

FINANCIAL STABILITY

The financial condition of a life insurance organization is an important factor in public confidence. In this regard we prepared the following report on:

GULF GUARANTY LIFE INSURANCE COMPANY

featuring a comparative analysis of key financial ratios comparing this company with 25 of the leading Life Insurance Companies in the United States.

These 25 leading Life Insurance Companies have been in business for an average of over 100 years and own a major portion of the invested assets and life insurance in force of all the companies. Thus, a favorable comparison of the financial ratios for the company featured herein with 25 of the leading companies can be indicative of the company's financial stability.

KEY FINANCIAL RATIOS – DERIVED FROM THE ANNUAL STATEMENTS AS OF DECEMBER 31, 2019

(The 25 leading companies are determined by the amount of Admitted Assets as of December 31, 2019)

SOLVENCY

Assets for each \$100 of Liabilities

A high ratio of Assets over Liabilities is a significant safety factor. This indicates that a company has enough assets to cover its liabilities and to meet all obligations as they become due.

Assets for each \$100 of Liabilities as of Dec. 31, 2019

Allstate Life Insurance Company, IL	\$114.49
Ameritas Life Insurance Corporation, NE	107.57
AXA Equitable Life Insurance Company, NY.....	103.91
Connecticut General Life Ins. Co., CT	142.94
Guardian Life Ins. Co. of America, NY.....	113.95
John Hancock Life Insurance Co. (USA) MI	103.61
Lincoln National Life Ins Co, IN.....	103.15
Massachusetts Mutual Life Ins. Co., MA.....	107.58
Metropolitan Life Insurance Co., NY.....	102.88
Midland National Life Insurance Co., IA	106.81
Minnesota Life Insurance Co., MN.....	105.92
Nationwide Life Insurance Co., OH.....	106.03
New York Life Insurance Company, NY.....	113.18
Northwestern Mutual Life Ins. Co., WI.....	109.10
Ohio National Life Insurance Company, OH.....	103.75
Pacific Life Insurance Company, NE.....	107.78
Penn Mutual Life Insurance Company, PA.....	109.37
Principal Life Insurance Company, IA.....	102.54
Protective Life Insurance Company, TN.....	107.51
Prudential Insurance Co. of America, NJ.....	104.09
ReliaStar Life Insurance Company, MN	108.45
RiverSource Life Insurance Company, MN	102.81
State Farm Life Insurance Company, IL.....	118.65
Symetra Life Insurance Company, IA.....	105.34
Transamerica Premier Life Ins. Co., IA.....	104.60

AVERAGE OF 25 OF THE LEADING LIFE CO'S... \$106.10

GULF GUARANTY LIFE.....\$227.24

SURPLUS FUNDS

Surplus Funds (Including Capital) for each \$100 of Policy Reserves

A high ratio indicates a greater proportion of surplus to provide for the policy reserve liabilities and the ability to take financial emergencies in stride.

AVERAGE OF 25 OF THE LEADING LIFE CO'S..... \$14.22

GULF GUARANTY LIFE\$218.19

LIQUID INVESTED ASSETS

Assets in Bonds, Stocks, Cash and Short-Term Investments for each \$100 of Liabilities

This ratio measures a company's ability to meet its anticipated obligations to policyholders. A high ratio indicates a more liquid investment position with which an insurer can meet unforeseen emergency cash requirements that may arise.

AVERAGE OF 25 OF THE LEADING LIFE CO'S.....\$43.41

GULF GUARANTY LIFE.....\$183.57

SURPLUS TO INSURANCE IN FORCE

Surplus Funds for each \$1000 of the Insurance In Force

A high ratio may indicate further protection for policyholders.

AVERAGE OF 25 OF THE LEADING LIFE CO'S.....\$9.15

GULF GUARANTY LIFE.....\$44.24



CONCLUSION: Based on the financial results achieved in the year ended 2019, the comparative analysis made of the organization featured herein is **favorable** when compared to the aggregate averages of 25 of the LEADING LIFE INSURANCE COMPANIES.