

QUARTERLY STATEMENT

OF THE

Forethought Life Insurance Company

TO THE

Insurance Department

OF THE

STATE OF

**FOR THE QUARTER ENDED
JUNE 30, 2020**

LIFE AND ACCIDENT AND HEALTH

FRATERNAL BENEFIT SOCIETIES

2020



LIFE, ACCIDENT AND HEALTH COMPANIES/FRATERNAL BENEFIT SOCIETIES - ASSOCIATION EDITION

QUARTERLY STATEMENT

AS OF JUNE 30, 2020

OF THE CONDITION AND AFFAIRS OF THE

Forethought Life Insurance Company

NAIC Group Code 3891 3891 NAIC Company Code 91642 Employer's ID Number 06-1016329
(Current) (Prior)

Organized under the Laws of Indiana, State of Domicile or Port of Entry IN

Country of Domicile United States of America

Licensed as business type: Life, Accident and Health [X] Fraternal Benefit Societies []

Incorporated/Organized 02/14/1980 Commenced Business 09/29/1980

Statutory Home Office 10 West Market Street, Suite 2300, Indianapolis, IN, US 46204
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 10 West Market Street, Suite 2300
(Street and Number)
Indianapolis, IN, US 46204, 317-223-2700
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address 10 West Market Street, Suite 2300, Indianapolis, IN, US 46204
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 10 West Market Street, Suite 2300
(Street and Number)
Indianapolis, IN, US 46204, 317-223-2700
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Website Address www.forethought.com

Statutory Statement Contact Tonya Rachelle Maxwell, 515-393-3725
(Name) (Area Code) (Telephone Number)
tonya.maxwell@gafg.com, 774-369-3684
(E-mail Address) (FAX Number)

OFFICERS

President Robert Michael Arena Jr. Chief Financial Officer David Allen Jacoby
VP, Assistant General Counsel, Secretary Kathryn Lauren Freund # SVP, Appointed Actuary Robert James Egan

OTHER

| | | |
|---|--|--|
| <u>Samuel Ramos, Chief Legal Officer, General Counsel</u> | <u>Hanben Kim Lee, Executive Vice President</u> | <u>Paula Genevieve Nelson, Head of Retirement</u> |
| <u>John Nicholas Giamalis, SVP, Treasurer</u> | <u>Jonathan Hecht, Managing Director</u> | <u>Gary Phillip Silber, MD, Assoc. GC, Asst. Sec.</u> |
| <u>Justin David MacNeil, MD and Asst. Treasurer</u> | <u>Philip William Sherrill, Managing Director</u> | <u>Susan Lorraine Fiengo, Senior Vice President</u> |
| <u>Jason Michael Roach, Senior Vice President</u> | <u>Rodney Richard Howard, Senior Vice President</u> | <u>Eric David Todd, Managing Director</u> |
| <u>Sarah Anne Williams, Managing Director</u> | <u>Daniel Patrick O'Shea, Chief Human Resources Officer</u> | <u>Dean Pentikis, Managing Director</u> |
| <u>Brian Michael Hendry, Chief Audit Executive</u> | <u>Lori Ann LaForge, Chief Marketing Officer</u> | <u>Mark Francis Erickson, Managing Director</u> |
| <u>David Paul Wilken, Head of Life</u> | <u>Sarah Marie Patterson, MD, Assoc. GC and Asst. Sec.</u> | <u>April Elizabeth Galda, Managing Director</u> |
| <u>Natalie Rose Wagner, VP, SEC 38a-1 Chief Compliance Officer, Privacy Officer, Anti-Money Laundering Officer and Special Investigative Unit Officer</u> | <u>Lauren Taylor Scott #, Senior Vice President, Head of Regulatory and Government Affairs</u> | <u>Kevin Michael Kimmerling, SVP, Assoc. GC and Asst. Sec.</u> |
| <u>Andrew Mead Shainberg, Chief Compliance Officer</u> | <u>Jason Alexander Bickler, Managing Director</u> | <u>Kelly K Milberger, Senior Vice President</u> |
| <u>Anup Agarwal, Chief Investment Officer</u> | <u>Ilya Grigoryevich Finkler, Senior Vice President</u> | <u>Barrie Ribet Moskovich, Managing Director</u> |
| <u>Edward Clive Wilson, Chief Risk Officer</u> | <u>Padma Elmgart, Chief Technology Officer</u> | <u>Victoria May Lau, Senior Vice President</u> |
| <u>Emily Anne LeMay, Senior Vice President</u> | <u>Juan Ignacio Mazzini, Senior Vice President</u> | <u>Virginia Hope Johnson, SVP, Assoc. GC, Asst. Sec.</u> |
| <u>Stephen John McIntyre #, Managing Director</u> | <u>Peter John Rugel, Chief Operations Officer</u> | <u>Tonya Rachelle Maxwell #, Vice President</u> |
| <u>Kelly June Rutherford #, Senior Vice President</u> | <u>David Lee Weiss #, Senior Vice President</u> | |

DIRECTORS OR TRUSTEES

Hanben Kim Lee David Allen Jacoby Eric David Todd
Robert Michael Arena Jr. David Paul Wilken

State of Iowa SS:
County of Polk

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

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Robert Michael Arena Jr.
President

Kathryn Lauren Freund
VP, Assistant General Counsel, Secretary

David Allen Jacoby
Chief Financial Officer

Subscribed and sworn to before me this _____ day of _____

- a. Is this an original filing? Yes [X] No []
- b. If no,
 - 1. State the amendment number.....
 - 2. Date filed
 - 3. Number of pages attached.....

STATEMENT AS OF JUNE 30, 2020 OF THE Forethought Life Insurance Company

ASSETS

| | Current Statement Date | | | 4 December 31 Prior Year Net Admitted Assets |
|---|------------------------|-------------------------|---|---|
| | 1 Assets | 2 Nonadmitted Assets | 3 Net Admitted Assets (Cols. 1 - 2) | |
| 1. Bonds | 23,824,012,553 | | 23,824,012,553 | 21,728,107,145 |
| 2. Stocks: | | | | |
| 2.1 Preferred stocks | 3,003,746 | | 3,003,746 | 3,003,746 |
| 2.2 Common stocks | 219,618,823 | | 219,618,823 | 160,939,400 |
| 3. Mortgage loans on real estate: | | | | |
| 3.1 First liens | 7,821,222,913 | | 7,821,222,913 | 7,447,314,028 |
| 3.2 Other than first liens | | | | |
| 4. Real estate: | | | | |
| 4.1 Properties occupied by the company (less \$ encumbrances) | | | | |
| 4.2 Properties held for the production of income (less \$ encumbrances) | | | | |
| 4.3 Properties held for sale (less \$ encumbrances) | 646,315 | | 646,315 | 1,208,458 |
| 5. Cash (\$296,721,487), cash equivalents (\$146,251,041) and short-term investments (\$606,783,049) | 1,049,755,577 | | 1,049,755,577 | 1,757,682,387 |
| 6. Contract loans (including \$ premium notes) | 3,667,984 | | 3,667,984 | 3,779,149 |
| 7. Derivatives | 380,198,226 | | 380,198,226 | 324,464,566 |
| 8. Other invested assets | 1,053,071,899 | | 1,053,071,899 | 1,080,959,710 |
| 9. Receivables for securities | 55,155,861 | 2,225,424 | 52,930,437 | 14,194,079 |
| 10. Securities lending reinvested collateral assets | | | | |
| 11. Aggregate write-ins for invested assets | | | | |
| 12. Subtotals, cash and invested assets (Lines 1 to 11) | 34,410,353,897 | 2,225,424 | 34,408,128,473 | 32,521,652,667 |
| 13. Title plants less \$ charged off (for Title insurers only) | | | | |
| 14. Investment income due and accrued | 171,923,737 | | 171,923,737 | 175,838,612 |
| 15. Premiums and considerations: | | | | |
| 15.1 Uncollected premiums and agents' balances in the course of collection | 314,097 | | 314,097 | 213,910 |
| 15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums) | 9,711,698 | | 9,711,698 | 9,606,649 |
| 15.3 Accrued retrospective premiums (\$) and contracts subject to redetermination (\$) | | | | |
| 16. Reinsurance: | | | | |
| 16.1 Amounts recoverable from reinsurers | | | | |
| 16.2 Funds held by or deposited with reinsured companies | | | | |
| 16.3 Other amounts receivable under reinsurance contracts | 516,939,957 | | 516,939,957 | 456,969,478 |
| 17. Amounts receivable relating to uninsured plans | | | | |
| 18.1 Current federal and foreign income tax recoverable and interest thereon | | | | |
| 18.2 Net deferred tax asset | | | | 870,399 |
| 19. Guaranty funds receivable or on deposit | 942,242 | | 942,242 | 1,130,217 |
| 20. Electronic data processing equipment and software | | | | |
| 21. Furniture and equipment, including health care delivery assets (\$) | | | | |
| 22. Net adjustment in assets and liabilities due to foreign exchange rates | | | | |
| 23. Receivables from parent, subsidiaries and affiliates | 2,470,043 | | 2,470,043 | |
| 24. Health care (\$) and other amounts receivable | 2,156,640 | 2,156,640 | | |
| 25. Aggregate write-ins for other than invested assets | 4,184,046 | 4,184,046 | | 18,217 |
| 26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) | 35,118,996,357 | 8,566,110 | 35,110,430,247 | 33,166,300,149 |
| 27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts | 2,921,724,673 | | 2,921,724,673 | 3,172,045,644 |
| 28. Total (Lines 26 and 27) | 38,040,721,030 | 8,566,110 | 38,032,154,920 | 36,338,345,793 |
| DETAILS OF WRITE-INS | | | | |
| 1101. | | | | |
| 1102. | | | | |
| 1103. | | | | |
| 1198. Summary of remaining write-ins for Line 11 from overflow page | | | | |
| 1199. Totals (Lines 1101 through 1103 plus 1198)(Line 11 above) | | | | |
| 2501. Letter of Credit | 3,621,694 | 3,621,694 | | |
| 2502. Bills receivable | 562,352 | 562,352 | | |
| 2503. State Income Tax Receivable | | | | 18,217 |
| 2598. Summary of remaining write-ins for Line 25 from overflow page | | | | |
| 2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above) | 4,184,046 | 4,184,046 | | 18,217 |

