

Pro-forma Impact of an Unaffiliated Funds Withheld Reinsurance agreement as of, and for, the Year Ended December 31, 2023

The following analysis presents information regarding the pro-forma notional removal of funds withheld invested assets and funds withheld liabilities 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, 2023		
	(Unaudited)		
	ULIC	GILICO	Total
Invested Assets			
CMBS	\$ 72,354,619	\$ 74,847,585	\$ 147,202,204
RMBS	52,685,636	119,963,432	172,649,068
ABS	212,764,400	379,405,097	592,169,498
Corporate Bonds	317,518,413	476,565,544	794,083,957
Municipal Bonds	-	15,377,952	15,377,952
Preferred Stock	5,000,000	3,500,000	8,500,000
Mortgage - Mezzanine	-	3,700,000	3,700,000
Cash	-	44,650	44,650
Short term	28,975,074	125,591,649	154,566,723
BA Assets	14,960,640	541,731	15,502,371
Total Cash and Invested Assets	704,258,782	1,199,537,640	1,903,796,422
Investment Income Due and Accrued	9,773,279	12,235,533	22,008,812
Securities Payable - FWH Deficit	771,224	7,259,518	8,030,742
Funds Withheld Liability	(714,803,285)	(1,219,032,691)	(1,933,835,976)
Total Allocated Surplus	\$ 0	\$ (0)	\$ (0)
Bonds by NAIC Rating			
NAIC 1	\$ 344,562,450	\$ 567,575,936	\$ 912,138,386
NAIC 2	301,816,943	488,811,190	790,628,133
Investment grade	646,379,393	1,056,387,126	1,702,766,519
NAIC 3	8,943,675	9,772,484	18,716,159
NAIC 4	-	-	-
NAIC 5	-	-	-
NAIC 6	-	-	-
Below Investment Grade	8,943,675	9,772,484	18,716,159
Exempt Investments	-	-	-
Total Bonds	\$ 655,323,068	\$ 1,066,159,610	\$ 1,721,482,679
Bonds by ASC 820 Fair Value Level			
Level 1	-	-	-
Level 2	651,823,068	1,057,159,610	1,708,982,679
Level 3	3,500,000	9,000,000	12,500,000
Total Bonds	\$ 655,323,068	\$ 1,066,159,610	\$ 1,721,482,679
Bonds that are Privately Placed and 144A			
Publicly traded bonds	126,131,008	381,895,426	508,026,434
Privately placed 144A bonds	382,985,035	494,071,123	877,056,157
Privately placed non-144A bonds	146,207,025	190,193,062	336,400,087
Total Bonds	\$ 655,323,068	\$ 1,066,159,610	\$ 1,721,482,679

Funds Withheld Investment Income

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

	For the Year Ended December 31, 2023		
	(Unaudited)		
	ULIC	GILICO	Total
Net Investment Income			
Bonds	\$ 43,702,669	\$ 47,034,255	\$ 90,736,924
Mortgage and Other Loans	-	163,228	163,228
Preferred Stock	333,444	154,405	487,848
Cash/Cash Equivalents	1,932,311	5,542,519	7,474,830
BA Assets	997,706	23,899	1,021,605
Gross	46,966,130	52,918,305	99,884,435
Expense	-	-	-
Total	\$ 46,966,130	\$ 52,918,305	\$ 99,884,435
Capital Gains and Losses			
Bonds	\$ 520,627	\$ 236,597	\$ 757,224
Total	\$ 520,627	\$ 236,597	\$ 757,224