income before stock compensation expense	1	82,593	194,889	192,743	198,6	15	19	93,248
	(11,906)		(12,763)	Stock compensation expense, net of tax		(5,761)	(6,145)	(4,650)	(6,2			(6,366)
\$	365,576	\$	371,626	Net operating income		76,832	\$ 188,744	\$ 188,093	\$ 192,3			86,882
\$	3.38	\$	3.32	Per share	\$	1.65	\$ 1.73	\$ 1.70	\$ 1.		\$	1.67
	108,058		111,949	Average diluted shares outstanding	1	07,134	109,132	110,665	110,9	14	1	11,586
		_		Reconciling items, net of tax:			•					
\$	(24,401)	\$	5,122	Realized gain (loss)—investments	\$	(3,784)	\$ (20,617)	\$ 1,734	\$ 9,43	35	\$	4,072
	_		(92)	Part D adjustments—discontinued operations		_	_	_		_		(43)
	_		(400)	Administrative settlements		_	_	-		_		_
				Non-operating fees		_		(508)				
_	(2,587)	_	(4,345)	Legal proceedings	_		(2,587)	(2,258)	•	_		(4,345)
\$	338,588	\$	371,911	Net income		73,048		\$ 187,061				86,566
\$	3.13	\$	3.32	Per share	\$	1.62	\$ 1.52	\$ 1.69	\$ 1.8	82	\$	1.67

GLOBE LIFE INC.

Insurance Operations—Quarter

(Unaudited)

(Dollar amounts in thousands)

Three Months Ended June 30,

			- 1	ife	i hree M	onths E	=nde	d June 30,	۔ ا	alth		
		2020	L	iie	2019	%		2020	 %	aitfi	2019	%
American Income Life Division			,,,			,,,			_,,			70
Premium	\$	308,675		\$	288,334		\$	25,554		\$	24,450	
Net policy obligations	•	104,123	34		86,686	30	•	5,149	20		6,023	2
Non-deferred commission & amortization		101,168	33		94,932	33		5,008	20		4,777	20
Non-deferred acquisition expenses		9,930	3		9,710	3		622	2		610	2
Underwriting margin	_	93,454	30	_	97,006	34		14,775	58		13,040	53
Direct to Consumer Division					,,,,,,			, -			- 7	
Premium		235,201			217,278			19,060			19,249	
Net policy obligations		141,751	60		118,348	54		15,267	80		15,223	79
Non-deferred commission & amortization		60,541	26		55,222	25		991	5		1,024	5
Non-deferred acquisition expenses		4,761	2		4,666	2		_	_		11	_
Underwriting margin		28,148	12		39,042	18		2,802	15		2,991	16
Liberty National Division		-,			, .			,			,	
Premium		73,326			71,478			47,391			47,292	
Net policy obligations		25,011	34		24,502	34		23,920	50		23,600	50
Non-deferred commission & amortization		25,333	35		24,733	35		9,917	21		10,704	23
Non-deferred acquisition expenses		4,109	6		4,107	6		1,030	2		1,151	2
Underwriting margin		18,873	26		18,136	25		12,524	26		11,837	25
Family Heritage Division		- 7,-			.,			,-			,	
Premium		1,042			927			77,987			73,037	
Net policy obligations		529	51		522	56		40,807	52		37,085	51
Non-deferred commission & amortization		213	20		193	21		16,522	21		16,259	22
Non-deferred acquisition expenses		24	2		23	2		1,801	2		1,792	2
Underwriting margin		276	26		189	20		18,857	24		17,901	25
Other								•			,	
Premium		52,578			53,184			112,885			102,254	
Net policy obligations		15,223	29		15,390	29		75,502	67		66,900	65
Non-deferred commission & amortization		16,221	31		16,869	32		19,823	18		18,234	18
Non-deferred acquisition expenses		186	_		248	_		2,278	2		2,730	3
Underwriting margin		20,948	40		20,677	39		15,282	14		14,390	14
Total												
Premium		670,822			631,201			282,877			266,282	
Net policy obligations		286,637	43		245,448	39		160,645	57		148,831	56
Non-deferred commission & amortization		203,476	30		191,949	30		52,261	18		50,998	19
Non-deferred acquisition expenses		19,010	3		18,754	3		5,731	2		6,294	2
Underwriting margin	\$	161,699	24	\$	175,050	28	\$	64,240	23	\$	60,159	23
		Three Mont	he End	— II be	une 30							
		2020	LIIU	Ju J	2019							
Total Underwriting Margins:				_								
Life	\$	161,699		\$	175,050							
Health	Ψ	64,240		Ψ	60,159							
Annuity		2,265			2,365							
Other income		404			398							
Administrative & other expenses		(61,566)			(59,416)							
Underwriting income	\$			\$								
Onderwriting income	\$	167,042		φ	178,556							

Note: The following divisions are exclusive agencies of Globe Life Inc.: American Income Life Division, Family Heritage Division, and Liberty National Division.

GLOBE LIFE INC.

Insurance Operations—Year-to-Date

(Unaudited)

(Dollar amounts in thousands)