STATEMENT AS OF JUNE 30, 2020 OF THE Forethought Life Insurance Company

LIABILITIES, SURPLUS AND OTHER FUNDS

| | 1 Current Statement Date | 2 December 31 Prior Year |
|---|--------------------------------|--------------------------------|
| 1. Aggregate reserve for life contracts \$ 21,117,471,090 less \$ included in Line 6.3 (including \$ Modco Reserve) | 21,117,471,090 | 20,202,367,797 |
| 2. Aggregate reserve for accident and health contracts (including \$ Modco Reserve) | 33,986,153 | 28,445,673 |
| 3. Liability for deposit-type contracts (including \$ Modco Reserve) | 1,785,717,677 | 1,719,848,538 |
| 4. Contract claims: | | |
| 4.1 Life | 3,442,425 | 3,094,592 |
| 4.2 Accident and health | 570,904 | 684,798 |
| 5. Policyholders' dividends/refunds to members \$ and coupons \$ due and unpaid | | |
| 6. Provision for policyholders' dividends, refunds to members and coupons payable in following calendar year - estimated amounts: | | |
| 6.1 Policyholders' dividends and refunds to members apportioned for payment (including \$ Modco) | | |
| 6.2 Policyholders' dividends and refunds to members not yet apportioned (including \$ Modco) | | |
| 6.3 Coupons and similar benefits (including \$ Modco) | | |
| 7. Amount provisionally held for deferred dividend policies not included in Line 6 | | |
| 8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ discount; including \$ 88,056 accident and health premiums | 104,544 | 138,634 |
| 9. Contract liabilities not included elsewhere: | | |
| 9.1 Surrender values on canceled contracts | | |
| 9.2 Provision for experience rating refunds, including the liability of \$ accident and health experience rating refunds of which \$ is for medical loss ratio rebate per the Public Health Service Act | | |
| 9.3 Other amounts payable on reinsurance, including \$ 3,433,566 assumed and \$ 646,323,173 ceded | 649,756,739 | 595,044,771 |
| 9.4 Interest Maintenance Reserve | 79,299,634 | 76,747,103 |
| 10. Commissions to agents due or accrued-life and annuity contracts \$ 12,173,571, accident and health \$ 325,437 and deposit-type contract funds \$ | 12,499,008 | 14,083,948 |
| 11. Commissions and expense allowances payable on reinsurance assumed | | |
| 12. General expenses due or accrued | 22,971,254 | 23,884,865 |
| 13. Transfers to Separate Accounts due or accrued (net) (including \$ accrued for expense allowances recognized in reserves, net of reinsured allowances) | (1,025,257) | (468,986) |
| 14. Taxes, licenses and fees due or accrued, excluding federal income taxes | 4,911,584 | 6,114,974 |
| 15.1 Current federal and foreign income taxes, including \$ on realized capital gains (losses) | 19,620,808 | 20,408,974 |
| 15.2 Net deferred tax liability | 8,007,979 | |
| 16. Unearned investment income | | |
| 17. Amounts withheld or retained by reporting entity as agent or trustee | 6,592,798 | 2,619,624 |
| 18. Amounts held for agents' account, including \$ agents' credit balances | | |
| 19. Remittances and items not allocated | 126,475,578 | 85,157,298 |
| 20. Net adjustment in assets and liabilities due to foreign exchange rates | | |
| 21. Liability for benefits for employees and agents if not included above | | |
| 22. Borrowed money \$ and interest thereon \$ | | |
| 23. Dividends to stockholders declared and unpaid | | |
| 24. Miscellaneous liabilities: | | |
| 24.01 Asset valuation reserve | 382,519,930 | 384,535,910 |
| 24.02 Reinsurance in unauthorized and certified (\$) companies | | |
| 24.03 Funds held under reinsurance treaties with unauthorized and certified (\$ 8,019,775,911) reinsurers | 8,019,775,911 | 7,680,416,291 |
| 24.04 Payable to parent, subsidiaries and affiliates | | 6,153,429 |
| 24.05 Drafts outstanding | | |
| 24.06 Liability for amounts held under uninsured plans | | |
| 24.07 Funds held under coinsurance | 139,455,886 | 102,073,999 |
| 24.08 Derivatives | 2,892,575 | 5,900,408 |
| 24.09 Payable for securities | 146,231,465 | 13,015,593 |
| 24.10 Payable for securities lending | | |
| 24.11 Capital notes \$ and interest thereon \$ | | |
| 25. Aggregate write-ins for liabilities | 595,567,833 | 306,982,738 |
| 26. Total liabilities excluding Separate Accounts business (Lines 1 to 25) | 33,156,846,519 | 31,277,250,971 |
| 27. From Separate Accounts Statement | 2,921,724,673 | 3,172,045,645 |
| 28. Total liabilities (Lines 26 and 27) | 36,078,571,192 | 34,449,296,616 |
| 29. Common capital stock | 2,500,000 | 2,500,000 |
| 30. Preferred capital stock | | |
| 31. Aggregate write-ins for other than special surplus funds | | |
| 32. Surplus notes | | |
| 33. Gross paid in and contributed surplus | 1,302,873,348 | 1,302,873,348 |
| 34. Aggregate write-ins for special surplus funds | | |
| 35. Unassigned funds (surplus) | 648,210,380 | 583,675,829 |
| 36. Less treasury stock, at cost: | | |
| 36.1 shares common (value included in Line 29 \$) | | |
| 36.2 shares preferred (value included in Line 30 \$) | | |
| 37. Surplus (Total Lines 31+32+33+34+35-36) (including \$ in Separate Accounts Statement) | 1,951,083,728 | 1,886,549,177 |
| 38. Totals of Lines 29, 30 and 37 | 1,953,583,728 | 1,889,049,177 |
| 39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3) | 38,032,154,920 | 36,338,345,793 |
| DETAILS OF WRITE-INS | | |
| 2501. Bond Repurchase Agreement | 401,738,019 | |
| 2502. Derivative Collateral | 195,351,023 | 306,969,309 |
| 2503. Letter of Credit | 1,010,160 | 6,906,774 |
| 2598. Summary of remaining write-ins for Line 25 from overflow page | (2,531,369) | (6,893,345) |
| 2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above) | 595,567,833 | 306,982,738 |
| 3101. | | |
| 3102. | | |
| 3103. | | |
| 3198. Summary of remaining write-ins for Line 31 from overflow page | | |
| 3199. Totals (Lines 3101 through 3103 plus 3198)(Line 31 above) | | |
| 3401. | | |
| 3402. | | |
| 3403. | | |
| 3498. Summary of remaining write-ins for Line 34 from overflow page | | |
| 3499. Totals (Lines 3401 through 3403 plus 3498)(Line 34 above) | | |

STATEMENT AS OF JUNE 30, 2020 OF THE Forethought Life Insurance Company

SUMMARY OF OPERATIONS

| | 1 Current Year To Date | 2 Prior Year To Date | 3 Prior Year Ended December 31 |
|---|------------------------------|----------------------------|--------------------------------------|
| 1. Premiums and annuity considerations for life and accident and health contracts | 1,945,081,304 | 2,984,043,884 | 4,810,279,975 |
| 2. Considerations for supplementary contracts with life contingencies | 319,574 | 124,110 | 354,334 |
| 3. Net investment income | 584,384,923 | 744,942,731 | 1,605,206,565 |
| 4. Amortization of Interest Maintenance Reserve (IMR) | 6,945,239 | 4,047,665 | 9,556,897 |
| 5. Separate Accounts net gain from operations excluding unrealized gains or losses | | | |
| 6. Commissions and expense allowances on reinsurance ceded | 142,221,782 | 169,535,339 | 306,672,064 |
| 7. Reserve adjustments on reinsurance ceded | | | |
| 8. Miscellaneous Income: | | | |
| 8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts | | | |
| 8.2 Charges and fees for deposit-type contracts | | | |
| 8.3 Aggregate write-ins for miscellaneous income | 9,154,528 | (7,460,141) | (27,056,504) |
| 9. Totals (Lines 1 to 8.3) | 2,688,107,350 | 3,895,233,588 | 6,705,013,331 |
| 10. Death benefits | 87,400,061 | 84,898,974 | 163,525,703 |
| 11. Matured endowments (excluding guaranteed annual pure endowments) | | | |
| 12. Annuity benefits | 154,623,151 | 150,138,462 | 275,790,442 |
| 13. Disability benefits and benefits under accident and health contracts | 2,853,785 | 3,688,990 | 7,270,358 |
| 14. Coupons, guaranteed annual pure endowments and similar benefits | | | |
| 15. Surrender benefits and withdrawals for life contracts | 1,012,969,269 | 770,432,480 | 1,473,053,935 |
| 16. Group conversions | | | |
| 17. Interest and adjustments on contract or deposit-type contract funds | 18,198,241 | 76,546,005 | 41,174,410 |
| 18. Payments on supplementary contracts with life contingencies | | | |
| 19. Increase in aggregate reserves for life and accident and health contracts | 920,643,773 | 2,130,052,567 | 3,327,981,323 |
| 20. Totals (Lines 10 to 19) | 2,196,688,280 | 3,215,757,478 | 5,288,796,171 |
| 21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only) | 166,629,282 | 202,750,278 | 362,833,578 |
| 22. Commissions and expense allowances on reinsurance assumed | 404,796 | 503,665 | 826,103 |
| 23. General insurance expenses and fraternal expenses | 113,650,158 | 145,808,534 | 283,463,676 |
| 24. Insurance taxes, licenses and fees, excluding federal income taxes | 7,047,170 | 6,329,031 | 12,261,412 |
| 25. Increase in loading on deferred and uncollected premiums | 106,098 | 6,638 | (382,611) |
| 26. Net transfers to or (from) Separate Accounts net of reinsurance | | | |
| 27. Aggregate write-ins for deductions | 163,018,076 | 202,169,509 | 427,632,493 |
| 28. Totals (Lines 20 to 27) | 2,647,543,860 | 3,773,325,133 | 6,375,430,822 |
| 29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28) | 40,563,490 | 121,908,455 | 329,582,509 |
| 30. Dividends to policyholders and refunds to members | | | |
| 31. Net gain from operations after dividends to policyholders, refunds to members and before federal income taxes (Line 29 minus Line 30) | 40,563,490 | 121,908,455 | 329,582,509 |
| 32. Federal and foreign income taxes incurred (excluding tax on capital gains) | (4,903,530) | 56,370,610 | 56,422,730 |
| 33. Net gain from operations after dividends to policyholders, refunds to members and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32) | 45,467,020 | 65,537,845 | 273,159,779 |
| 34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$811,194 (excluding taxes of \$3,304,170 transferred to the IMR) | (73,186,514) | (36,298,620) | (83,860,179) |
| 35. Net income (Line 33 plus Line 34) | (27,719,494) | 29,239,225 | 189,299,600 |
| CAPITAL AND SURPLUS ACCOUNT | | | |
| 36. Capital and surplus, December 31, prior year | 1,889,049,177 | 1,717,391,602 | 1,717,391,602 |
| 37. Net income (Line 35) | (27,719,494) | 29,239,225 | 189,299,600 |
| 38. Change in net unrealized capital gains (losses) less capital gains tax of \$22,431,226 | 84,384,137 | 56,848,553 | 137,883,152 |
| 39. Change in net unrealized foreign exchange capital gain (loss) | 734,308 | (301,186) | (45,492) |
| 40. Change in net deferred income tax | 13,552,847 | 33,592,170 | 54,955,264 |
| 41. Change in nonadmitted assets | 2,590,711 | (696,724) | (5,112,517) |
| 42. Change in liability for reinsurance in unauthorized and certified companies | | | |
| 43. Change in reserve on account of change in valuation basis, (increase) or decrease | | | |
| 44. Change in asset valuation reserve | 2,015,980 | (18,890,660) | (180,734,514) |
| 45. Change in treasury stock | | | |
| 46. Surplus (contributed to) withdrawn from Separate Accounts during period | | | |
| 47. Other changes in surplus in Separate Accounts Statement | | (129,859) | (145,503) |
| 48. Change in surplus notes | | (365,000,000) | (365,000,000) |
| 49. Cumulative effect of changes in accounting principles | | | |
| 50. Capital changes: | | | |
| 50.1 Paid in | | | |
| 50.2 Transferred from surplus (Stock Dividend) | | | |
| 50.3 Transferred to surplus | | | |
| 51. Surplus adjustment: | | | |
| 51.1 Paid in | | 365,000,000 | 365,000,000 |
| 51.2 Transferred to capital (Stock Dividend) | | | |
| 51.3 Transferred from capital | | | |
| 51.4 Change in surplus as a result of reinsurance | (817,526) | (817,526) | (1,635,056) |
| 52. Dividends to stockholders | | | |
| 53. Aggregate write-ins for gains and losses in surplus | (10,206,412) | (5,706,287) | (22,807,359) |
| 54. Net change in capital and surplus for the year (Lines 37 through 53) | 64,534,551 | 93,137,706 | 171,657,575 |
| 55. Capital and surplus, as of statement date (Lines 36 + 54) | 1,953,583,728 | 1,810,529,308 | 1,889,049,177 |
| DETAILS OF WRITE-INS | | | |
| 08.301. Other Income on Reinsurance Ceded | 20,406,234 | (1,385,078) | (9,552,841) |
| 08.302. Policyholder Contract Fees | (14,163,774) | (11,383,612) | (24,546,520) |
| 08.303. IMR Adj on Ceded Gains | 2,933,163 | 3,024,179 | 3,869,676 |
| 08.398. Summary of remaining write-ins for Line 8.3 from overflow page | (21,095) | 2,284,370 | 3,173,181 |
| 08.399. Totals (Lines 08.301 through 08.303 plus 08.398) (Line 8.3 above) | 9,154,528 | (7,460,141) | (27,056,504) |
| 2701. Funds Withheld NII | 120,116,845 | 201,034,830 | 425,366,006 |
| 2702. Reinsurance expense | 1,050,000 | | 2,100,000 |
| 2703. FwH Policy Loan Int | 80,207 | 84,679 | 166,487 |
| 2798. Summary of remaining write-ins for Line 27 from overflow page | 41,771,024 | 1,050,000 | |
| 2799. Totals (Lines 2701 through 2703 plus 2798)(Line 27 above) | 163,018,076 | 202,169,509 | 427,632,493 |
| 5301. Ceded unrealized gains | (10,206,412) | (5,706,287) | (22,517,924) |
| 5302. Unrealized gain recapture of FLIC Properties | | | (289,435) |
| 5303. | | | |
| 5398. Summary of remaining write-ins for Line 53 from overflow page | | | |
| 5399. Totals (Lines 5301 through 5303 plus 5398)(Line 53 above) | (10,206,412) | (5,706,287) | (22,807,359) |

