

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

	03/31/2021	12/31/2020	09/30/2020	06/30/2020	3/31/2020
Fixed maturities	\$ 2,742,951	\$ 4,019,710	\$ 3,389,389	\$ 2,996,001	\$ 1,539,451
Deferred acquisition costs (DAC) adjustment	(5,596)	(5,955)	(6,338)	(6,723)	(7,095)
	<u>2,737,355</u>	<u>4,013,755</u>	<u>3,383,051</u>	<u>2,989,278</u>	<u>1,532,356</u>
Tax effect	(574,845)	(842,889)	(710,441)	(627,748)	(321,795)
Effect on shareholders' equity	<u>2,162,510</u>	<u>3,170,866</u>	<u>2,672,610</u>	<u>2,361,530</u>	<u>1,210,561</u>
Shareholders' equity as reported for GAAP	<u>7,832,337</u>	<u>8,771,092</u>	<u>8,224,908</u>	<u>7,848,369</u>	<u>6,520,282</u>
Shareholders' equity without unrealized gains and losses ⁽¹⁾	<u>\$ 5,669,827</u>	<u>\$ 5,600,226</u>	<u>\$ 5,552,298</u>	<u>\$ 5,486,839</u>	<u>\$ 5,309,721</u>
Actual shares outstanding	<u>103,193</u>	<u>103,797</u>	<u>105,058</u>	<u>106,451</u>	<u>106,434</u>
Book value per share without unrealized gains and losses ⁽¹⁾	<u>\$ 54.94</u>	<u>\$ 53.95</u>	<u>\$ 52.85</u>	<u>\$ 51.54</u>	<u>\$ 49.89</u>
GAAP book value per share	<u>\$ 75.90</u>	<u>\$ 84.50</u>	<u>\$ 78.29</u>	<u>\$ 73.73</u>	<u>\$ 61.26</u>
Diluted shares outstanding	<u>104,292</u>	<u>105,429</u>	<u>105,986</u>	<u>107,137</u>	<u>106,926</u>
Book value / diluted share without unrealized gains and losses ⁽¹⁾	<u>\$ 54.36</u>	<u>\$ 53.12</u>	<u>\$ 52.39</u>	<u>\$ 51.21</u>	<u>\$ 49.66</u>
GAAP book value per diluted share	<u>\$ 75.10</u>	<u>\$ 83.19</u>	<u>\$ 77.60</u>	<u>\$ 73.26</u>	<u>\$ 60.98</u>
DAC adjustment—detail by Company					
Liberty National	\$ (4,803)	\$ (5,093)	\$ (5,393)	\$ (5,694)	\$ (5,995)
Globe Life	(793)	(862)	(945)	(1,029)	(1,100)
	<u>\$ (5,596)</u>	<u>\$ (5,955)</u>	<u>\$ (6,338)</u>	<u>\$ (6,723)</u>	<u>\$ (7,095)</u>
GAAP:					
DAC	\$ 4,662,509	\$ 4,595,444	\$ 4,517,255	\$ 4,446,356	\$ 4,386,478
Taxes	1,586,288	1,833,723	1,682,060	1,631,817	1,295,024
Cash & invested assets	21,533,800	22,547,498	21,695,131	21,318,730	19,198,884
Total assets	28,112,896	29,046,731	28,041,893	27,534,180	25,351,914
Adjusted for ASC 320:⁽¹⁾					
DAC	\$ 4,668,105	\$ 4,601,399	\$ 4,523,593	\$ 4,453,079	\$ 4,393,573
Taxes	1,011,443	990,834	971,619	1,004,069	973,229
Cash & invested assets	18,790,849	18,527,788	18,305,742	18,322,729	17,659,433
Total assets	25,375,541	25,032,976	24,658,842	24,544,902	23,819,558
Short-term debt	\$ 274,919	\$ 254,918	\$ 279,758	\$ 831,076	\$ 458,127
Long-term debt	1,668,322	1,667,886	1,667,506	1,272,104	1,346,795
Total debt	<u>1,943,241</u>	<u>1,922,804</u>	<u>1,947,264</u>	<u>2,103,180</u>	<u>1,804,922</u>
Shareholders' equity without ASC 320 ⁽¹⁾	5,669,827	5,600,226	5,552,298	5,486,839	5,309,721
Total capital	<u>\$ 7,613,068</u>	<u>\$ 7,523,030</u>	<u>\$ 7,499,562</u>	<u>\$ 7,590,019</u>	<u>\$ 7,114,643</u>
Debt/equity ratio (excluding ASC 320) ⁽¹⁾	25.525%	25.559%	25.965%	27.710%	25.369%
Debt/equity—actual	19.879%	17.980%	19.143%	21.134%	21.680%

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