

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

| | 06/30/2021 | 03/31/2021 | 12/31/2020 | 09/30/2020 | 6/30/2020 |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|
| Fixed maturities | \$ 3,649,862 | \$ 2,742,951 | \$ 4,019,710 | \$ 3,389,389 | \$ 2,996,001 |
| Deferred acquisition costs (DAC) adjustment | (5,188) | (5,596) | (5,955) | (6,338) | (6,723) |
| | <u>3,644,674</u> | <u>2,737,355</u> | <u>4,013,755</u> | <u>3,383,051</u> | <u>2,989,278</u> |
| Tax effect | (765,382) | (574,845) | (842,889) | (710,441) | (627,748) |
| Effect on shareholders' equity | <u>2,879,292</u> | <u>2,162,510</u> | <u>3,170,866</u> | <u>2,672,610</u> | <u>2,361,530</u> |
| Shareholders' equity as reported for GAAP | <u>8,616,922</u> | <u>7,832,337</u> | <u>8,771,092</u> | <u>8,224,908</u> | <u>7,848,369</u> |
| Shareholders' equity without unrealized gains and losses ⁽¹⁾ | <u>\$ 5,737,630</u> | <u>\$ 5,669,827</u> | <u>\$ 5,600,226</u> | <u>\$ 5,552,298</u> | <u>\$ 5,486,839</u> |
| Actual shares outstanding | <u>102,163</u> | <u>103,193</u> | <u>103,797</u> | <u>105,058</u> | <u>106,451</u> |
| Book value per share without unrealized gains and losses ⁽¹⁾ | <u>\$ 56.16</u> | <u>\$ 54.94</u> | <u>\$ 53.95</u> | <u>\$ 52.85</u> | <u>\$ 51.54</u> |
| GAAP book value per share | <u>\$ 84.34</u> | <u>\$ 75.90</u> | <u>\$ 84.50</u> | <u>\$ 78.29</u> | <u>\$ 73.73</u> |
| Diluted shares outstanding | <u>103,081</u> | <u>104,292</u> | <u>105,429</u> | <u>105,986</u> | <u>107,137</u> |
| Book value / diluted share without unrealized gains and losses ⁽¹⁾ | <u>\$ 55.66</u> | <u>\$ 54.36</u> | <u>\$ 53.12</u> | <u>\$ 52.39</u> | <u>\$ 51.21</u> |
| GAAP book value per diluted share | <u>\$ 83.59</u> | <u>\$ 75.10</u> | <u>\$ 83.19</u> | <u>\$ 77.60</u> | <u>\$ 73.26</u> |
| DAC adjustment—detail by Company | | | | | |
| Liberty National | \$ (4,512) | \$ (4,803) | \$ (5,093) | \$ (5,393) | \$ (5,694) |
| Globe Life | (676) | (793) | (862) | (945) | (1,029) |
| | <u>\$ (5,188)</u> | <u>\$ (5,596)</u> | <u>\$ (5,955)</u> | <u>\$ (6,338)</u> | <u>\$ (6,723)</u> |
| GAAP: | | | | | |
| DAC | \$ 4,743,032 | \$ 4,662,509 | \$ 4,595,444 | \$ 4,517,255 | \$ 4,446,356 |
| Taxes | 1,773,524 | 1,586,288 | 1,833,723 | 1,682,060 | 1,631,817 |
| Cash & invested assets | 22,893,050 | 21,533,800 | 22,547,498 | 21,695,131 | 21,318,730 |
| Total assets | 29,580,057 | 28,112,896 | 29,046,731 | 28,041,893 | 27,534,180 |
| Adjusted for ASC 320:⁽¹⁾ | | | | | |
| DAC | \$ 4,748,220 | \$ 4,668,105 | \$ 4,601,399 | \$ 4,523,593 | \$ 4,453,079 |
| Taxes | 1,008,142 | 1,011,443 | 990,834 | 971,619 | 1,004,069 |
| Cash & invested assets | 19,243,188 | 18,790,849 | 18,527,788 | 18,305,742 | 18,322,729 |
| Total assets | 25,935,383 | 25,375,541 | 25,032,976 | 24,658,842 | 24,544,902 |
| Short-term debt | \$ 259,946 | \$ 274,919 | \$ 254,918 | \$ 279,758 | \$ 831,076 |
| Long-term debt | 1,986,116 | 1,668,322 | 1,667,886 | 1,667,506 | 1,272,104 |
| Total debt | <u>2,246,062</u> | <u>1,943,241</u> | <u>1,922,804</u> | <u>1,947,264</u> | <u>2,103,180</u> |
| Shareholders' equity without ASC 320 ⁽¹⁾ | 5,737,630 | 5,669,827 | 5,600,226 | 5,552,298 | 5,486,839 |
| Total capital | <u>\$ 7,983,692</u> | <u>\$ 7,613,068</u> | <u>\$ 7,523,030</u> | <u>\$ 7,499,562</u> | <u>\$ 7,590,019</u> |
| Debt/equity ratio (excluding ASC 320) ⁽¹⁾ | 28.133% | 25.525% | 25.559% | 25.965% | 27.710% |
| Debt/equity—actual | 20.676% | 19.879% | 17.980% | 19.143% | 21.134% |

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