STATEMENT AS OF JUNE 30, 2020 OF THE Forethought Life Insurance Company

CASH FLOW

| | 1 Current Year To Date | 2 Prior Year To Date | 3 Prior Year Ended December 31 |
|---|------------------------------|----------------------------|--------------------------------------|
| Cash from Operations | | | |
| 1. Premiums collected net of reinsurance | 1,983,634,835 | 4,710,496,288 | 4,198,326,054 |
| 2. Net investment income | 638,239,335 | 188,253,900 | 1,281,739,437 |
| 3. Miscellaneous income | 91,753,249 | (647,936,058) | 275,745,884 |
| 4. Total (Lines 1 to 3) | 2,713,627,419 | 4,250,814,130 | 5,755,811,375 |
| 5. Benefit and loss related payments | 1,262,957,601 | 1,546,602,851 | 1,278,589,033 |
| 6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts | 556,271 | (363,051) | (786,153) |
| 7. Commissions, expenses paid and aggregate write-ins for deductions | 458,190,322 | 679,541,114 | 1,074,367,004 |
| 8. Dividends paid to policyholders | | | |
| 9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses) | | 685,502 | 76,020,872 |
| 10. Total (Lines 5 through 9) | 1,721,704,194 | 2,226,466,416 | 2,428,190,756 |
| 11. Net cash from operations (Line 4 minus Line 10) | 991,923,225 | 2,024,347,714 | 3,327,620,619 |
| Cash from Investments | | | |
| 12. Proceeds from investments sold, matured or repaid: | | | |
| 12.1 Bonds | 3,543,777,299 | 3,341,126,650 | 7,238,107,620 |
| 12.2 Stocks | 47,837,507 | 4,200,000 | 9,595,910 |
| 12.3 Mortgage loans | 623,180,801 | 1,064,653,028 | 1,393,834,101 |
| 12.4 Real estate | 1,128,310 | 1,299,841 | 2,723,219 |
| 12.5 Other invested assets | 178,855,318 | 414,089,934 | 1,155,147,900 |
| 12.6 Net gains or (losses) on cash, cash equivalents and short-term investments | | | |
| 12.7 Miscellaneous proceeds | 198,613,469 | 58,716,736 | |
| 12.8 Total investment proceeds (Lines 12.1 to 12.7) | 4,593,392,704 | 4,884,086,189 | 9,799,408,750 |
| 13. Cost of investments acquired (long-term only): | | | |
| 13.1 Bonds | 5,384,278,514 | 5,651,199,435 | 9,111,178,264 |
| 13.2 Stocks | 212,281,855 | 4,950,000 | 8,010,749 |
| 13.3 Mortgage loans | 1,014,863,777 | 1,447,563,365 | 3,532,577,960 |
| 13.4 Real estate | 990,398 | 1,673,917 | 3,733,182 |
| 13.5 Other invested assets | 126,472,213 | 610,351,901 | 1,236,437,165 |
| 13.6 Miscellaneous applications | 321,000,261 | 108,772,897 | 234,781,134 |
| 13.7 Total investments acquired (Lines 13.1 to 13.6) | 7,059,887,018 | 7,824,511,515 | 14,126,718,454 |
| 14. Net increase (or decrease) in contract loans and premium notes | (111,165) | (9,107) | 81,503 |
| 15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14) | (2,466,383,149) | (2,940,416,219) | (4,327,391,208) |
| Cash from Financing and Miscellaneous Sources | | | |
| 16. Cash provided (applied): | | | |
| 16.1 Surplus notes, capital notes | | | |
| 16.2 Capital and paid in surplus, less treasury stock | | | |
| 16.3 Borrowed funds | | | |
| 16.4 Net deposits on deposit-type contracts and other insurance liabilities | 65,869,139 | 255,935,469 | 285,444,076 |
| 16.5 Dividends to stockholders | | | |
| 16.6 Other cash provided (applied) | 700,663,975 | 1,037,477,585 | 1,538,310,845 |
| 17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6) | 766,533,114 | 1,293,413,054 | 1,823,754,921 |
| RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS | | | |
| 18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) | (707,926,810) | 377,344,549 | 823,984,332 |
| 19. Cash, cash equivalents and short-term investments: | | | |
| 19.1 Beginning of year | 1,757,682,387 | 923,958,602 | 933,698,055 |
| 19.2 End of period (Line 18 plus Line 19.1) | 1,049,755,577 | 1,301,303,151 | 1,757,682,387 |

Note: Supplemental disclosures of cash flow information for non-cash transactions:

| | | | |
|--|-------------|--|-------------|
| 20.0001. Intercompany asset transfers | 12,207,000 | | 379,245,277 |
| 20.0002. Investment tax-free exchange | 267,142,460 | | 925,791,697 |
| 20.0003. Surplus Note conversion to capital | | | 365,000,000 |
| 20.0004. Non cash transfer between bonds and stock | 102,529,310 | | |
| 20.0005. | | | |

EXHIBIT 1**DIRECT PREMIUMS AND DEPOSIT-TYPE CONTRACTS**

| | 1 Current Year To Date | 2 Prior Year To Date | 3 Prior Year Ended December 31 |
|---|------------------------------|----------------------------|--------------------------------------|
| 1. Industrial life | | | |
| 2. Ordinary life insurance | 21,023,939 | 22,889,244 | 46,176,894 |
| 3. Ordinary individual annuities | 3,173,939,774 | 4,860,642,986 | 7,840,973,877 |
| 4. Credit life (group and individual) | | | |
| 5. Group life insurance | 73,699,731 | 80,283,923 | 159,514,386 |
| 6. Group annuities | 145,463,282 | 276,623,043 | 428,591,828 |
| 7. A & H - group | | 864,896 | 1,904,672 |
| 8. A & H - credit (group and individual) | | | |
| 9. A & H - other | 33,820,911 | 33,434,415 | 67,290,475 |
| 10. Aggregate of all other lines of business | | | |
| 11. Subtotal (Lines 1 through 10) | 3,447,947,639 | 5,274,738,507 | 8,544,452,132 |
| 12. Fraternal (Fraternal Benefit Societies Only) | | | |
| 13. Subtotal (Lines 11 through 12) | 3,447,947,639 | 5,274,738,507 | 8,544,452,132 |
| 14. Deposit-type contracts | 152,746,417 | 1,732,816,455 | 1,777,530,702 |
| 15. Total (Lines 13 and 14) | 3,600,694,056 | 7,007,554,962 | 10,321,982,834 |
| DETAILS OF WRITE-INS | | | |
| 1001. | | | |
| 1002. | | | |
| 1003. | | | |
| 1098. Summary of remaining write-ins for Line 10 from overflow page | | | |
| 1099. Totals (Lines 1001 through 1003 plus 1098)(Line 10 above) | | | |

Notes to the Financial Statements

1. Summary of Significant Accounting Policies and Going Concern

A. Accounting Practices

The financial statements of Forethought Life Insurance Company ("the Company") are presented on the basis of accounting practices prescribed or permitted by the Indiana Department of Insurance.

The Indiana Department of Insurance recognizes only statutory accounting practices prescribed or permitted by the state of Indiana for determining and reporting the financial condition and results of operations of an insurance company for determining its solvency under Indiana Insurance Law. The National Association of Insurance Commissioners (NAIC) Accounting Practices and Procedures Manual (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the state of Indiana.

The Company, with the permission of the Commissioner of Insurance of the State of Indiana, uses the Plan Type A discount rate with a guaranteed duration of less than five years under Actuarial Guideline 33 (AG33) on the entire in-force block of annuities with Guaranteed Minimum Withdrawal Benefits issued prior to October 1, 2013. By definition, AG33 would require the defined payments of the Guaranteed Lifetime Income Benefit (GLIB) benefit stream to be discounted using the Type B or Type C rate until the policy's contract value is exhausted and the additional payments to be discounted using the Type A rate.

A reconciliation of the Company's net income and capital and surplus between NAIC SAP and practices prescribed and permitted by the State of Indiana is shown below:

| | SSAP # | F/S Page | F/S Line # | 06/30/2020 | 12/31/2019 |
|---|--------|----------|------------|-------------------------|-------------------------|
| Net Income | | | | | |
| (1) State basis (Page 4, Line 35, Columns 1 & 3) | XXX | XXX | XXX | \$ (27,719,494) | \$ 189,299,603 |
| (2) State prescribed practices that are an increase / (decrease) from NAIC SAP: | | | | | |
| (3) State permitted practices that are an increase / (decrease) from NAIC SAP: | | | | | |
| PLAN TYPE A DISCOUNT RATE UNDER AG33 USED FOR GMWB | AG33 | 4 | 19 | 2,055,220 | 36,175,947 |
| (4) NAIC SAP (1-2-3=4) | XXX | XXX | XXX | <u>\$ (29,774,714)</u> | <u>\$ 153,123,656</u> |
| Surplus | | | | | |
| (5) State basis (Page 3, Line 38, Columns 1 & 2) | XXX | XXX | XXX | \$ 1,953,583,728 | \$ 1,889,049,177 |
| (6) State prescribed practices that are an increase / (decrease) from NAIC SAP: | | | | | |
| (7) State permitted practices that are an increase / (decrease) from NAIC SAP: | | | | | |
| PLAN TYPE A DISCOUNT RATE UNDER AG33 USED FOR GMWB | AG33 | 4 | 54,55 | (27,344,175) | 29,002,419 |
| (8) NAIC SAP (5-6-7=8) | XXX | XXX | XXX | <u>\$ 1,980,927,903</u> | <u>\$ 1,860,046,758</u> |

B. Use of Estimates in the Preparation of the Financial Statements

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

C. Accounting Policy

Life premiums are recognized as income over the premium-paying period of the related policies. Annuity considerations are recognized as revenue when received. Health premiums are earned ratably over the terms of the related insurance and reinsurance contracts. Expenses incurred in connection with acquiring new insurance business, including acquisition costs such as sales commissions, are charged to operations as incurred.

In addition, the Company uses the following accounting policies:

- (1) Short-term investments that have original maturities of greater than three months and less than twelve months at date of purchase are carried at amortized cost, which approximates fair value.
- (2) Bonds not backed by loans are valued at amortized cost using the scientific interest method. Bonds in or near default (NAIC class 6) are stated at the lower of amortized cost or fair value. The Company holds certain SVO designated securities and has elected to use a systematic value measurement method to value those securities.
- (3) Unaffiliated common stocks are stated at fair value. Fair value has been determined using quoted market prices for publicly-traded securities and management's pricing model for private placement securities.
- (4) Preferred stocks are stated at cost or amortized cost except those rated NAIC class 4 or lower quality, which are carried at the lower of cost or fair value.
- (5) Mortgage loans on real estate are carried at unpaid principal balance, net of discount/premiums and valuation allowance for impairments.
- (6) Loan-backed bonds and structured securities are stated at amortized cost using the interest method including anticipated prepayments at the date of purchase in accordance with Statement of Statutory Accounting Principles ("SSAP") No. 43 - *Loan-Backed and Structured Securities*. Changes in prepayment speeds and estimated cash flows from the original purchase assumptions are evaluated quarterly and are accounted for on the prospective basis.
- (7) Investments in common stocks of subsidiaries are stated at the value of their statutory equity adjusted for unamortized goodwill, if any.
- (8) The Company has ownership interests in limited partnerships. The Company carries these interests based upon their proportionate share of the underlying GAAP equity of the corresponding limited partnership.
- (9) Derivatives instruments are generally carried at fair value.

Notes to the Financial Statements

1. Summary of Significant Accounting Policies and Going Concern (Continued)

The Company utilizes CPI swaps which hedge exposure to inflation risk associated with its prefunded funeral insurance business and are carried at value consistent with the hedged liabilities. The FX unrealized gains or losses on currency swaps are recorded consistent with the GBP bonds hedged.

(10) The Company has no premium deficiency reserves.

(11) The Company began writing Medicare Supplement Insurance in 2010. Unpaid losses and loss adjustment expenses are based on past experience for losses incurred but not reported. The methods for making such estimates and establishing the resulting liability are continually reviewed and any adjustments are reflected in the period determined.

(12) The Company has not modified its capitalization policy from the prior period.

(13) The Company does not have any pharmaceutical rebate receivables.

D. Going Concern

There is no substantial doubt about the Company's ability to continue as a going concern.

2. Accounting Changes and Corrections of Errors - No Significant Changes

3. Business Combinations and Goodwill

B. Statutory Merger

(1) The Company merged with Forethought National Life insurance Company on December 31, 2019.

(2) The transaction was accounted for as a statutory merger.

(3) The Company assumed \$200,000 shares of common stock from the merger and reflected this as contributed surplus.

(4) Pre merger separate company revenue, net income, and other surplus adjustments for the six months ended June 30, 2019 were \$3,892,526,315, \$29,352,693, \$93,432,623, respectively for the Company and \$2,707,273, \$(113,468), (\$294,917) respectively for Forethought National Life Insurance Company.

No adjustments were made directly to the surplus of Forethought Life Insurance Company as a result of the merger.

4. Discontinued Operations - None

5. Investments

A. Mortgage Loans, including Mezzanine Real Estate Loans

(1) The maximum and minimum lending rates for mortgage loans during 2020 were 4.35% and 2.00%

(2) The maximum percentage of any one loan to the value of security at the time of the loan, exclusive of insured or guaranteed or purchase money mortgage was 80.47%.