Six Months Ended June 30,

American Income Life Division 2020 % 2019 % 2020 % 2019 Premium \$ 611,527 \$ 570,101 \$ 51,281 2 14,645 2 11,895 20 11,405 22 11,892 No. \$ 570,101 \$ 51,281 2 11,892 No. \$ 11,205 22 11,893 9,852 No. \$ 11,205 20 9,852 No. 12,121 No. 14,121 No. 28,032 No. 12,121 No. 14,121 No. 28,032 No. 28,032 No. 28,032 No. 39,509 No. 29,670 2 9,675 2 2,075 5 12,085 No. 12,121 No. 12,085 No.				L	ife	SIX IVIC	muis Ell		June 30,	He	alth		
American Income Life Division S 611.527 \$ \$570,101 \$ \$1,828 2 11,828 2 11,828 2 11,828 2 11,828 2 11,828 2 11,828 2 11,828 2 11,828 2 11,828 2 11,828 2 11,828 2 11,828 2 11,828 2 11,828 2 11,828 2 11,828 2 11,828 2 11,828 3 10,262 2 11,228 2 11,228 3 10,262 2 11,228 2 3,075 3 13,288 3 2,275 2 2,575 3 3,885 3 3,128 2 2,570 2 3,885 3 3,128 2 2,207 5 2,208 2 3,070 2 3,885 4 3,288 3 3,128 2 3,208 2 2,207 5 2,208 2 3,208 2 3,208 3			2020			2019	%	_	2020			2019	%
Net policy obligations 195,721 32 172,892 30 11,405 22 11,892 Non-deferred commission & amortization 201,667 33 187,629 33 10,262 20 96,952 Non-deferred acquisition expenses 20,870 31 192,265 33 10,262 55 25,790 Direct to Consumer Division 7 193,269 32 190,315 33 38,856 39,500 25 25,790 Premium 455,244 57 236,824 54 31,039 80 31,219 Non-deferred acquisition expenses 29,760 2 96,70 2 9 2 20,85 Underwriting margin 66,623 15 76,40 18 5,733 15 6,185 Liberty Mational Division 146,194 142,195 95,031 5 6,185 Liberty National Division 146,194 142,195 95,031 5 47,653 Non-deferred acquisition expenses 8,701 6 82,	American Income Life Division								-			-	
Non-defered commission & amortization Non-deferred acquisition expenses 20.870 3 18,7629 3 10,262 20 9,636 Non-deferred acquisition expenses 20.870 3 19,265 3 1,312 3 1,215 Diffect to Consumer Division 19 3 19,365 3 30,809 5 25,799 Net policy obligations 455,244 7 236,824 54 31,303 86 31,219 Non-deferred acquisition expenses 9,760 2 9,670 2 9,700 15 2,085 Non-deferred acquisition expenses 9,760 2 9,670 15 7,533 15 8,185 Liberty National Division 49,063 34 49,804 35 48,012 51 4,568 Non-deferred acquisition expenses 9,701 6 8,204 35 48,012 51 49,683 Non-deferred acquisition expenses 9,701 6 8,204 35 48,012 22 12,183 Non-d	Premium	\$	611,527		\$	570,101		\$	51,281		\$	48,549	
Non-deferred acquisition expenses 20,870 3 19,265 3 1,312 3 1,212 25 25,790 Direct to Commer Division Premium 455,244 57 236,824 54 31,039 80 39,509 Net policy obligations 261,274 57 236,824 54 31,039 80 31,219 Non-deferred acquisition expenses 9,760 2 9,670 2 9,701 2 9,701 5 2,085 Non-deferred acquisition expenses 9,760 2 9,670 1 95,031 15 6,185 Liberty National Division 146,194 142,195 95,031 5 95,448 Net policy obligations 149,683 34 49,804 35 48,012 51 47,683 Non-deferred acquisition expenses 8,701 6 8,204 6 2,361 2 2,357 Underwriting margin 2,063 1,858 57 78,337 51 72,986 <	Net policy obligations		195,721	32		172,892	30		11,405	22		11,892	24
Underwriting margin 193,269 32 190,315 33 28,302 55 25,790 Direct to Consumer Division 455,244 57 236,824 54 31,039 80 31,219 Premium 455,244 57 236,824 54 31,039 80 31,219 Non-deferred acquisition expenses 29,760 2 9,760 2 9,760 2 20,75 5 2,085 Non-deferred acquisition expenses 9,760 2 9,760 2 9,760 2 9,760 2 9,760 2 9,760 2 9,760 2 9,763 1 6,185 Liberty National Division 49,663 3 48,900 35 48,015 55,931 95,441 75,655 Non-deferred acquisition axpenses 8,701 6 8,204 6 2,961 2,965 2,942 2 2,357 47,655 3,500 48,700 48,450 1 4,555 4,814 4,900 4,814			201,667	33		187,629	33		10,262	20		9,652	20
Premium 455,244 434,837 38,856 35,201 Premium 455,244 57 236,824 54 31,039 80 31,219 Nen-deferred commission & amortization 117,587 26 111,933 26 2,075 5 2,085 Non-deferred acquisition expenses 9,760 2 9,670 2 9,970 2 9,973 15 2,085 Underwriting margin 66,623 15 76,410 18 57,933 15 6,818 Net policy obligations 49,063 34 49,804 35 48,012 51 21,634 Non-deferred acquisition expenses 8,701 6 8,204 6 2,381 2 2,357 Non-deferred acquisition expenses 8,701 6 8,204 6 2,381 2 2,380 Non-deferred acquisition expenses 3,701 51 1,058 57 78,337 51 72,986 Premium 2,063 2 379 <t< td=""><td>Non-deferred acquisition expenses</td><td></td><td>20,870</td><td>3</td><td></td><td>19,265</td><td>3</td><td></td><td>1,312</td><td>3</td><td></td><td>1,215</td><td>3</td></t<>	Non-deferred acquisition expenses		20,870	3		19,265	3		1,312	3		1,215	3
Premium 455,244 57 236,824 54 31,039 80 31,219 Net policy obligations 281,274 57 236,824 54 31,039 80 31,219 Non-deferred commission & amortization 117,587 22 9,670 2 9,760 2 9,760 2 9,760 2 9,760 1 2,703 15 6,185 Non-deferred acquisition expenses 9,760 2 9,670 2 9,5031 5 6,185 Horry National Division 146,194 142,195 95,031 95,448 95,031 95,448 95,001 95,448 96,031 95,448 96,001 95,448 96,031 95,448 96,031 95,448 96,031 95,448 96,031 95,448 96,031 95,448 96,031 95,448 96,031 96,031 95,448 96,031 96,031 96,031 96,031 96,031 96,031 96,031 96,031 96,031 96,031 96,031 96,031 96,031 </td <td>Underwriting margin</td> <td></td> <td>193,269</td> <td>32</td> <td></td> <td>190,315</td> <td>33</td> <td></td> <td>28,302</td> <td>55</td> <td></td> <td>25,790</td> <td>53</td>	Underwriting margin		193,269	32		190,315	33		28,302	55		25,790	53
Net policy obligations 261,274 57 236,824 54 31,039 80 31,219 Non-deferred accommission & amortization 117,587 26 111,333 26 2,075 5 2,085 Non-deferred acquisition expenses 19,760 2 9,670 16 5,733 15 6,185 Liberty National Division 146,194 142,195 95,031 95,448 Net policy obligations 49,063 34 49,804 35 5,031 95,448 Non-deferred commission & amortization 50,618 35 48,070 34 20,235 21 21,637 Underwriting margin 37,812 26 36,117 25 24,423 26 23,807 Premity Heritage Division 20,63 1,858 154,970 144,301 144,301 Net policy obligations 1,061 51 1,058 57 78,337 51 72,986 Non-deferred acquisition expenses 53 3 48 3 4,013 3	Direct to Consumer Division												
