

PRESS RELEASE

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CONTACT: *Forrest E. Mills, Jr., CFO*
Guaranty Income Life Insurance Company
Telephone 225.383.0355
Fax 225.388.0022
forrest@gilico.com
www.gilico.com

GUARANTY INCOME LIFE ANNOUNCES FINANCIAL RESULTS FOR 2015

February 16, 2016, Baton Rouge, LA – Guaranty Income Life Insurance Company reported excellent financial results for calendar year 2015 with record levels for Statutory Capital and Surplus.

George Foster, Jr., Chairman, said, "Guaranty Income Life (the Company) is pleased to have celebrated our 90th year in business on January 19, 2016. Steady improvements over the last five years in our capital position have strengthened our balance sheet and our promise to provide safe and secure products to our policy owners. We are thankful for our dedicated and hardworking employees, strategic partners and producers that allow our Company to continue to deliver the consumer-oriented products and excellent service that have been a significant part of our family tradition for over 90 years."

On a statutory basis, Operating Income increased to \$4.6 million from the previous record level of \$4.1 million in 2014. Net Income declined slightly to \$4.8 million from \$5.4 million due to a reduction in the amount of realized gains taken from our investment portfolio. Statutory Assets were \$483.4 million compared to \$479.5 million at December 31, 2014. Statutory Direct Premiums increased 12% to \$39.3 million from \$35.0 million in 2014. Adjusted Capital and Surplus, including the Asset Valuation Reserve, reached a record level of \$43.1 million versus \$39.2 million at December 31, 2014. On a Generally Accepted Accounting Principles (GAAP) basis, Net Income was \$3.3 million and GAAP equity was \$51.7 million.

Flynn Foster, President and CEO of Guaranty Corporation, the ultimate parent company of Guaranty Income Life, cited, "The ongoing low interest rate environment has led us to the utilization of expert investment advisors that have been a key factor to attaining the consistent financial results achieved over the past five years. The high quality and liquidity of our investment portfolio are among the best in the insurance industry. Over 97% of our bond portfolio is rated Investment Grade. These financial improvements, along with the previously announced sale of Guaranty Income Life to Kuvare Holdings, have positioned the Company for future growth into additional states and enhanced products in the years ahead." The announced sale is currently in the regulatory approval process and is expected to close in the second quarter of 2016.

John Lancaster, President and CEO of Guaranty Income Life, stated, "The sales growth in 2015 was led by a 22% increase of our signature product, Annuicare[®]. Our strong financial results enhance the ability for the Company to obtain further rating improvements and the opportunity to expand into additional distribution areas, including banks, broker-dealers and financial planners."

Annuicare[®], the original Annuity/LTC combination product, was introduced in 1999. Guaranty Income Life was the first company to attach a tax-qualified LTC rider to a traditional annuity. Combination products offer greater flexibility to address multiple needs for annuity values and LTC benefits at a fraction of the premium charged for separate, individual LTC products. Guaranty Income Life's 17 years of experience has established Annuicare[®] as the innovative leader in this fast growing Annuity/LTC combo market.

Guaranty Income Life Insurance Company was founded in 1926 and is a Legal Reserve Insurance Company which is required to maintain reserves equal to or greater than guaranteed surrender values. The Company is currently licensed in 31 states. In addition to cost-effective life insurance, long-term care and annuity programs, Guaranty Income Life offers products and services to help families meet their financial needs of wealth protection and wealth creation today and in the future.