(3) Taxes, assessments and any amounts advanced and not included in mortgage loan total - None

Quarterly Statement as of June 30, 2020 of the Forethought Life Insurance Company
Notes to the Financial Statements

5. Investments (Continued)

(4) Age analysis of mortgage loans and identification of mortgage loans in which the insurer is a participant or co-lender in a mortgage loan agreement

| | Farm | Residential | | Commerical | | Mezzanine | Total |
|---|------|-------------|---------------|------------|---------------|----------------|------------------|
| | | Insured | All Other | Insured | All Other | | |
| a. Current Year | | | | | | | |
| 1. Recorded Investment (All) | | | | | | | |
| (a) Current | | | \$ | | \$ | | |
| | \$ | \$ | 3,303,415,461 | \$ | 4,040,859,033 | \$ 54,533,110 | \$ 7,398,807,604 |
| (b) 30 - 59 days past due | | | 150,205,649 | | | | 150,205,649 |
| (c) 60 - 89 days past due | | | 146,126,218 | | | | 146,126,218 |
| (d) 90 - 179 days past due | | | 112,006,447 | | | | 112,006,447 |
| (e) 180+ days past due | | | 14,076,995 | | | | 14,076,995 |
| 2. Accruing Interest 90-179 Days Past Due | | | | | | | |
| (a) Recorded investment | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| (b) Interest accrued | | | | | | | |
| 3. Accruing Interest 180+ Days Past Due | | | | | | | |
| (a) Recorded investment | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| (b) Interest accrued | | | | | | | |
| 4. Interest Reduced | | | | | | | |
| (a) Recorded investment | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| (b) Number of loans | | | | | | | |
| (c) Percent reduced | % | % | % | % | % | % | % |
| 5. Participant or Co-lender in a Mortgage Loan Agreement | | | | | | | |
| (a) Recorded investment | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| b. Prior Year | | | | | | | |
| 1. Recorded Investment | | | | | | | |
| (a) Current | | | \$ | | \$ | | |
| | \$ | \$ | 3,215,620,784 | \$ | 3,854,287,886 | \$ 162,180,983 | \$ 7,232,089,653 |
| (b) 30 - 59 days past due | | | 111,222,140 | | | | 111,222,140 |
| (c) 60 - 89 days past due | | | 30,909,466 | | | | 30,909,466 |
| (d) 90 - 179 days past due | | | 58,718,744 | | | | 58,718,744 |
| (e) 180+ days past due | | | 14,374,025 | | | | 14,374,025 |
| 2. Accruing Interest 90-179 Days Past Due | | | | | | | |
| (a) Recorded investment | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| (b) Interest accrued | | | | | | | |
| 3. Accruing Interest 180+ Days Past Due | | | | | | | |
| (a) Recorded investment | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| (b) Interest accrued | | | | | | | |
| 4. Interest Reduced | | | | | | | |
| (a) Recorded investment | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| (b) Number of loans | | | | | | | |
| (c) Percent reduced | % | % | % | % | % | % | % |
| 5. Participant or Co-lender in a Mortgage Loan Agreement | | | | | | | |
| (a) Recorded investment | \$ | \$ | \$ | \$ | \$ | \$ | \$ |

Notes to the Financial Statements

5. Investments (Continued)

- (5) Investment in impaired loans with or without allowance for credit losses and impaired loans subject to a participant or co-lender mortgage loan agreement for which the reporting entity is restricted from unilaterally foreclosing on the mortgage loan

| | Farm | Residential | | Commerical | | Mezzanine | Total |
|--|------|-------------|---------------|------------|-----------|---------------|---------------|
| | | Insured | All Other | Insured | All Other | | |
| a. Current Year | | | | | | | |
| 1. With allowance for credit losses | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| 2. No allowance for credit losses | | | 11,409,121 | | | 31,484,329 | 42,893,450 |
| 3. Total (1+2) | \$ | \$ | \$ 11,409,121 | \$ | \$ | \$ 31,484,329 | \$ 42,893,450 |
| 4. Subject to a participant or co-lender mortgage loan agreement for which the reporting entity is restricted from unilaterally foreclosing on the mortgage loan | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| b. Prior Year | | | | | | | |
| 1. With allowance for credit losses | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| 2. No allowance for credit losses | | | 7,797,125 | | | | 7,797,125 |
| 3. Total (1+2) | \$ | \$ | \$ 7,797,125 | \$ | \$ | \$ | \$ 7,797,125 |
| 4. Subject to a participant or co-lender mortgage loan agreement for which the reporting entity is restricted from unilaterally foreclosing on the mortgage loan | \$ | \$ | \$ | \$ | \$ | \$ | \$ |

- (6) Investment in impaired loans - average recorded investment, interest income recognized, recorded investment on nonaccrual status and amount of interest income recognized using a cash-basis method of accounting

| | Farm | Residential | | Commerical | | Mezzanine | Total |
|---|------|-------------|-------------|------------|-----------|-----------|-------------|
| | | Insured | All Other | Insured | All Other | | |
| a. Current Year | | | | | | | |
| 1. Average recorded investment | \$ | \$ | 124,012 | \$ | \$ | \$ | 124,012 |
| 2. Interest income recognized | | | 570,509 | | | | 570,509 |
| 3. Recorded investments on nonaccrual status | | | 126,121,635 | | | | 126,121,635 |
| 4. Amount of interest income recognized using a cash-basis method of accounting | | | 353,555 | | | | 353,555 |
| b. Prior Year | | | | | | | |
| 1. Average recorded investment | \$ | \$ | 177,207 | \$ | \$ | \$ | 177,207 |
| 2. Interest income recognized | | | 375,930 | | | | 375,930 |
| 3. Recorded investments on nonaccrual status | | | 73,092,769 | | | | 73,092,769 |
| 4. Amount of interest income recognized using a cash-basis method of accounting | | | 1,200,315 | | | | 1,200,315 |

- (7) Allowance for credit losses - Not Applicable

- (8) Mortgage loans derecognized as a result of foreclosure

| | 06/30/2020 |
|---|------------|
| a. Aggregate amount of mortgage loans derecognized | \$ 990,398 |
| b. Real estate collateral recognized | |
| c. Other collateral recognized | |
| d. Receivables recognized from a government guarantee of the foreclosed mortgage loan | |

- (9) The company recognizes interest income on its impaired loans upon receipt.

B. Debt Restructuring - None

C. Reverse Mortgages - None

D. Loan-Backed Securities

- (1) Loan-backed and structured securities ("LBASS") are valued and reported in accordance with SSAP 43R - *Loan-Backed and Structured Securities*. Prepayment assumptions are primarily obtained from external sources or internal estimates. These assumptions are consistent with the current interest rate and economic environment. The prospective adjustment method is used on most non-agency LBASS. Fair values are based on independent pricing sources. The Company reviews securities at least quarterly for other-than-temporary impairments ("OTTI") using current cash flow assumptions. The Company did recognize an OTTI charge for \$1,821,098 loan-backed securities as of June 30, 2020, and \$0 as of December 31, 2019.

- (2) Loan-backed and structured securities with a recognized other-than-temporary impairment (OTTI) - None

Notes to the Financial Statements

5. Investments (Continued)

- (3) Securities held that were other-than-temporarily impaired due to the present value of cash flows expected to be collected was less than the amortized cost of securities

| (1) | (2) | (3) | (4) | (5) | (6) | (7) |
|-----------|---|---|-----------------|------------------------------|-------------------------------|--|
| CUSIP | Book/Adjusted Carrying Value Amortized Cost Before Current Period OTTI | Present Value of Projected Cash Flows | Recognized OTTI | Amortized Cost After OTTI | Fair Value at Time of OTTI | Date of Financial Statement Where Reported |
| 17323NAU7 | \$ 13,006,470 | \$ 11,610,466 | \$ 1,396,004 | \$ 11,610,466 | \$ 9,777,362 | 03/31/2020 |
| 05955YAY5 | 11,429,362 | 11,004,268 | 425,094 | 11,004,268 | 11,004,269 | 06/30/2020 |
| Total | | | \$ 1,821,098 | | | |

- (4) All impaired securities for which an OTTI has not been recognized in earnings as a realized loss

- a. The aggregate amount of unrealized losses:

| | |
|------------------------|------------------|
| 1. Less than 12 months | \$ (112,386,669) |
| 2. 12 months or longer | (213,387,725) |

- b. The aggregate related fair value of securities with unrealized losses:

| | |
|------------------------|------------------|
| 1. Less than 12 months | \$ 1,390,556,069 |
| 2. 12 months or longer | 4,239,088,188 |

- (5) The Company evaluates whether a credit impairment exists by considering primarily the following factors a) changes in the financial condition, credit rating and near term prospects of the issuer, b) whether the issuer is current on contractually obligated interest and principal payments, c) Changes in the financial condition of the security's underlying collateral, d) the payment structure of the security and e) the length of time and extent to which the fair value has been less than amortized cost of the security.

E. Dollar Repurchase Agreements and/or Securities Lending Transactions - None

F. Repurchase Agreements Transactions Accounted for as Secured Borrowing

Repurchase Transaction - Cash Taker - Overview of Secured Borrowing Transactions

- (1) Information regarding the company policy or strategies for engaging in repo programs, policy for requiring collateral

As of June 30, 2020, the Company participated in third-party repurchase agreements with a notional value of \$401,738,019. The Company posted \$436,125,256 in fixed maturity securities as collateral for these transactions as of June 30, 2020. The Company accounts for these transactions as secured borrowings. As of December 31, 2019, there were no transactions outstanding and the Company did not pledge any associated collateral.

- (2) Type of repo trades used

| | First Quarter | Second Quarter | Third Quarter | Fourth Quarter |
|-----------------------|---------------|----------------|---------------|----------------|
| a. Bilateral (Yes/No) | YES | YES | | |
| b. Tri-Party (Yes/No) | | | | |

- (3) Original (flow) & residual maturity

| | First Quarter | Second Quarter | Third Quarter | Fourth Quarter |
|-----------------------------|---------------|----------------|---------------|----------------|
| a. Maximum Amount | | | | |
| 1. Open - No maturity | \$ | \$ | \$ | \$ |
| 2. Overnight | | | | |
| 3. 2 days to 1 week | | | | |
| 4. Over 1 week to 1 month | 251,351,761 | 251,351,761 | | |
| 5. Over 1 month to 3 months | 452,800,000 | 452,800,000 | | |
| 6. Over 3 months to 1 year | | | | |
| 7. Over 1 year | | | | |
| b. Ending Balance | | | | |
| 1. Open - No maturity | \$ | \$ | \$ | \$ |
| 2. Overnight | | | | |
| 3. 2 days to 1 week | | | | |
| 4. Over 1 week to 1 month | 251,351,761 | 100,849,562 | | |
| 5. Over 1 month to 3 months | 452,800,000 | 300,888,456 | | |
| 6. Over 3 months to 1 year | | | | |
| 7. Over 1 year | | | | |

- (4) Fair value of securities sold and/or acquired that resulted in default - None

Quarterly Statement as of June 30, 2020 of the Forethought Life Insurance Company
Notes to the Financial Statements

5. Investments (Continued)

(5) Securities "sold" under repo - secured borrowing

| | First Quarter | Second Quarter | Third Quarter | Fourth Quarter |
|---------------------------------|----------------|----------------|---------------|----------------|
| a. Maximum Amount | | | | |
| 1. BACV | XXX | XXX | XXX | \$ |
| 2. Nonadmitted - Subset of BACV | XXX | XXX | XXX | \$ |
| 3. Fair Value | \$ 743,066,909 | \$ 743,066,909 | \$ | \$ |
| b. Ending Balance | | | | |
| 1. BACV | XXX | XXX | XXX | \$ |
| 2. Nonadmitted - Subset of BACV | XXX | XXX | XXX | \$ |
| 3. Fair Value | \$ 743,066,909 | \$ 436,125,256 | \$ | \$ |

(6) Securities sold under repo - secured borrowing by NAIC designation

| Ending Balance | (1) None | (2) NAIC 1 | (3) NAIC 2 | (4) NAIC 3 | (5) NAIC 4 | (6) NAIC 5 | (7) NAIC 6 | (8) Nonadmitted |
|---------------------------------|-------------|----------------|----------------|---------------|---------------|---------------|---------------|--------------------|
| a. Bonds - BACV | \$ | \$ 244,169,026 | \$ 138,002,646 | \$ | \$ | \$ | \$ | \$ |
| b. Bonds - FV | | 285,536,110 | 150,589,147 | | | | | |
| c. LB & SS - BACV | | | | | | | | |
| d. LB & SS - FV | | | | | | | | |
| e. Preferred stock - BACV | | | | | | | | |
| f. Preferred stock - FV | | | | | | | | |
| g. Common stock | | | | | | | | |
| h. Mortgage loans - BACV | | | | | | | | |
| i. Mortgage loans - FV | | | | | | | | |
| j. Real estate - BACV | | | | | | | | |
| k. Real estate - FV | | | | | | | | |
| l. Derivatives - BACV | | | | | | | | |
| m. Derivatives - FV | | | | | | | | |
| n. Other invested assets - BACV | | | | | | | | |
| o. Other invested assets - FV | | | | | | | | |
| p. Total assets - BACV | \$ | \$ 244,169,026 | \$ 138,002,646 | \$ | \$ | \$ | \$ | \$ |
| q. Total assets - FV | \$ | \$ 285,536,110 | \$ 150,589,147 | \$ | \$ | \$ | \$ | \$ |
| p = (a+c+e+g+h+j+l+n) | | | | | | | | |
| q = (b+d+f+g+i+k+m+o) | | | | | | | | |

(7) Collateral received - secured borrowing

| | First Quarter | Second Quarter | Third Quarter | Fourth Quarter |
|--------------------------|----------------|----------------|---------------|----------------|
| a. Maximum Amount | | | | |
| 1. Cash | \$ 704,151,761 | \$ 704,151,761 | \$ | \$ |
| 2. Securities (FV) | | | | |
| b. Ending Balance | | | | |
| 1. Cash | \$ 704,151,761 | \$ 401,738,019 | \$ | \$ |
| 2. Securities (FV) | | | | |