Non-deferred commission & amortization Non-deferred acquisition expenses 9,760 (a) 20 (a) 111,933 (b) 26 (a) 2,075 (a) 20 (a) 2	Premium		455,244			434,837			38,856			39,509	
Non-deferred acquisition expenses 9,760 2 9,670 2 9,670 2 9,670 2 6,185 Liberty National Division Femium 146,194 142,195 95,031 595,448 Net policy obligations 49,063 34 49,804 35 48,012 51 47,653 Non-deferred commission & amortization 50,618 35 48,070 34 20,235 21 21,634 Non-deferred acquisition expenses 8,701 6 8,204 6 2,361 2 23,804 Fundiny Heritage Division 7 1,558 154,970 144,301	Net policy obligations		261,274	57		236,824	54		31,039	80		31,219	79
Underwriting margin 66,623 15 76,410 18 5,733 15 6,185 Liberty National Division Fremium 146,194 142,195 95,031 95,448 Net policy obligations 49,063 34 49,804 35 48,012 51 47,653 Non-deferred commission & amortization 50,618 35 48,070 34 20,235 21 21,634 Non-deferred acquisition expenses 8,701 6 8,204 6 2,361 2 2,357 Underwriting margin 37,812 26 36,117 25 24,423 26 23,804 Femily Heritage Division 10 51 1,058 57 78,337 51 72,986 Premium 2,063 1,8158 154,970 144,301 144,301 144,301 144,301 144,301 144,301 144,301 144,301 144,301 144,301 144,301 144,301 144,301 144,301 144,301 144,301 144,301 144,	Non-deferred commission & amortization		117,587	26		111,933	26		2,075	5		2,085	5
Liberty National Division Premium 146,194 142,195 95,031 95,448 Net policy obligations 49,063 34 49,804 35 48,012 51 47,653 Non-deferred commission & amortization 50,618 35 48,070 34 20,235 21 21,634 Non-deferred acquisition expenses 8,701 6 8,204 6 2,361 2 2,357 Underwriting margin 2,063 1,858 154,970 144,301 Premium 2,063 1,858 57 78,337 51 72,986 Non-deferred commission & amortization 436 21 373 20 34,178 22 31,999 Non-deferred acquisition expenses 53 3 48 3 4,013 3 3,699 Underwriting margin 155,424 106,499 222,944 205,199 205,199 Net policy obligations 29,963 30,900 29 140,505 66 133,602	Non-deferred acquisition expenses		9,760	2		9,670	2		9	_		20	_
Premium 146,194 142,195 95,031 95,448 Net policy obligations 49,063 34 49,804 35 48,012 51 47,653 Non-deferred acquisition expenses 8,701 6 8,204 6 2,361 2 2,357 Underwriting margin 37,812 26 36,117 25 24,423 26 23,804 Family Heritage Division Premium 2,063 1,061 51 1,058 57 78,337 51 72,986 Non-deferred commission & amortization 4,466 21 373 20 34,178 22 31,999 Non-deferred acquisition expenses 53 3 48 3 4,013 3 3,699 Underwriting margin 105,424 106,499 222,944 205,159 Net policy obligations 29,983 28 30,900 29 148,053 66 133,602 Non-deferred acquisition expenses 418 - 156,499 563,082 <td>Underwriting margin</td> <td></td> <td>66,623</td> <td>15</td> <td></td> <td>76,410</td> <td>18</td> <td></td> <td>5,733</td> <td>15</td> <td></td> <td>6,185</td> <td>16</td>	Underwriting margin		66,623	15		76,410	18		5,733	15		6,185	16
Net policy obligations 49,063 34 49,804 35 48,012 51 47,653 Non-deferred commission & amortization 50,618 35 48,070 34 20,235 21 21,634 Non-deferred acquisition expenses 8,701 6 8,204 6 2,361 2 2,357 Underwriting margin 37,812 26 36,117 25 24,423 26 23,004 Family Heritage Division Premium 2,063 1,858 154,970 144,301 144,401 144,401 1	Liberty National Division												
Non-deferred commission & amortization 50,618 35 48,070 34 20,235 21 21,634 Non-deferred acquisition expenses 8,701 6 8,204 6 2,361 2 2,387 Underwriting margin 37,812 26 36,117 25 24,423 26 23,804 Family Heritage Division Premium 2,063 1,858 154,970 144,301 Net policy obligations 1,061 51 1,058 57 78,337 51 72,986 Non-deferred commission & amortization 436 21 373 20 34,178 22 31,999 Non-deferred acquisition expenses 53 3 48 3 4,013 3 3,699 Underwriting margin 105,424 106,499 222,944 205,159 Net policy obligations 29,983 28 30,900 29 148,053 66 133,602 Non-deferred commission & amortization 42,285 40 41,668 <td< td=""><td>Premium</td><td></td><td>146,194</td><td></td><td></td><td>142,195</td><td></td><td></td><td>95,031</td><td></td><td></td><td>95,448</td><td></td></td<>	Premium		146,194			142,195			95,031			95,448	
Non-deferred acquisition expenses 8,701 6 8,204 6 2,361 2 2,367 Hunderwriting margin 37,812 26 36,117 25 24,423 26 23,804 Family Heritage Division Fermium 2,063 1,858 154,970 144,301 Net policy obligations 1,061 51 1,058 57 78,337 51 72,986 Non-deferred commission & amortization 436 21 373 20 34,178 22 31,999 Non-deferred acquisition expenses 53 3 48 3 4,013 3 3,699 Underwriting margin 513 25 379 20 38,442 25 35,617 Other Dicty obligations 29,983 28 30,900 29 148,053 66 213,609 Non-deferred commission & amortization 32,738 31 33,413 31 39,040 18 36,138 Non-deferred acquisition expenses 418 -	Net policy obligations		49,063	34		49,804	35		48,012	51		47,653	50
Non-deferred acquisition expenses 8,701 6 8,204 6 2,361 2 2,357 Underwriting margin 37,812 26 36,117 25 24,423 26 23,804 Family Heritage Division Fermium 2,063 1,858 154,970 144,301 Net policy obligations 1,061 51 1,058 57 78,337 51 72,986 Non-deferred commission & amortization 436 21 373 20 34,178 22 31,999 Non-deferred acquisition expenses 53 3 48 3 4,013 3 3,699 Underwriting margin 155,424 5 379 20 38,442 25 35,617 Other policy obligations 29,983 28 30,900 29 148,053 66 133,602 Non-deferred acquisition expenses 418 - 518 - 5,046 2 5,142 Underwriting margin 1,320,452 1,255,490	Non-deferred commission & amortization		50,618	35		48,070	34		20,235	21		21,634	23
