

Pro-forma Impact of an Unaffiliated Funds Withheld Reinsurance agreement as of, and for, the Year Ended December 31, 2024

The following analysis presents information regarding the pro-forma notional removal of funds withheld invested assets and reserves from United Life Insurance Company (ULIC) and Guaranty Income Life Insurance Company (GILICO), as a result of certain funds withheld reinsurance arrangements with an unaffiliated Bermuda-domiciled Class E reinsurance company. This information is provided for the single purpose of evaluating the financial position of ULIC and GILICO in connection with a particular rating agency and should not be, and is not intended to be, used for any other regulatory, investment or other purpose. This information is not prepared on the basis of generally accepted accounting principles, or statutory accounting principles in the United States or Bermuda, nor any other comprehensive basis of accounting. The information presented below is unaudited.

Funds Withheld Invested Assets

The below table provides the actual funds withheld assets for ULIC and GILICO.

	December 31, 2024		
	(Unaudited)		
	ULIC	GILICO	Total
Invested Assets			
CMBS	\$ 84,373,839	\$ 93,019,416	\$ 177,393,254
RMBS	62,616,263	146,313,261	208,929,523
ABS	263,272,290	436,540,832	699,813,122
Corporate Bonds	227,481,526	455,741,245	683,222,771
Municipal Bonds	-	15,436,328	15,436,328
Preferred Stock	5,000,000	3,500,000	8,500,000
Mortgage - Mezzanine	-	3,700,000	3,700,000
Cash	18,836,629	20,091,461	38,928,089
Short term	35,911,565	61,526,004	97,437,569
BA Assets	14,917,543	544,959	15,462,502
Total Cash and Invested Assets	712,409,653	1,236,413,506	1,948,823,159
Investment Income Due and Accrued	8,322,215	12,769,596	21,091,811
Securities Payable - FWH Deficit	(7,381,130)	(49,372,232)	(56,753,362)
Funds Withheld Liability	(713,350,738)	(1,199,810,870)	(1,913,161,608)
Total Allocated Surplus	\$ (0)	\$ (0)	\$ (0)
NAIC 1	\$ 329,780,629	\$ 628,782,248	\$ 958,562,876
NAIC 2	295,525,843	502,151,788	797,677,631
Investment grade	625,306,471	1,130,934,036	1,756,240,507
NAIC 3	12,437,446	16,117,046	28,554,491
NAIC 4	-	-	-
NAIC 5	-	-	-
NAIC 6	-	-	-
Below Investment Grade	12,437,446	16,117,046	28,554,491
Exempt Investments	-	-	-
Total Bonds	\$ 637,743,917	\$ 1,147,051,081	\$ 1,784,794,999
Bonds by ASC 820 Fair Value Level			
Level 1	-	-	-
Level 2	637,743,917	1,147,051,081	1,784,794,999
Level 3	-	-	-
Total Bonds	\$ 637,743,917	\$ 1,147,051,081	\$ 1,784,794,999
Bonds that are Privately Placed and 144A			
Publicly traded bonds	120,166,179	434,154,157	554,320,336
Privately placed 144A bonds	376,632,347	537,276,715	913,909,061
Privately placed non-144A bonds	140,945,391	175,620,209	316,565,601
Total Bonds	\$ 637,743,917	\$ 1,147,051,081	\$ 1,784,794,999

Notional Attribution of Investment Income to Surplus Account

The below table shows the funds withheld net investment income to ULIC and GILICO, based on underlying returns.

	For the Year Ended December 31, 2024		
	(Unaudited)		
	ULIC	GILICO	Total
Net Investment Income			
Bonds	\$ 44,762,182	\$ 80,018,461	\$ 124,780,644
Mortgage and Other Loans	-	258,113	258,113
Preferred Stock	350,942	244,161	595,102
Cash/Cash Equivalents	3,842,684	5,693,647	9,536,331
BA Assets	1,047,037	38,016	1,085,054
Gross	50,002,846	86,252,398	136,255,244
Expense	-	-	-
Total	\$ 50,002,846	\$ 86,252,398	\$ 136,255,244
Capital Gains and Losses			
Bonds	\$ 273,227	\$ 310,927	\$ 584,154
Total	\$ 273,227	\$ 310,927	\$ 584,154