(8) Cash & non-cash collateral received - secured borrowing by NAIC designation

| Ending Balance | (1) None | (2) NAIC 1 | (3) NAIC 2 | (4) NAIC 3 | (5) NAIC 4 | (6) NAIC 5 | (7) NAIC 6 | (8) Does Not Qualify as Admitted |
|--|----------------|---------------|---------------|---------------|---------------|---------------|---------------|-------------------------------------|
| a. Cash | \$ 401,738,019 | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| b. Bonds - FV | | | | | | | | |
| c. LB & SS - FV | | | | | | | | |
| d. Preferred stock - FV | | | | | | | | |
| e. Common stock | | | | | | | | |
| f. Mortgage loans - FV | | | | | | | | |
| g. Real estate - FV | | | | | | | | |
| h. Derivatives - FV | | | | | | | | |
| i. Other Invested Assets - FV | | | | | | | | |
| j. Total collateral assets - FV (sum of a through i) | \$ 401,738,019 | \$ | \$ | \$ | \$ | \$ | \$ | \$ |

Notes to the Financial Statements

5. Investments (Continued)

(9) Allocation of aggregate collateral by remaining contractual maturity

| | <u>Fair Value</u> |
|-----------------------------------|-------------------|
| a. Overnight and continuous | \$..... |
| b. 30 Days or less | 100,849,562 |
| c. 31 to 90 Days | 300,888,456 |
| d. More than 90 days | |

(10) Allocation of aggregate collateral reinvested by remaining contractual maturity - None

(11) Liability to return collateral - secured borrowing (total)

| | <u>First Quarter</u> | <u>Second Quarter</u> | <u>Third Quarter</u> | <u>Fourth Quarter</u> |
|-------------------------------------|----------------------|-----------------------|----------------------|-----------------------|
| a. Maximum Amount | | | | |
| 1. Cash (Collateral - All) | \$ 704,151,761 | \$ 704,151,761 | \$ | \$ |
| 2. Securities Collateral (FV) | | | | |
| b. Ending Balance | | | | |
| 1. Cash (Collateral - All) | \$ 704,151,761 | \$ 401,738,019 | \$ | \$ |
| 2. Securities Collateral (FV) | | | | |

G. Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing - None

H. Repurchase Agreements Transactions Accounted for as a Sale - None

I. Reverse Repurchase Agreements Transactions Accounted for as a Sale - None

J. Real Estate

(1) The company recognized impairment losses of \$317,671 and \$162,677 as of June 30, 2020 and December 31, 2019.

(2) The Company recognized \$1,234,869 and \$3,631,990 of real estate sold or classified as held for sale and realized losses of \$106,560 and \$1,394,481 as of June 30, 2020 and December 31, 2019, respectively.

(3) Changes to a plan of sale for an investment in real estate - Not Applicable

(4) Retail land sales operations - None

(5) Participating mortgage loan features - None

K. Low-Income Housing Tax Credits (LIHTC)

(1) The Company holds investments in LIHTC with 7 years remaining of unexpired tax credits and with a required holding period of 12 years.

(2) The Company recognized LIHTC tax benefits of \$928,367 and \$2,173,457 as of June 30, 2020 and December 31, 2019, respectively.

(3) As of June 30, 2020 and December 31, 2019, the Company reported LIHTC investments of \$6,344,957 and \$7,250,215, respectively.

(4) Regulatory reviews - Not Applicable

(5) Significance of an investment - Not Applicable

(6) Impaired assets - Not Applicable

(7) Write-downs and reclassifications - Not Applicable

Quarterly Statement as of June 30, 2020 of the Forethought Life Insurance Company
Notes to the Financial Statements

5. Investments (Continued)

L. Restricted Assets

(1) Restricted assets (including pledged)

| Restricted Asset Category | Gross (Admitted & Nonadmitted) Restricted | | | | | | | Current Year | | | |
|--|---|--|-----------------------------|------------------------------------|------------------|-----------------------|-------------------------------|------------------------------|---------------------------------|--|--------------------------------------|
| | Current Year | | | | | | (6) | (7) | (8) | Current Year | |
| | (1) | (2) | (3) | (4) | (5) | (9) | | | | (10) | (11) |
| | Total General Account (G/A) | G/A Supporting Separate Account (S/A) Activity | Total S/A Restricted Assets | S/A Assets Supporting G/A Activity | Total (1 + 3) | Total From Prior Year | Increase / (Decrease) (5 - 6) | Total Nonadmitted Restricted | Total Admitted Restricted (5-8) | Gross (Admitted & Nonadmitted) Restricted to Total Assets, % | Admitted to Total Admitted Assets, % |
| a. Subject to contractual obligation for which liability is not shown | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | % | % |
| b. Collateral held under security lending agreements | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... |
| c. Subject to repurchase agreements | 382,171,672 | ..... | ..... | ..... | 382,171,672 | ..... | 382,171,672 | ..... | 382,171,672 | 1.005 | 1.005 |
| d. Subject to reverse repurchase agreements | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... |
| e. Subject to dollar repurchase agreements | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... |
| f. Subject to dollar reverse repurchase agreements | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... |
| g. Placed under option contracts | 8,403,000 | ..... | ..... | ..... | 8,403,000 | 7,013,000 | 1,390,000 | ..... | 8,403,000 | 0.022 | 0.022 |
| h. Letter stock or securities restricted as to sale - excluding FHLB capital stock | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... |
| i. FHLB capital stock | 74,790,013 | ..... | ..... | ..... | 74,790,013 | 69,390,000 | 5,400,013 | ..... | 74,790,013 | 0.197 | 0.197 |
| j. On deposit with states | 6,436,645 | ..... | ..... | ..... | 6,436,645 | 6,465,378 | (28,733) | ..... | 6,436,645 | 0.017 | 0.017 |
| k. On deposit with other regulatory bodies | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... |
| l. Pledged as collateral to FHLB (including assets backing funding agreements) | 2,442,628,559 | ..... | ..... | ..... | 2,442,628,559 | 2,427,423,415 | 15,205,144 | ..... | 2,442,628,559 | 6.421 | 6.423 |
| m. Pledged as collateral not captured in other categories | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... |
| n. Other restricted assets | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... | ..... |
| o. Total restricted assets | \$ 2,914,429,889 | \$ | \$ | \$ | \$ 2,914,429,889 | \$ 2,510,291,793 | \$ 404,138,096 | \$ | \$ 2,914,429,889 | 7.661% | 7.663% |

(2) Detail of assets pledged as collateral not captured in other categories (contracts that share similar characteristics, such as reinsurance and derivatives, are reported in the aggregate) - None

(3) Detail of other restricted assets (contracts that share similar characteristics, such as reinsurance and derivatives, are reported in the aggregate) - None

Notes to the Financial Statements

5. Investments (Continued)

(4) Collateral received and reflected as assets within the reporting entity's financial statements

| Collateral Assets | (1) Book/Adjusted Carrying Value (BACV) | (2) Fair Value | (3) % of BACV to Total Assets (Admitted and Nonadmitted) | (4) % of BACV to Total Admitted Assets |
|---|--|-----------------------|--|---|
| General Account: | | | | |
| a. Cash, cash equivalents and short-term investments | \$ 195,661,023 | \$ 195,661,023 | 0.557% | 0.557% |
| b. Schedule D, Part 1 | | | | |
| c. Schedule D, Part 2, Section 1 | | | | |
| d. Schedule D, Part 2, Section 2 | | | | |
| e. Schedule B | | | | |
| f. Schedule A | | | | |
| g. Schedule BA, Part 1 | | | | |
| h. Schedule DL, Part 1 | | | | |
| i. Other | | | | |
| j. Total Collateral Assets (a+b+c+d+e+f+g+h+i) | \$ 195,661,023 | \$ 195,661,023 | 0.557% | 0.557% |
| Separate Account: | | | | |
| k. Cash, cash equivalents and short-term investments | \$ | \$ | % | % |
| l. Schedule D, Part 1 | | | | |
| m. Schedule D, Part 2, Section 1 | | | | |
| n. Schedule D, Part 2, Section 2 | | | | |
| o. Schedule B | | | | |
| p. Schedule A | | | | |
| q. Schedule BA, Part 1 | | | | |
| r. Schedule DL, Part 1 | | | | |
| s. Other | | | | |
| t. Total Collateral Assets (k+l+m+n+o+p+q+r+s) | \$ | \$ | % | % |

| | (1) Amount | (2) % of Liability to Total Liabilities |
|--|----------------|--|
| u. Recognized Obligation to Return Collateral Asset (General Account) | \$ 195,661,023 | 0.590% |
| v. Recognized Obligation to Return Collateral Asset (Separate Account) | \$ | % |

M. Working Capital Finance Investments - None

N. Offsetting and Netting of Assets and Liabilities - None

O. 5GI Securities

| Investment | Number of 5GI Securities | | Aggregate BACV | | Aggregate Fair Value | |
|--------------------------------------|--------------------------|------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | 06/30/2020 | 12/31/2019 | 06/30/2020 | 12/31/2019 | 06/30/2020 | 12/31/2019 |
| (1) Bonds - amortized cost | 7 | 7 | \$ 106,879,127 | \$ 106,518,575 | \$ 123,727,755 | \$ 104,454,120 |
| (2) LB & SS - amortized cost | | | | | | |
| (3) Preferred stock - amortized cost | | | | | | |
| (4) Preferred stock - fair value | | | | | | |
| (5) Total (1+2+3+4) | 7 | 7 | \$ 106,879,127 | \$ 106,518,575 | \$ 123,727,755 | \$ 104,454,120 |

P. Short Sales - None

Q. Prepayment Penalty and Acceleration Fees

| | General Account | Separate Account |
|---|-----------------|------------------|
| (1) Number of CUSIPs | 22 | |
| (2) Aggregate Amount of Investment Income | \$ 1,801,803 | \$ |

6. Joint Ventures, Partnerships and Limited Liability Companies

A. Investments in Joint Ventures, Partnerships or Limited Liability Companies that Exceed 10% of Admitted Assets

The Company has no investments in Joint Ventures, Partnerships or Limited Liability Companies that exceed 10% of its admitted assets as of June 30, 2020 and December 31, 2019.

B. Impaired Investments in Joint Ventures, Partnerships and Limited Liability Companies

The Company recognizes impairments when it is probable that it will be unable to recover the carrying amount of the investment or there is evidence indicating inability of the investee to sustain earnings that would justify the carrying value of the investment. The Company recognized impairments of \$60,004,845 and \$0 in joint ventures, partnerships, or limited liability companies as of June 30, 2020 and December 31, 2019, respectively.

Notes to the Financial Statements

7. Investment Income

The Company did not have any due and accrued income over 90 days past due that was excluded from surplus as of June 30, 2020 and December 31, 2019, respectively.

8. Derivative Instruments

A. Derivatives under SSAP No. 86 - Derivatives

- (1) The Company owns equity index options to limit its net exposure to equity market risk. The Company also owns the currency and CPI swaps to hedge the currency and inflation risk. The Company mitigates the general business risk by entering into equity index futures and total return swaps. The Company receives collateral from its derivative counterparties to limit credit risk.
- (2) The Company's derivative portfolio consists of equity index call options and spreads to hedge equity exposure associated with Equity Indexed Annuities underwritten. The Company utilizes the CPI swaps to hedge the exposure to inflation risk associated with its prefunded funeral insurance business. The Company entered into currency swaps to limit its currency exposure from GBP and CAD denominated assets. The Company limits the general business risk by entering into equity index futures, options and interest rate swaps. The total carrying value of derivative assets were \$377,305,650 and \$318,564,158 as of June 30, 2020 and December 31, 2019, respectively.
- (3) The Company's derivatives meet the criteria for effective hedges in accordance with SSAP No.86. Under such treatment, the equity index options are marked to market, with changes in unrealized gains or losses reported as a component of net investment income. Upon expiry, the difference between the cash proceeds and cost is also recognized as a component of net investment income. The CPI swaps are carried at book value consistent with the hedged liabilities. The FX unrealized gains or losses on currency swaps are recorded consistent with the GBP bonds hedged.
- (4) Derivative Contracts with Financing Premiums - Not Applicable
- (5) Net Gain or Loss Recognized - Not Applicable
- (6) Net Gain or Loss Recognized from Derivatives No Longer Qualifying for Hedge Accounting - Not Applicable
- (7) Derivatives Accounted for as Cash Flow Hedges of a Forecasted Transaction - Not Applicable
- (8) Premium Cost for Derivative Contracts - Not Applicable

B. Derivatives under SSAP No. 108 - Derivative Hedging Variable Annuity Guarantees (Life/Fraternal Only) - Not Applicable

9. Income Taxes - No Significant Changes

10. Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties

A. Nature of Relationships

The Company is organized as a stock life insurance company. The Company is a wholly-owned direct subsidiary of Commonwealth Annuity & Life Insurance Company, a Massachusetts company, which is a wholly-owned indirect subsidiary of Global Atlantic Financial Group Limited (GAFG), a Bermuda company.

On May 31, 2019, the Company received regulatory approval from the Department to pay accrued and unpaid interest due, prepay principal on, and cancel the surplus note. Upon cancellation of the note, it was deemed a capital contribution from Commonwealth Annuity to FLIC.