Family Heritage Division Premium 2,063 1,858 154,970 144,301 Net policy obligations 1,061 51 1,058 57 78,337 51 72,986 Non-deferred commission & amortization 436 21 373 20 34,178 22 31,999 Non-deferred acquisition expenses 53 3 48 3 4,013 3 3,699 Underwriting margin 513 25 379 20 38,442 25 35,617 Other Premium 105,424 106,499 222,944 205,159 Net policy obligations 29,983 28 30,900 29 148,053 66 133,602 Non-deferred commission & amortization 32,738 31 33,413 31 39,040 18 36,138 Non-deferred acquisition expenses 418 — 518 — 5,046 2 51,426 Net policy obligations 537,102 4	Non-deferred acquisition expenses		8,701	6		8,204	6			2		2,357	2
Family Heritage Division Premium 2,063 1,858 154,970 144,301 Net policy obligations 1,061 51 1,058 57 78,337 51 72,986 Non-deferred commission & amortization 436 21 373 20 34,178 22 31,999 Non-deferred acquisition expenses 53 3 48 3 4,013 3 3,699 Underwriting margin 513 25 379 20 38,442 25 35,617 Other Premium 105,424 106,499 222,944 205,159 Net policy obligations 29,983 28 30,900 29 148,053 66 133,602 Non-deferred commission & amortization 32,738 31 33,413 31 39,040 18 36,138 Non-deferred acquisition expenses 418 — 518 — 5,046 2 51,426 Net policy obligations 537,102 4				26		36,117	25			26		23,804	25
Premium 2,063 1,858 154,970 144,301 Net policy obligations 1,061 51 1,058 57 78,337 51 72,986 Non-deferred commission & amortization 436 21 373 20 34,178 22 31,999 Non-deferred acquisition expenses 53 3 48 3 4,013 3 3,699 Underwriting margin 105,424 106,499 222,944 205,159 Net policy obligations 29,983 28 30,900 29 148,053 66 133,602 Non-deferred commission & amortization 32,738 31 33,413 31 39,040 18 36,138 Non-deferred acquisition expenses 418 — 518 — 5,046 2 5,142 Underwriting margin 1,320,452 40 41,688 39 30,805 14 30,277 Non-deferred commission & amortization 403,046 31 381,418 30 105,790 19 101,50													
Non-deferred commission & amortization 436 21 373 20 34,178 22 31,999 Non-deferred acquisition expenses 53 3 48 3 4,013 3 3,699 Underwriting margin 513 25 379 20 38,442 25 35,617 Other Premium 105,424 106,499 222,944 205,159 Net policy obligations 29,983 28 30,900 29 148,053 66 133,602 Non-deferred commission & amortization 32,738 31 33,413 31 39,040 18 36,138 Non-deferred acquisition expenses 418 — 518 — 5,046 2 5,142 Premium 1,320,452 1,255,490 563,082 532,966 8 532,966 Net policy obligations 537,102 41 491,478 39 316,846 56 297,352 Non-deferred acquisition expenses 39,802 3 37,705 3 12,741<			2,063			1,858			154,970			144,301	
Non-deferred commission & amortization 436 21 373 20 34,178 22 31,999 Non-deferred acquisition expenses 53 3 48 3 4,013 3 3,699 Underwriting margin 513 25 379 20 38,442 25 35,617 Other Premium 105,424 106,499 222,944 205,159 Net policy obligations 29,983 28 30,900 29 148,053 66 133,602 Non-deferred commission & amortization 32,738 31 33,413 31 39,040 18 36,138 Non-deferred acquisition expenses 418 — 518 — 5,046 2 5,142 Total Premium 1,320,452 1,255,490 563,082 532,966 Net policy obligations 537,102 41 491,478 39 316,846 56 297,352 Non-deferred acquisition expenses 39,802 3	Net policy obligations		1,061	51		1,058	57		78,337	51		72,986	51
Underwriting margin 513 25 379 20 38,442 25 35,617 Other Premium 105,424 106,499 222,944 205,159 Net policy obligations 29,983 28 30,900 29 148,053 66 133,602 Non-deferred commission & amortization 32,738 31 33,413 31 39,040 18 36,138 Non-deferred acquisition expenses 418 — 518 — 5,046 2 5,142 Underwriting margin 42,285 40 41,668 39 30,805 14 30,277 Total — 532,966 297,352 20,304 20,308 20,308 20,308 20,308 20,308 20,308 20,308 20,308 30,308 14 30,277 30,406 30,308 30,406 30,308 30,406 30,308 30,406 30,308 30,406 30,406 30,406 30,406 30,406 30,406 30,406 30,406	Non-deferred commission & amortization		436	21		373	20		34,178	22		31,999	22
Other Premium 105,424 106,499 222,944 205,159 Net policy obligations 29,983 28 30,900 29 148,053 66 133,602 Non-deferred commission & amortization 32,738 31 33,413 31 39,040 18 36,138 Non-deferred acquisition expenses 418 — 518 — 5,046 2 5,142 Underwriting margin 42,285 40 41,668 39 30,805 14 30,277 Total Premium 1,320,452 1,255,490 563,082 532,966 Net policy obligations 537,102 41 491,478 39 316,846 56 297,352 Non-deferred commission & amortization 403,046 31 381,418 30 105,790 19 101,508 Non-deferred acquisition expenses 39,802 3 37,705 3 12,741 2 12,433 Underwriting margin \$340,502 \$344,889	Non-deferred acquisition expenses		53	3		48	3		4,013	3		3,699	3
Premium 105,424 106,499 222,944 205,159 Net policy obligations 29,983 28 30,900 29 148,053 66 133,602 Non-deferred commission & amortization 32,738 31 33,413 31 39,040 18 36,138 Non-deferred acquisition expenses 418 — 518 — 5,046 2 5,142 Underwriting margin 42,285 40 41,668 39 30,805 14 30,277 Total Premium 1,320,452 1,255,490 563,082 532,966 Net policy obligations 537,102 41 491,478 39 316,846 56 297,352 Non-deferred acquisition expenses 39,802 3 37,705 3 12,741 2 12,433 Underwriting margin \$340,502 26 \$344,889 27 \$127,705 23 \$121,673 Total Underwriting Margins: Life \$340,502 \$344	Underwriting margin		513	25		379	20		38,442	25		35,617	25
Net policy obligations 29,983 28 30,900 29 148,053 66 133,602 Non-deferred commission & amortization 32,738 31 33,413 31 39,040 18 36,138 Non-deferred acquisition expenses 418 — 518 — 5,046 2 5,142 Underwriting margin 42,285 40 41,668 39 30,805 14 30,277 Total Premium 1,320,452 1,255,490 563,082 532,966 Net policy obligations 537,102 41 491,478 39 316,846 56 297,352 Non-deferred commission & amortization 403,046 31 381,418 30 105,790 19 101,508 Non-deferred acquisition expenses 39,802 3 37,705 3 12,741 2 12,433 Underwriting margin \$340,502 26 344,889 27 \$127,705 23 \$121,673 Life \$340,502	Other												
Non-deferred commission & amortization 32,738 31 33,413 31 39,040 18 36,138 Non-deferred acquisition expenses 418 — 518 — 5,046 2 5,142 Underwriting margin 42,285 40 41,668 39 30,805 14 30,277 Total Premium 1,320,452 1,255,490 563,082 532,966 Net policy obligations 537,102 41 491,478 39 316,846 56 297,352 Non-deferred commission & amortization 403,046 31 381,418 30 105,790 19 101,508 Non-deferred acquisition expenses 39,802 3 37,705 3 12,741 2 12,433 Underwriting margin \$340,502 26 \$344,889 27 \$127,705 23 \$121,673 Total Underwriting Margins: Life \$340,502 \$344,889 4 4 4 4 4 4	Premium		105,424			106,499			222,944			205,159	
Non-deferred acquisition expenses 418 — 518 — 5,046 2 5,142 Underwriting margin 42,285 40 41,668 39 30,805 14 30,277 Total Premium 1,320,452 1,255,490 563,082 532,966 Net policy obligations 537,102 41 491,478 39 316,846 56 297,352 Non-deferred commission & amortization 403,046 31 381,418 30 105,790 19 101,508 Non-deferred acquisition expenses 39,802 3 37,705 3 12,741 2 12,433 Underwriting margin \$340,502 26 \$344,889 27 \$127,705 23 \$121,673 Total Underwriting Margins: Life \$340,502 \$344,889 *** *** *** *** *** *** *** *** *** *** *** *** *** *** *** *** ***	Net policy obligations		29,983	28		30,900	29		148,053	66		133,602	65
Underwriting margin 42,285 40 41,668 39 30,805 14 30,277 Total Premium 1,320,452 1,255,490 563,082 532,966 Net policy obligations 537,102 41 491,478 39 316,846 56 297,352 Non-deferred commission & amortization 403,046 31 381,418 30 105,790 19 101,508 Non-deferred acquisition expenses 39,802 3 37,705 3 12,741 2 12,433 Underwriting margin \$340,502 26 \$344,889 27 \$127,705 23 \$121,673 Total Underwriting Margins: Life \$340,502 \$344,889 8	Non-deferred commission & amortization		32,738	31		33,413	31		39,040	18		36,138	18
Total Premium 1,320,452 1,255,490 563,082 532,966 Net policy obligations 537,102 41 491,478 39 316,846 56 297,352 Non-deferred commission & amortization 403,046 31 381,418 30 105,790 19 101,508 Non-deferred acquisition expenses 39,802 3 37,705 3 12,741 2 12,433 Underwriting margin \$340,502 26 \$344,889 27 \$127,705 23 \$121,673 Total Underwriting Margins: Life \$340,502 \$344,889 \$4,889	Non-deferred acquisition expenses		418	_		518	_		5,046	2		5,142	3
Premium 1,320,452 1,255,490 563,082 532,966 Net policy obligations 537,102 41 491,478 39 316,846 56 297,352 Non-deferred commission & amortization 403,046 31 381,418 30 105,790 19 101,508 Non-deferred acquisition expenses 39,802 3 37,705 3 12,741 2 12,433 Underwriting margin \$340,502 26 \$344,889 27 \$127,705 23 \$121,673 Total Underwriting Margins: Life \$340,502 \$344,889 \$344,889 Health 127,705 121,673 Annuity 4,535 4,781 Other income 729 639	Underwriting margin		42,285	40		41,668	39		30,805	14		30,277	15
Net policy obligations 537,102 41 491,478 39 316,846 56 297,352 Non-deferred commission & amortization 403,046 31 381,418 30 105,790 19 101,508 Non-deferred acquisition expenses 39,802 3 37,705 3 12,741 2 12,433 Underwriting margin \$ 340,502 26 \$ 344,889 27 \$ 127,705 23 \$ 121,673 Total Underwriting Margins: Life \$ 340,502 \$ 344,889 4,88	Total												
Non-deferred commission & amortization 403,046 31 381,418 30 105,790 19 101,508 Non-deferred acquisition expenses 39,802 3 37,705 3 12,741 2 12,433 Underwriting margin \$ 340,502 26 \$ 344,889 27 \$ 127,705 23 \$ 121,673 Total Underwriting Margins: Life \$ 340,502 \$ 344,889 * * * * * * * * * * * * * * * * * * *	Premium		1,320,452			1,255,490			563,082			532,966	
Non-deferred commission & amortization 403,046 31 381,418 30 105,790 19 101,508 Non-deferred acquisition expenses 39,802 3 37,705 3 12,741 2 12,433 Underwriting margin \$ 340,502 26 \$ 344,889 27 \$ 127,705 23 \$ 121,673 Total Underwriting Margins: Life \$ 340,502 \$ 344,889 * * * * * * * * * * * * * * * * * * *	Net policy obligations		537,102	41		491,478	39		316,846	56		297,352	56
Underwriting margin \$ 340,502 26 \$ 344,889 27 \$ 127,705 23 \$ 121,673 Six Months Ended June 30, 2020 2019 Total Underwriting Margins: Life \$ 340,502 \$ 344,889 Health 127,705 121,673 Annuity 4,535 4,781 Other income 729 639	Non-deferred commission & amortization		403,046	31		381,418	30		105,790	19			19
Six Months Ended June 30, 2020 2019 Total Underwriting Margins: Life \$ 340,502 \$ 344,889 Health 127,705 121,673 Annuity 4,535 4,781 Other income 729 639	Non-deferred acquisition expenses		39,802	3		37,705	3		12,741	2		12,433	2
Z020 2019 Total Underwriting Margins: Life \$ 340,502 \$ 344,889 Health 127,705 121,673 Annuity 4,535 4,781 Other income 729 639	Underwriting margin	\$	340,502	26	\$	344,889	27	\$	127,705	23	\$	121,673	23
Z020 2019 Total Underwriting Margins: Life \$ 340,502 \$ 344,889 Health 127,705 121,673 Annuity 4,535 4,781 Other income 729 639			Six Month	s Endo	· —	20.30							
Total Underwriting Margins: Life \$ 340,502 \$ 344,889 Health 127,705 121,673 Annuity 4,535 4,781 Other income 729 639				Liluet	. Jul								
Life \$ 340,502 \$ 344,889 Health 127,705 121,673 Annuity 4,535 4,781 Other income 729 639	Total Underwriting Margins:												
Health 127,705 121,673 Annuity 4,535 4,781 Other income 729 639		\$	340.502		\$	344.889							
Annuity 4,535 4,781 Other income 729 639		-			7								
Other income 729 639													
	•												
Underwriting income \$ 348,285 \$ 353,375	•	\$			2								