The Company owns market traded bonds of Goldman Sachs, with an NAIC rating of 1, a carrying value of \$86,323,543 and a market value of \$98,758,050 as of June 30, 2020. The purchase of these securities constituted arms-length transactions.

The Company owns market traded bonds of Goldman Sachs, with an NAIC rating of 2, a carrying value of \$21,543,926 and a market value of \$28,173,810 as of June 30, 2020. The purchase of these securities constituted arms-length transactions.

B. Detail of Transactions Greater than 1/2 % of 1% of total admitted assets

During 2020, there were no transactions greater than 1/2 of 1% of total admitted assets.

During 2019, bonds and cash with an aggregate value of \$358,096,918 were transferred between the company and Commonwealth. The sales and consideration of securities between Forethought and Commonwealth was at its fair value on the transaction date.

During 2019, bonds and cash with an aggregate value of \$507,899,726 were transferred between the company and Accordia. The sales and consideration of securities between Forethought and Commonwealth was at its fair value on the transaction date.

C. Amount of Transactions & Effects of Change in Terms of Intercompany Arrangements - None

D. Amounts due to or from Related Parties

As of June 30, 2020, the Company reported a receivable from parent, subsidiaries and affiliates of \$2,470,043 and a payable of \$0. As of December 31, 2019, the Company reported a receivable from parent, subsidiaries and affiliates of \$0 and a payable of \$6,153,429. Intercompany balances are settled on a monthly basis.

The Company pays portfolio management fees to Goldman Sachs Asset Management ("GSAM"). This resulted in a payable to GSAM of \$867,293 and \$3,495,145 at June 30, 2020 and December 31, 2019, respectively.

E. Guarantees or Contingencies for Related Parties

The Company has no guarantees or undertakings, written or otherwise, for the benefit of an affiliate or related party that result in a material contingent exposure to the Company's or affiliates' assets or liabilities.

F. Management, Service Contracts, Cost Sharing Arrangements

The Company has entered into administration, shared services, management services, and investment management services agreements with related parties. These affiliates provide legal, compliance, technology, operations, financial reporting, human resources, risk management, and distribution services. The Company recorded expenses for these agreements of \$80,165,763 and \$184,891,481 as of and for the years ended June 30, 2020 and December 31, 2019, respectively.

G. Nature of Relationships that Could Affect Operations - None

Notes to the Financial Statements

10. Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties (Continued)

- H. Amount Deducted for Investment in Upstream Company - Not Applicable
- I. Detail of Investments in Affiliates Greater Than 10% of Admitted Assets - None
- J. Write-Down for Impairments of Investments in Subsidiary Controlled or Affiliated Companies - Not Applicable
- K. Foreign Subsidiary Value Using CARVM - Not Applicable
- L. Downstream Holding Company Value Using Look-Through Method - Not Applicable
- M. All SCA Investments - Not Applicable
- N. Investment in Insurance SCAs - Not Applicable
- O. SCA and SSAP No. 48 Entity Loss Tracking - Not Applicable

11. Debt

- A. The Company does not have any debt including capital notes and borrowed money.
- B. FHLB (Federal Home Loan Bank) Agreements

(1) The Company is a member of the Federal Home Loan Bank (FHLB) of Indiana. Through its membership, the Company has issued funding agreements to the FHLB Indiana in exchange for cash advances in the amount of \$1,592,000,000. The Company uses these funds in an investment spread strategy, consistent with its other investment spread operations. As such, the Company applies SSAP No. 52 accounting treatment to these funds, consistent with its other deposit-type contracts. It is not part of the Company's strategy to utilize these funds for operations, and any funds obtained from the FHLB Indiana for use in general operations would be accounted for consistent with SSAP No. 15 as borrowed money. The table below indicates the amount of FHLB Indiana stock purchased, collateral pledged, assets and liabilities related to the agreement with FHLB Indiana.

(2) FHLB capital stock

(a) Aggregate totals

| | (1) Total (2+3) | (2) General Account | (3) Separate Accounts |
|---|-----------------------|---------------------------|-----------------------------|
| 1. Current Year | | | |
| (a) Membership stock - Class A | \$ | \$ | \$ |
| (b) Membership stock - Class B | 35,000,000 | 35,000,000 | |
| (c) Activity stock | 36,640,013 | 36,640,013 | |
| (d) Excess stock | 3,150,000 | 3,150,000 | |
| (e) Aggregate total (a+b+c+d) | \$ 74,790,013 | \$ 74,790,013 | |
| (f) Actual or estimated borrowing capacity as determined by the insurer | \$ 1,705,000,000 | | |
| 2. Prior Year-End | | | |
| (a) Member stock - Class A | \$ | \$ | \$ |
| (b) Membership stock - Class B | 35,000,000 | 35,000,000 | |
| (c) Activity stock | 34,390,000 | 34,390,000 | |
| (d) Excess stock | | | |
| (e) Aggregate total (a+b+c+d) | \$ 69,390,000 | \$ 69,390,000 | |
| (f) Actual or estimated borrowing capacity as determined by the insurer | \$ 1,750,000,000 | | |

(b) Membership stock (class A and B) eligible and not eligible for redemption

| Membership Stock | (1) Current Year Total (2+3+4+5+6) | (2) Not Eligible for Redemption | Eligible for Redemption | | | |
|------------------|--|---------------------------------------|------------------------------|--|----------------------------------|---------------------|
| | | | (3) Less Than 6 Months | (4) 6 Months to Less Than 1 Year | (5) 1 to Less Than 3 Years | (6) 3 to 5 Years |
| 1. Class A | \$ | \$ | \$ | \$ | \$ | \$ |
| 2. Class B | \$ 35,000,000 | \$ 35,000,000 | \$ | \$ | \$ | \$ |

(3) Collateral pledged to FHLB

(a) Amount pledged as of reporting date

| | (1) Fair Value | (2) Carrying Value | (3) Aggregate Total Borrowing |
|--|-------------------|-----------------------|-------------------------------------|
| 1. Current year total general and separate accounts total collateral pledged (Lines 2+3) | \$ 2,426,999,369 | \$ 2,442,628,559 | \$ 1,592,000,000 |
| 2. Current year general account total collateral pledged | 2,426,999,369 | 2,442,628,559 | 1,592,000,000 |
| 3. Current year separate accounts total collateral pledged | | | |
| 4. Prior year-end total general and separate accounts total collateral pledged | 2,527,058,188 | 2,427,423,415 | 1,542,000,000 |

Notes to the Financial Statements

11. Debt (Continued)

(b) Maximum amount pledged during reporting period

| | (1) | (2) | (3) |
|--|------------------|------------------|---|
| | Fair Value | Carrying Value | Amount Borrowed at Time of Maximum Collateral |
| 1. Current year total general and separate accounts maximum collateral pledged (Lines 2+3) | \$ 2,426,999,369 | \$ 2,442,628,559 | \$ 1,592,000,000 |
| 2. Current year general account maximum collateral pledged | 2,426,999,369 | 2,442,628,559 | 1,592,000,000 |
| 3. Current year separate accounts maximum collateral pledged | | | |
| 4. Prior year-end total general and separate accounts maximum collateral pledged | 2,545,274,885 | 2,427,423,415 | 1,542,000,000 |

(4) Borrowing from FHLB

(a) Amount as of the reporting date

| | (1) | (2) | (3) | (4) |
|-----------------------------|-------------------------|-------------------------|-------------------|---|
| | Total (2+3) | General Account | Separate Accounts | Funding Agreements Reserves Established |
| 1. Current Year | | | | |
| (a) Debt | \$ | \$ | \$ | XXX |
| (b) Funding agreements | 1,592,000,000 | 1,592,000,000 | | \$ |
| (c) Other | | | | XXX |
| (d) Aggregate total (a+b+c) | <u>\$ 1,592,000,000</u> | <u>\$ 1,592,000,000</u> | <u>\$</u> | <u>\$</u> |
| 2. Prior Year-end | | | | |
| (a) Debt | \$ | \$ | \$ | XXX |
| (b) Funding agreements | 1,542,000,000 | 1,542,000,000 | | \$ |
| (c) Other | | | | XXX |
| (d) Aggregate total (a+b+c) | <u>\$ 1,542,000,000</u> | <u>\$ 1,542,000,000</u> | <u>\$</u> | <u>\$</u> |

(b) Maximum amount during reporting period (current year)

| | (1) | (2) | (3) |
|----------------------------------|-------------------------|-------------------------|-------------------|
| | Total (2+3) | General Account | Separate Accounts |
| 1. Debt | \$ | \$ | \$ |
| 2. Funding agreements | 1,592,000,000 | 1,592,000,000 | |
| 3. Other | | | |
| 4. Aggregate total (Lines 1+2+3) | <u>\$ 1,592,000,000</u> | <u>\$ 1,592,000,000</u> | <u>\$</u> |

(c) FHLB - Prepayment obligations

| | Does the company have prepayment obligations under the following arrangements (YES/NO)? |
|-----------------------|---|
| 1. Debt | NO |
| 2. Funding agreements | YES |
| 3. Other | NO |

12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans

- A. Defined Benefit Plan - Not Applicable
- B. Investment Policies and Strategies of Plan Assets - Not Applicable
- C. Fair Value of Each Class of Plan Assets - Not Applicable
- D. Expected Long-Term Rate of Return for the Plan Assets - Not Applicable

E. Defined Contribution Plans

The Company does not have a direct defined contribution plan.

F. Multiemployer Plans

The Company does not participate in a multi-employer plan.

G. Consolidated/Holding Company Plans

The Company is allocated a share of the costs of the GAFC employee-sponsored defined contribution plans. GAFC matches 100% of the first 6% of eligible compensation contributed by participants. Participants are 100% vested in the 4% employer safe harbor matching contribution. Participants vest in the additional 2% employer matching contribution on a graded schedule over five years, based upon years of service. The allocated expense through June 30, 2020 and December 31, 2019 was \$2,588,675 and \$5,194,515, respectively.

H. Postemployment Benefits and Compensated Absences

The Company does not provide any other post-retirement benefits to its employees and has no material obligation for compensated absences.

Notes to the Financial Statements

12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans (Continued)

I. Impact of Medicare Modernization Act on Postretirement Benefits (INT 04-17)

The Medicare Modernization Act on Postretirement Benefits has no impact on the Company.

13. Capital and Surplus, Shareholders' Dividend Restrictions and Quasi-Reorganizations

1. The Company has 2,000 shares of \$2,500 par value capital stock authorized, of which, 1,000 shares are issued and outstanding.
2. The Company has no preferred stock outstanding.
3. Without prior approval of the Indiana Insurance Commissioner, ordinary dividends to shareholders are limited within twelve consecutive months to the greatest of 10% of capital and surplus as of the end of the preceding year or the net gain from operations for the most recently preceding year.
4. The Indiana Department of Insurance approved the following interest payments on the surplus note which were paid to Commonwealth Annuity and Life Insurance Company:

In February 2019, an interest payment of \$11,862,500, which was subsequently paid in April 2019.

5. Within the limitations of (3) above, there are no restrictions placed on the portion of Company profits that may be distributed as ordinary dividends to stockholders as long as the statutory prior notice requirements are met and the dividend is to be paid from earned surplus.
6. There were no restrictions placed on the Company's surplus, including for whom the surplus is being held.
7. The Company has no surplus advances.

8. Stock Held for Special Purposes

The Company has no common or preferred stock for special purposes.

9. Changes in Special Surplus Funds - None

10. Unassigned funds (surplus)

The portion of unassigned funds (surplus) represented or reduced by unrealized gains and (losses), net of capital gains tax, was \$318,780,347 and \$234,396,210 at June 30, 2020 and December 31, 2019, respectively.

11. Company-Issued Surplus Debentures or Similar Obligations

On October 5, 2016, the Company issued a Surplus Note (the "FLIC Surplus Note") to Finco. On December 29, 2017, this note was assigned to Commonwealth Annuity. The full outstanding principal balance of \$365 million will be payable on the Maturity Date of October 5, 2021. Interest will be calculated based on a fixed interest rate of 6.50% and paid semi-annually in arrears, commencing March 31, 2017. All interest payments and the payment of principal on the Maturity require prior written approval of the Commissioner of the Indiana Department of Insurance.

On May 31, 2019, the Company received regulatory approval from the Department to complete payment of the last interest payment and cancel the surplus note. Upon cancellation of the note, it was deemed a capital contribution from Commonwealth Annuity to FLIC.

12. Impact of Any Restatement Due to Prior Quasi-Reorganizations - Not Applicable

13. Effective Date(s) of Quasi-Reorganizations in the Prior 10 Years - Not Applicable

14. Liabilities, Contingencies and Assessments

A. Contingent Commitments

- (1) Commitments or contingent commitment(s) to an SCA entity, joint venture, partnership, or limited liability company

The Company invests in certain joint ventures, limited liability companies (LLC's) and partnerships, and in some cases make a commitment for additional investment up to a maximum invested amount. As of June 30, 2020, commitments to make additional investments to joint ventures, LLC's, and partnerships total \$310,375.