Note: The following divisions are exclusive agencies of Globe Life Inc.: American Income Life Division, Family Heritage Division, and Liberty National Division.

GLOBE LIFE INC. Net Sales and First-Year Collected Premium

(Unaudited) (Dollar amounts in thousands)

Net Sales ⁽¹⁾		ee Months	End	ed June 30,	Increase (Decrease)	Six Months E	nde	Increase (Decrease)	
		2020		2019	%	2020		2019	%
<u>Life</u>									
American Income Life Division	\$	51,414	\$	61,048	(16)	114,283	\$	118,599	(4)
Direct to Consumer Division		49,396		34,456	43	81,943		66,903	22
Liberty National Division		10,709		13,428	(20)	23,197		25,687	(10)
Other		2,610		3,207	(19)	5,319		6,290	(15)
Total Life		114,129		112,139	2	224,742		217,479	3
<u>Health</u>									
United American Division		12,001		16,587	(28)	26,465		31,481	(16)
Family Heritage Division		13,564		16,898	(20)	29,845		29,928	_
Liberty National Division		4,089		5,864	(30)	10,032		11,429	(12)
American Income Life Division		3,688		4,299	(14)	8,440		8,198	3
Direct to Consumer Division		522		582	(10)	1,112		1,727	(36)
Total Health		33,864		44,230	(23)	75,894		82,763	(8)
Total Net Sales	\$	147,993	\$	156,369	(5)	\$ 300,636	\$	300,242	_

First-Year Collected Premium ⁽²⁾		Mantha		ad luna 20	Increase	Circ Mantha F	d I 20	Increase	
Premium	Inro		Ena	ed June 30,	(Decrease)	Six Months E	nae		(Decrease)
		2020		2019	<u></u> %	2020		2019	<u></u> %
<u>Life</u>									
American Income Life Division	\$	51,306	\$	48,744	5	101,975	\$	96,220	6
Direct to Consumer Division		26,681		21,191	26	47,775		42,447	13
Liberty National Division		10,642		10,081	6	21,308		19,475	9
Other		2,673		2,966	(10)	5,325		5,924	(10)
Total Life		91,302		82,982	10	176,383		164,066	8
<u>Health</u>									
United American Division		20,848		17,414	20	39,853		33,498	19
Family Heritage Division		13,138		12,529	5	26,584		24,465	9
Liberty National Division		5,121		5,060	1	10,407		9,661	8
American Income Life Division		4,444		4,026	10	8,951		7,784	15
Direct to Consumer Division		741		956	(22)	1,508		1,979	(24)
Total Health		44,292		39,985	11	87,303		77,387	13
Total First-Year Collected Premium	\$	135,594	\$	122,967	10	\$ 263,686	\$	241,453	9

Net sales and first-year collected premium are statistical measures utilized as indicators of future premium growth. Below are definitions:

Note: The following divisions are exclusive agencies of Globe Life Inc.: American Income Life Division, Family Heritage Division, and Liberty National Division.

⁽¹⁾ Net sales is annualized premium issued (gross premium that would be received during the policies' first year in force and assuming that none of the policies lapsed or terminated), net of cancellations in the first thirty days after issue, except in the case of our Direct to Consumer Division, where net sales is annualized premium issued at the time the first full premium is paid after any introductory offer period has expired. Management considers net sales to be a better indicator of the rate of premium growth as compared with annualized premium issued.

⁽²⁾ First-year collected premium is defined as the premium collected during the reporting period for all policies in their first policy year. First-year collected premium takes lapses into account in the first year when lapses are more likely to occur, and thus is a useful indicator of how much new premium is expected to be added to premium income in the future.

GLOBE LIFE INC. Condensed Consolidated Balance Sheet

(Unaudited)

(Dollar amounts in thousands, except per share data)

	Ju	ıne 3	30,
	2020		2019
Assets:			
Investments:			
Fixed maturities—available for sale, at fair value (amortized cost: 2020—\$16,697,900; 2019—\$15,984,272, allowance for credit losses: 2020—\$32,719; 2019—\$0)	\$ 19,661,18	2 \$	\$ 17,934,274
Policy loans	579,54	1	560,469
Other long-term investments (includes: 2020—\$264,246; 2019—\$165,426 under the fair value option)	432,32	5	289,147
Short-term investments	531,65		74,116
Total investments	21,204,69	<u> </u>	18,858,006
Cash	114,03	1	89,319
Accrued investment income	251,59		247,383
Other receivables	445,53		425,372
Deferred acquisition costs	4,446,35		4,232,717
Goodwill	441,59		441,591
Other assets	630,36		561,057
Total assets	\$ 27,534,18		24,855,445
Liabilities:	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	==	, , , , , , , , , , , , , , , , , , , ,
Future policy benefits	\$ 14,826,17	5 §	\$ 14,218,030
Unearned and advance premium	68,39		66,892
Policy claims and other benefits payable	380,17		351,347
Other policyholders' funds	96,70		95,753
Total policy liabilities	15,371,45		14,732,022
Current and deferred income taxes	1,631,81		1,351,495
Short-term debt	831,07		257,453
Long-term debt (estimated fair value: 2020—\$1,417,343; 2019—\$1,446,082)	1,272,10		1,353,395
Other liabilities	579,35		460,682
Total liabilities	19,685,81		18,155,047
Commitments and Contingencies	-,,-		-,,-
Shareholders' equity:			
Preferred stock, par value \$1 per share—5,000,000 shares authorized; outstanding: 0 in 2020 and 2019	_	_	_
Common stock, par value \$1 per share—320,000,000 shares authorized; outstanding: (2020—117,218,183 issued; 2019— 121,218,183 issued)	117,21	3	121,218
Additional paid-in-capital	528,06)	526,518
Accumulated other comprehensive income (loss)	2,231,89	3	1,439,250
Retained earnings	5,838,93)	5,514,517
Treasury stock, at cost: (2020—10,767,653 shares; 2019—11,995,233 shares)	(867,73		(901,105
Total shareholders' equity	7,848,36	<u> </u>	6,700,398
Total liabilities and shareholders' equity	\$ 27,534,18	5 3	\$ 24,855,445
Diluted Basis:		==	
Shares outstanding	107,13	7	111,264
Book value per common share	\$ 73.2		
Book value per common share excluding net unrealized gains on fixed maturities ⁽¹⁾	\$ 51.2		

⁽¹⁾ ASC 320 includes guidance for treatment of unrealized gains and losses on available-for-sale fixed maturities previously included in FAS 115. This is considered a non-GAAP measure.

GLOBE LIFE INC. Invested Assets

(Unaudited)

(Dollar amounts in thousands, except per share data)

Investment Portfolio at June 30, 2020

	Amortized Cost, net ⁽¹⁾	Fair Value	% of Total Amortized Cost, net	Life & Health Insurance Industry % ⁽²⁾
Fixed maturities available for sale	\$ 16,665,181	\$ 19,661,182	91	78
Policy loans	579,541	579,541	3	2
Equities	260	1,707	_	2
Mortgage loans	164,420	164,420	1	12
Investment real estate	203	203	_	1
Other long-term investments	275,349	265,995	2	4
Short-term investments	531,651	531,651	3	1
Total	\$ 18,216,605	\$ 21,204,699	100	100

⁽¹⁾ On January 1, 2020, the Company prospectively adopted ASU 2016-13 Financial Instruments—Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments. For available-for-sale fixed maturities, the standard removed the loss impairment methodology of a direct write-down of the amortized cost and replaced it with allowances for credit losses. The current quarter balance reflects amortized cost less allowance for credit losses.

Fixed Maturities Available-For-Sale by Amortized Cost, net and Fair Value at June 30, 2020

Amortized Cost, net	Net Unrealized Gain/(Loss)	Fair Value	Average Rating	% of Total Amortized Cost, net
\$15,893,337	\$ 3,056,577	\$18,949,914	A-	95
771,844	(60,576)	711,268	B+	5
\$16,665,181	\$ 2,996,001	\$19,661,182	BBB+	100
\$14,449,440	\$ 2,690,543	\$ 17,139,983	BBB+	87
1,617,951	206,076	1,824,027	AA	10
411,100	91,849	502,949	AAA	2
57,031	12,068	69,099	CCC-	_
129,659	(4,535)	125,124	BBB-	1
\$16,665,181	\$ 2,996,001	\$19,661,182	BBB+	100
	\$15,893,337 771,844 \$16,665,181 \$14,449,440 1,617,951 411,100 57,031 129,659	Amortized Cost, net Unrealized Gain/(Loss) \$15,893,337 \$ 3,056,577 771,844 (60,576) \$16,665,181 \$ 2,996,001 \$14,449,440 \$ 2,690,543 1,617,951 206,076 411,100 91,849 57,031 12,068 129,659 (4,535)	Amortized Cost, net Unrealized Gain/(Loss) Fair Value \$15,893,337 \$ 3,056,577 \$18,949,914 771,844 (60,576) 711,268 \$16,665,181 \$ 2,996,001 \$19,661,182 \$14,449,440 \$ 2,690,543 \$ 17,139,983 1,617,951 206,076 1,824,027 411,100 91,849 502,949 57,031 12,068 69,099 129,659 (4,535) 125,124	Amortized Cost, net Unrealized Gain/(Loss) Fair Value Average Rating \$15,893,337 \$ 3,056,577 \$18,949,914 A- 771,844 (60,576) 711,268 B+ \$16,665,181 \$ 2,996,001 \$19,661,182 BBB+ \$14,449,440 \$ 2,690,543 \$ 17,139,983 BBB+ 1,617,951 206,076 1,824,027 AA 411,100 91,849 502,949 AAA 57,031 12,068 69,099 CCC- 129,659 (4,535) 125,124 BBB-