- (2) Nature and circumstances of guarantee - None

- (3) Aggregate compilation of guarantee obligations - None

B. Assessments

Unfavorable economic conditions may contribute to an increase in the number of insurance companies that are under regulatory supervision. This may result in an increase in mandatory assessments by state guaranty funds, or voluntary payments by solvent insurance companies to cover losses to policyholders of insolvent or rehabilitated companies. Mandatory assessments, which are subject to statutory limits, can be partially recovered through a reduction in future premium taxes in some states. The Company is not able to reasonably estimate the potential impact of any such future assessments or voluntary payments.

C. Gain Contingencies - None

D. Claims Related Extra Contractual Obligation and Bad Faith Losses Stemming from Lawsuits - None

E. Joint and Several Liabilities - None

F. All Other Contingencies

Various other lawsuits against the Company may arise in the course of the Company's business. Contingent liabilities arising from litigation, income taxes and other matters are not considered material in relation to the financial position of the Company.

15. Leases

A. Lessee Operating Lease - Not Applicable

B. Lessor Leases - Not Applicable

Notes to the Financial Statements

16. Information About Financial Instruments With Off-Balance-Sheet Risk And Financial Instruments With Concentrations of Credit Risk

1. Face Amount of the Company's Financial Instruments with Off-Balance-Sheet Risk

The current credit exposure of the Company's over the counter derivative contracts is limited to the fair value of \$199,317,196 as of June 30, 2020. Credit risk is managed by entering into transactions with creditworthy counterparties and obtaining net collaterals of \$187,258,023 from counterparties as of June 30, 2020. The exchange-traded derivatives are affected through a regulated exchange and positions are marked to market on a daily basis, the Company has little exposure to credit-related losses in the event of nonperformance by counterparties to such financial instruments.

2. The Company's credit risk is the risk of nonperformance by the counterparties. The company limits this risk by utilizing counterparties that maintain a NAIC "1" designation. Additionally, all OTC derivatives the Company entered into are fully collateralized by cash. In the event of the nonperformance by the counterparties, the Company has the right to the collaterals pledged by counterparties.
3. The Company issues fixed indexed annuity (FIA) products that provide a potential return that is linked to the equity index. The Company purchases equity index call and call spread options for the purpose of hedging the potential increases to policyholder benefits resulting from increases in the equity Index. The Company's equity hedges are categorized as fair value hedges. The Company also issues life products whose death benefit growth rate is determined by various consumer indexes. The Company has hedged this risk by entering into CPI swaps which are categorized as cash flow hedges. These inflation linked swaps have a remaining notional value of \$146,340,000 with off balance sheet exposure of \$711,372. Currently, these swaps are incorporated under a master netting agreements with both JP Morgan and Barclays. The Company limits the general business risk by entering into equity index futures and interest rate swaps. The Company has also invested in non USD denominated bonds which expose the Company to currency exchange risk. The Company purchases currency swaps that effectively hedged this risk. This is categorized as a cash flow hedge.
4. The Company is exposed to credit related losses in the event of nonperformance by counterparties to financial instruments, but it does not expect any counterparties to fail to meet their obligations given their high (NAIC -1) credit ratings. As of June 30, 2020, the Company pledged cash collaterals to counterparties with a fair value of \$8,403,000 related to CPI swap agreements, and received \$195,661,023 from counterparties for the remaining OTC derivative agreements.

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

- A. Transfers of Receivables Reported as Sales - None
- B. Transfers and Servicing of Financial Assets - None
- C. Wash Sales - None

18. Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans - None

19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators - None

20. Fair Value Measurements

A. Fair Value Measurement

(1) Fair value measurements at reporting date

| Description for each class of asset or liability | Level 1 | Level 2 | Level 3 | Net Asset Value (NAV) | Total |
|--|-------------------------|-----------------------|-----------------------|-----------------------|-------------------------|
| a. Assets at fair value | | | | | |
| Derivative Assets | \$ 12,108,660 | \$ 368,089,565 | \$ | \$ | \$ 380,198,225 |
| Separate Accounts | 2,921,724,673 | | | | 2,921,724,673 |
| Common Stock (Unaffiliated) | | | 144,828,811 | | 144,828,811 |
| Total assets at fair value/NAV | \$ 2,933,833,333 | \$ 368,089,565 | \$ 144,828,811 | \$ | \$ 3,446,751,709 |
| b. Liabilities at fair value | | | | | |
| Derivatives Liabilities | \$ 2,892,575 | \$ | \$ | \$ | \$ 2,892,575 |
| Total liabilities at fair value | \$ 2,892,575 | \$ | \$ | \$ | \$ 2,892,575 |

(2) Fair value measurements in Level 3 of the fair value hierarchy

| Description | Ending balance as of 03/31/2020 | Transfers Into Level 3 | Transfers Out of Level 3 | Total Gains and (Losses) Included in Net Income | Total Gains and (Losses) Included in Surplus | Purchases | Issuances | Sales | Settlements | Ending Balance for 06/30/2020 |
|--------------------------|---------------------------------|------------------------|--------------------------|---|--|----------------------|-----------|-----------|-------------|-------------------------------|
| a. Assets | | | | | | | | | | |
| Common Stock | \$ 89,304,181 | \$ | \$ | \$ | \$ 54,276 | \$ 55,470,354 | \$ | \$ | \$ | \$ 144,828,811 |
| Total assets | \$ 89,304,181 | \$ | \$ | \$ | \$ 54,276 | \$ 55,470,354 | \$ | \$ | \$ | \$ 144,828,811 |
| b. Liabilities | | | | | | | | | | |
| Total liabilities | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |

(3) There were no transfers between Levels 1 and 2 during the period ended June 30, 2020.

(4) For fair value measurements categorized within Level 2, fair value is based on significant inputs other than Level inputs that are observable for the asset either directly or indirectly for substantially the full term of the asset through corroboration with observable market data. Level 2 inputs include quoted market prices in active markets for similar assets and liabilities, quoted market prices in markets that are not active for identical or similar assets and other market observable inputs. Valuations are generally obtained from third party pricing services for identical or comparable assets, non-binding broker quotes (when pricing information is not available) or through the use of valuation methodologies using observable market inputs. For fair value measurements categorized within Level 3, fair value is based on at least one or more significant unobservable inputs for the asset.

(5) Fair value disclosures for derivatives on a gross basis and reconciliation from the opening balances to the closing balances are summarized in the following tables:

B. Other Fair Value Disclosures - None

Notes to the Financial Statements

20. Fair Value Measurements (Continued)

C. Fair Values for All Financial Instruments by Level 1, 2 and 3

| Type of Financial Instrument | Aggregate Fair Value | Admitted Assets | Level 1 | Level 2 | Level 3 | Net Asset Value (NAV) | Not Practicable (Carrying Value) |
|------------------------------|----------------------|-------------------|----------------|-------------------|------------------|-----------------------|----------------------------------|
| Bonds | \$ 24,637,094,771 | \$ 23,824,012,553 | \$ 168,545,727 | \$ 17,868,300,821 | \$ 6,600,248,223 | \$ | \$ |
| Mortgage Loans | 7,872,075,208 | 7,821,222,913 | | 6,390,344,967 | 1,481,730,241 | | |
| OIA | 1,088,432,789 | 1,053,071,899 | | 13,793,434 | 1,074,639,355 | | |
| Preferred Stock | 4,247,856 | 3,003,746 | | | 4,247,856 | | |
| Common Stock | 219,618,823 | 219,618,823 | | 74,790,013 | 144,828,810 | | |
| Short-term investments | 603,249,225 | 606,783,049 | 7,014,203 | 159,257,633 | 436,977,389 | | |
| Cash and equivalents | 442,972,529 | 442,972,529 | 442,972,529 | | | | |
| Derivatives | 380,198,225 | 380,198,225 | 12,108,660 | 368,089,565 | | | |
| Total Assets | 35,247,889,426 | 34,350,883,737 | 630,641,119 | 24,874,576,433 | 9,742,671,874 | | |
| Derivative Liabilities | 26,497,017 | 2,892,575 | 2,892,575 | 23,604,442 | | | |
| Total Liabilities | 26,497,017 | 2,892,575 | 2,892,575 | 23,604,442 | | | |

D. Not Practicable to Estimate Fair Value - None

E. Nature and Risk of Investments Reported at NAV - None

21. Other Items

A. Unusual or Infrequent Items - None

B. Troubled Debt Restructuring - None

C. Other Disclosures

Effective December 31, 2019, with approval from the Texas Commissioner of Insurance, Forethought National Life Insurance Company merged with the Company.

Assets values of \$6,436,645 and \$6,465,378 as of June 30, 2020, and December 31, 2019 were on deposit with government authorities as required by law.

D. Business Interruption Insurance Recoveries - None

E. State Transferable and Non-Transferable Tax Credits - None

F. Subprime-Mortgage-Related Risk Exposure

(1) While the Company holds no direct investments in subprime mortgage loans, the Company may have limited exposure to subprime borrowers through direct investments in primarily investment grade subprime residential mortgage-backed securities. The company's definition of subprime is predominantly based on borrower statistics from a residential pool of mortgages. Included in the statistics, and the diversity of all these statistics across the borrower profile. As is true for all securities in the Company's portfolio, the entire mortgage-backed asset portfolio is reviewed for impairments at least quarterly. Additionally, reviews of specific mortgage-backed securities are made on a periodic basis by reviewing both the unrealized gain/loss as well as changes to the underlying statistics. Included in the analysis are current delinquency and default statistics, as well as the current and original levels of subordination on the security.

(2) Direct exposure through investments in subprime mortgage loans - Not Applicable

(3) Direct exposure through other investments

The Company's exposure to sub-prime and Alt A risk through other investments is as follows:

| | Actual Cost | Book/Adjusted Carrying Value (Excluding Interest) | Fair Value | Other-Than-Temporary Impairment Losses Recognized |
|---|----------------|---|----------------|---|
| a. Residential mortgage-backed securities | \$ 333,067,953 | \$ 336,185,664 | \$ 381,118,463 | \$ |
| b. Commercial mortgage-backed securities | | | | |
| c. Collateralized debt obligations | | | | |
| d. Structured securities | | | | |
| e. Equity investment in SCAs | | | | |
| f. Other assets | | | | |
| g. Total | \$ 333,067,953 | \$ 336,185,664 | \$ 381,118,463 | \$ |

(4) Underwriting exposure to subprime mortgage risk through Mortgage Guaranty or Financial Guaranty insurance coverage - Not Applicable

G. Retained Assets - None

H. Insurance-Linked Securities (ILS) Contracts - None

I. The Amount That Could Be Realized on Life Insurance Where the Reporting Entity is Owner and Beneficiary or Has Otherwise Obtained Rights to Control the Policy - Not Applicable

22. Events Subsequent

Type I – Recognized Subsequent Events – No Type I subsequent events to report.

Type II – No Type II subsequent events to report.

Subsequent events have been considered through August 13, 2020.

KKR acquisition of Global Atlantic

Notes to the Financial Statements

22. Events Subsequent (Continued)

On July 7, 2020, Magnolia Parent LLC, or "Magnolia," an indirect subsidiary of KKR & Co. Inc., or "KKR," Magnolia Merger Sub Limited, a direct subsidiary of Magnolia, or "Merger Sub" and, together with Magnolia, the "KKR Parties," entered into an agreement and plan of merger, or the "Merger Agreement," with Global Atlantic Financial Group Limited, or "GAFG," the indirect parent of the Company, Global Atlantic Financial Life Limited, the Company's parent, or "GAFLL," (which is owned by GAFG and LAMC LP), LAMC LP, and Goldman Sachs & Co. LLC, solely in its capacity as an equity representative.

Pursuant to the Merger Agreement, at the closing, Merger Sub will merge with and into GAFG, or the "GA Merger," with GAFG continuing as the surviving entity and a direct wholly-owned subsidiary of Magnolia. Immediately following the GA Merger, GAFLL will merge with and into GAFG with GAFG continuing as the surviving entity and a direct wholly-owned subsidiary of Magnolia. The outstanding debt securities of the GAFG's subsidiaries will remain outstanding obligations of solely such entities and will not be assumed or guaranteed by KKR.

Pursuant to the Merger Agreement, following the closing of the merger, Magnolia will pay shareholders of GAFG and GAFLL an aggregate amount equal to 1.0x GAFG's book value, excluding accumulated other comprehensive income, as of the date of closing determined using the accounting principles set forth in the Merger Agreement, subject to an equity roll-over for certain existing shareholders who elect to participate in the roll-over. The aggregate merger consideration will be allocated among each of the GAFG's and GAFLL's outstanding ordinary shares, incentive shares and equity awards in accordance with their terms. Under the terms of the Merger Agreement and in accordance with the applicable plan documentation, unvested GAFG restricted share awards will convert into the right to receive a number of Magnolia restricted units having the same value as the GAFG restricted share award immediately prior to the closing.

GAFG has made customary representations, warranties and covenants in the Merger Agreement, including, among others, covenants to (i) conduct its business in the ordinary course during the period between the execution of the Merger Agreement and the closing and (ii) not to engage in certain types of actions during this period unless agreed to in writing by Magnolia.