⁽¹⁾ Fixed maturities at amortized cost as of June 30, 2020 were \$16.7 billion less \$33 million for allowance for credit losses.

⁽²⁾ Data available from SNL as of December 31, 2019.

GLOBE LIFE INC. Invested Assets

(Unaudited)

(Dollar amounts in thousands, except per share data)

June 30, 2020

By Sector:	 Amortized Cost, net	 Unrealized ain/(Loss)	F	air Value ⁽¹⁾	Average Rating	% of Total Amortized Cost, net
Financial—life/health/PC insurance	\$ 2,237,514	\$ 424,653	\$	2,662,167	BBB+	13
Financial—bank	984,093	213,114		1,197,207	BBB+	6
Financial—other	1,081,982	107,169		1,189,151	BBB+	7
Utilities	1,930,929	516,879		2,447,808	A-	11
Energy	1,630,332	155,736		1,786,068	BBB	10
Consumer, non-cyclical	2,140,193	452,302		2,592,495	BBB+	13
Consumer, cyclical	527,798	35,358		563,156	BBB-	3
Communications	774,585	168,206		942,791	BBB+	5
Basic materials	1,125,031	197,052		1,322,083	BBB	7
Transportation	581,022	151,623		732,645	BBB+	3
Technology	123,616	26,240		149,856	A-	1
Other industrials	1,312,345	242,211		1,554,556	BBB+	8
Governments (U.S., municipal, foreign)	2,029,051	297,925		2,326,976	AA	12
Collateralized debt obligations	57,031	12,068		69,099	CCC-	_
Other asset-backed securities	129,659	(4,535)		125,124	BBB-	1
Total	\$ 16,665,181	\$ 2,996,001	\$	19,661,182	BBB+	100

⁽¹⁾ Amounts reported on the balance sheet

June 30, 2020

			_			
Rating by Sector at Amortized Cost, net:	AAA	AA	A	BBB	BIG	Total
Financial—life/health/PC insurance	\$ —	\$ 195,814	\$ 764,640	1,219,313	\$ 57,747	\$ 2,237,514
Financial—bank	_	109,860	335,754	511,449	27,030	984,093
Financial—other	_	_	456,306	510,784	114,892	1,081,982
Utilities	_	25,917	1,112,009	746,840	46,163	1,930,929
Energy	_	26,882	132,791	1,322,357	148,302	1,630,332
Consumer, non-cyclical	10,745	3,052	638,198	1,391,572	96,626	2,140,193
Consumer, cyclical	_	_	50,485	358,478	118,835	527,798
Communications	_	_	187,251	558,355	28,979	774,585
Basic materials	_	16,520	105,591	992,373	10,547	1,125,031
Transportation	_	_	146,180	408,957	25,885	581,022
Technology	_	_	69,814	53,802	_	123,616
Other industrials	_	_	241,643	1,044,995	25,707	1,312,345
Governments (U.S., municipal, foreign)	726,899	1,005,203	247,061	49,888	_	2,029,051
Collateralized debt obligations	_	_		_	57,031	57,031
Other asset-backed securities	491	_	2,698	112,370	14,100	129,659
Total Amortized Cost, net	\$738,135	\$1,383,248	\$4,490,421	\$9,281,533	\$771,844	\$16,665,181
% of Total Amortized Cost, net	4 %	8 %	27 %	56 %	5 %	100 %

GLOBE LIFE INC. Invested Assets

(Unaudited)

(Dollar amounts in thousands, except per share data)

Below Investment Grade Bonds by Sector at Amortized Cost, net:	June 30, 2020	March 31, 2020	Increase (Decrease) Amount
Financial—life/health/PC insurance	\$ 57,747	\$ 57,790	\$ (43)
Financial—bank	27,030	27,038	(8)
Financial—other	114,892	97,588	17,304
Utilities	46,163	46,735	(572)
Energy	148,302	149,185	(883)
Consumer, non-cyclical	96,626	96,802	(176)
Consumer, cyclical	118,835	102,979	15,856
Communications	28,979	29,023	(44)
Basic materials	10,547	10,555	(8)
Transportation	25,885	25,876	9
Technology	_	_	_
Other industrials	25,707	25,730	(23)
Governments (U.S., municipal, foreign)	_	_	_
Collateralized debt obligations	57,031	56,733	298
Other asset-backed securities	14,100	14,175	(75)
Total, net of credit losses	\$ 771,844	\$ 740,209	\$ 31,635

	 hree Months	Ended	d June 30,
Fixed Maturity Acquisitions:	2020		2019
Amount	\$ 351,034	\$	252,742
Average annual effective yield	4.4%		5.0%
Average rating	A-		A-
Average Life (in years) to:			
Next Call	16.1		23.7
Maturity	22.8		29.2

Below Investment Grade Bonds By SVO ⁽¹⁾ Class at Statutory Adjusted Carrying Value:	June 30, 2020		March 31, 2020		Increase (Decrease) Amount	
Asset Class 3	\$	798,027	\$	693,974	\$	104,053
Asset Class 4		127,261		94,998		32,263
Asset Class 5		23,527		23,571		(44)
Asset Class 6 (at lower of cost or market value)		37,031		36,733		298
	\$	985,846	\$	849,276	\$	136,570

⁽¹⁾ NAIC Securities Valuation Office