Pursuant to the Merger Agreement, the closing of the merger is subject to the satisfaction or waiver of certain customary closing conditions, including, among others: (i) obtaining the approval of a majority of the outstanding shares of GAFG, (ii) obtaining requisite regulatory approvals, including the approvals of the Massachusetts Division of Insurance, the Iowa Insurance Division, the Indiana Department of Insurance, the Bermuda Monetary Authority, and other regulatory authorities, (iii) expiration or earlier termination of any applicable waiting period under the Hart-Scott-Rodino Antitrust Improvements Act of 1976, as amended, and (iv) the absence of any judgment, injunction, order or decree prohibiting or enjoining the completion of the Merger. In addition, the obligation of the parties to complete the merger is subject to certain other customary conditions, including (a) subject to the standards set forth in the Merger Agreement, the accuracy of the representations and warranties of the other party and (b) compliance of the other party with its covenants in all material respects.

The Merger Agreement also contains certain customary provisions giving each of the KKR Parties and GAFG rights to terminate the Merger Agreement under certain circumstances.

In connection with the Merger Agreement, certain shareholders of GAFG representing over 50% of the issued and outstanding shares of GAFG have agreed to vote in favor of the Merger at any meeting of the shareholders of GAFG called to seek the adoption of the Merger Agreement and against any competing transaction.

In connection with the Merger Agreement, KKR Group Partnership L.P., an indirect subsidiary of KKR, has committed to provide the requisite equity financing to Magnolia to consummate the Mergers and has guaranteed Magnolia's obligations to pay, up to a cap, any potential damages awards to GAFG under the Merger Agreement, in each case, subject to certain terms and conditions.

The foregoing description of the Merger Agreement and the transactions contemplated thereby does not purport to be complete and is subject to and qualified in its entirety by reference to the Merger Agreement.

COVID-19

The COVID-19 outbreak is currently impacting the United States and many countries around the world. Due to the recent and rapidly evolving nature of these events, the Company is unable to estimate the full impact at this time. However, at this time, the Company does not believe the situation will materially impact the Company's liability or capital position.

23. Reinsurance - No Significant Changes

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination

- A. Method Used to Estimate - Not Applicable
- B. Method Used to Record - Not Applicable
- C. Amount and Percent of Net Retrospective Premiums - Not Applicable
- D. Medical Loss Ratio Rebates Required Pursuant to the Public Health Service Act - Not Applicable
- E. Risk-Sharing Provisions of the Affordable Care Act (ACA)

- (1) Accident and health insurance premium subject to the Affordable Care Act risk-sharing provisions

Did the reporting entity write accident and health insurance premium which is subject to the Affordable Care Act risk sharing provisions?

NO

- (2) Impact of Risk-Sharing Provisions of the Affordable Care Act on admitted assets, liabilities and revenue for the current year - Not Applicable
- (3) Roll-forward of prior year ACA risk-sharing provisions for the following asset (gross of any nonadmission) and liability balances, along with the reasons for adjustments to prior year balance - Not Applicable
- (4) Roll-forward of risk corridors asset and liability balances by program benefit year - Not Applicable
- (5) ACA risk corridors receivable as of reporting date - Not Applicable

25. Change in Incurred Losses and Loss Adjustment Expenses

- A. Reasons for Changes in the Provision for Incurred Loss and Loss Adjustment Expenses Attributable to Insured Events of Prior Years - None
- B. Significant Changes in Methodologies and Assumptions Used in Calculating the Liability for Unpaid Losses and Loss Adjustment Expenses - None

26. Intercompany Pooling Arrangements - Not Applicable

Notes to the Financial Statements

- 27. **Structured Settlements** - None
- 28. **Health Care Receivables** - None
- 29. **Participating Policies** - None
- 30. **Premium Deficiency Reserves** - None
- 31. **Reserves for Life Contracts and Annuity Contracts** - No Significant Changes
- 32. **Analysis of Annuity Actuarial Reserves and Deposit Type Contract Liabilities by Withdrawal Characteristics** - No Significant Changes
- 33. **Analysis of Life Actuarial Reserves by Withdrawal Characteristics** - No Significant Changes
- 34. **Premiums and Annuity Considerations Deferred and Uncollected** - No Significant Changes
- 35. **Separate Accounts** - No Significant Changes
- 36. **Loss/Claim Adjustment Expenses** - None

GENERAL INTERROGATORIES**PART 1 - COMMON INTERROGATORIES****GENERAL**

- 1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes [] No [X]
- 1.2 If yes, has the report been filed with the domiciliary state? Yes [] No [X]
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [] No [X]
- 2.2 If yes, date of change:
- 3.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [X] No []
If yes, complete Schedule Y, Parts 1 and 1A.
- 3.2 Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [] No [X]
- 3.3 If the response to 3.2 is yes, provide a brief description of those changes.
- 3.4 Is the reporting entity publicly traded or a member of a publicly traded group? Yes [] No [X]
- 3.5 If the response to 3.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group.
- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] No [X]
If yes, complete and file the merger history data file with the NAIC.
- 4.2 If yes, provide the name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

| 1 Name of Entity | 2 NAIC Company Code | 3 State of Domicile |
|---------------------|------------------------|------------------------|
| | | |

5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes [] No [X] N/A []
If yes, attach an explanation.
- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2019
- 6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2014
- 6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 05/11/2016
- 6.4 By what department or departments?
Indiana Department of Insurance
- 6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes [] No [] N/A [X]
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [X] No [] N/A []
- 7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [] No [X]
- 7.2 If yes, give full information:
- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes [X] No []
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
The Goldman Sachs Group, Inc.
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [X] No []
- 8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

| 1 Affiliate Name | 2 Location (City, State) | 3 FRB | 4 OCC | 5 FDIC | 6 SEC |
|--|-----------------------------|----------|----------|-----------|----------|
| The Goldman Sachs Group, Inc | New York, NY | YES | NO | NO | YES |
| The Goldman Sachs & Co. | New York, NY | NO | YES | NO | YES |
| The Goldman Sachs Execution & Clearing, L.P. | Jersey City, NJ | NO | YES | NO | YES |
| The Goldman Sachs Financial Markets, L.P. | New York, NY | NO | NO | NO | YES |
| REDI Global Technologies LLC | New York, NY | NO | NO | NO | YES |
| The Goldman Sachs Trust Company, N.A. | New York, NY | NO | YES | YES | NO |
| Goldman Sachs Bank USA | Salt Lake City, UT | YES | NO | YES | NO |
| Goldman Sachs Asset Management, L.P. | New York, NY | NO | NO | NO | YES |
| Mercer Allied Company, L.P. | Saratoga Springs, NY | NO | NO | NO | YES |
| Global Atlantic Investment Advisors, LLC | Indianapolis, IN | NO | NO | NO | YES |
| Global Atlantic Distributors, LLC | Simsbury, CT | NO | NO | NO | YES |

STATEMENT AS OF JUNE 30, 2020 OF THE Forethought Life Insurance Company
GENERAL INTERROGATORIES

- 9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes No
 (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
 (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
 (c) Compliance with applicable governmental laws, rules and regulations;
 (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
 (e) Accountability for adherence to the code.
- 9.11 If the response to 9.1 is No, please explain:
- 9.2 Has the code of ethics for senior managers been amended? Yes No
- 9.21 If the response to 9.2 is Yes, provide information related to amendment(s).
- 9.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes No
- 9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

FINANCIAL

- 10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes No
- 10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount: \$ 2,470,043

INVESTMENT

- 11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes No
- 11.2 If yes, give full and complete information relating thereto:
12. Amount of real estate and mortgages held in other invested assets in Schedule BA: \$
13. Amount of real estate and mortgages held in short-term investments: \$ 162,873,871
- 14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes No
- 14.2 If yes, please complete the following:
- | | 1
Prior Year-End
Book/Adjusted
Carrying Value | 2
Current Quarter
Book/Adjusted
Carrying Value |
|---|--|---|
| 14.21 Bonds | \$ 24,691,587 | \$ 107,867,469 |
| 14.22 Preferred Stock | \$ | \$ |
| 14.23 Common Stock | \$ | \$ |
| 14.24 Short-Term Investments | \$ | \$ |
| 14.25 Mortgage Loans on Real Estate | \$ | \$ |
| 14.26 All Other | \$ | \$ |
| 14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26) | \$ 24,691,587 | \$ 107,867,469 |
| 14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above | \$ | \$ |
- 15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes No
- 15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes No N/A
 If no, attach a description with this statement.
16. For the reporting entity's security lending program, state the amount of the following as of the current statement date:
- 16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2. \$
- 16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2. \$
- 16.3 Total payable for securities lending reported on the liability page. \$

STATEMENT AS OF JUNE 30, 2020 OF THE Forethought Life Insurance Company
GENERAL INTERROGATORIES

17. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes [X] No []
- 17.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

| 1 Name of Custodian(s) | 2 Custodian Address |
|--|---|
| Bank of New York Mellon | One Wall Street, New York, NY 10286 |
| Federal Home Loan Bank of Indianapolis | 8250 Woodfield Crossing Blvd, Indianapolis, Indiana 46240 |
| US Bank | 1025 Connecticut Ave NW Ste 517, Washington DC 20063 |

- 17.2 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

| 1 Name(s) | 2 Location(s) | 3 Complete Explanation(s) |
|--------------|------------------|------------------------------|
| | | |

- 17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter? Yes [] No [X]
- 17.4 If yes, give full information relating thereto:

| 1 Old Custodian | 2 New Custodian | 3 Date of Change | 4 Reason |
|--------------------|--------------------|---------------------|-------------|
| | | | |

- 17.5 Investment management – Identify all investment advisors, investment managers, broker/dealers, including individuals that have the authority to make investment decisions on behalf of the reporting entity. For assets that are managed internally by employees of the reporting entity, note as such. ["...that have access to the investment accounts"; "...handle securities"]

| 1 Name of Firm or Individual | 2 Affiliation |
|---|------------------|
| Internal GA Investment Team | I..... |
| Goldman Sachs Asset Management | A..... |
| Prudential Private Placement Investors, LLC | U..... |
| Highbridge Asset Management | U..... |
| MetLife Investment Management, LLC | U..... |
| J.P. Morgan Asset Management | U..... |

- 17.5097 For those firms/individuals listed in the table for Question 17.5, do any firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") manage more than 10% of the reporting entity's invested assets? Yes [] No [X]
- 17.5098 For firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") listed in the table for Question 17.5, does the total assets under management aggregate to more than 50% of the reporting entity's invested assets? Yes [] No [X]

- 17.6 For those firms or individuals listed in the table for 17.5 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

| 1 Central Registration Depository Number | 2 Name of Firm or Individual | 3 Legal Entity Identifier (LEI) | 4 Registered With | 5 Investment Management Agreement (IMA) Filed |
|---|---|------------------------------------|----------------------|--|
| 107738 | Goldman Sachs Asset Management | 5493000C7DKPYVE0MA87 ..... | ..... | OS..... |
| 106442 | Prudential Private Placement Investors, LLC | 549300ZOC012EBDB5R65 ..... | ..... | NO..... |
| N/A | Highbridge Asset Management | HUX2X73FUCYHUVH1BK78 ..... | ..... | NO..... |
| 142463 | MetLife Investment Management, LLC | 549300025PYTRUFE1882 ..... | ..... | NO..... |
| N/A | J.P. Morgan Asset Management | SK6WG1E6ZY01H0HHS346 ..... | ..... | NO..... |

- 18.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Investment Analysis Office been followed? Yes [X] No []
- 18.2 If no, list exceptions:

19. By self-designating 5GI securities, the reporting entity is certifying the following elements for each self-designated 5GI security:
- a. Documentation necessary to permit a full credit analysis of the security does not exist or an NAIC CRP credit rating for an FE or PL security is not available.
 - b. Issuer or obligor is current on all contracted interest and principal payments.
 - c. The insurer has an actual expectation of ultimate payment of all contracted interest and principal.
- Has the reporting entity self-designated 5GI securities? Yes [X] No []

20. By self-designating PLGI securities, the reporting entity is certifying the following elements of each self-designated PLGI security:
- a. The security was purchased prior to January 1, 2018.
 - b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.
 - c. The NAIC Designation was derived from the credit rating assigned by an NAIC CRP in its legal capacity as a NRSRO which is shown on a current private letter rating held by the insurer and available for examination by state insurance regulators.
 - d. The reporting entity is not permitted to share this credit rating of the PL security with the SVO.
- Has the reporting entity self-designated PLGI securities? Yes [] No [X]

21. By assigning FE to a Schedule BA non-registered private fund, the reporting entity is certifying the following elements of each self-designated FE fund:
- a. The shares were purchased prior to January 1, 2019.
 - b. The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.
 - c. The security had a public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO prior to January 1, 2019.
 - d. The fund only or predominantly holds bonds in its portfolio.
 - e. The current reported NAIC Designation was derived from the public credit rating(s) with annual surveillance assigned by an NAIC CRP in its legal capacity as an NRSRO.
 - f. The public credit rating(s) with annual surveillance assigned by an NAIC CRP has not lapsed.
- Has the reporting entity assigned FE to Schedule BA non-registered private funds that complied with the above criteria? Yes [] No [X]

GENERAL INTERROGATORIES

PART 2 - LIFE AND ACCIDENT AND HEALTH COMPANIES/FRATERNAL BENEFIT SOCIETIES

Life and Accident Health Companies/Fraternal Benefit Societies:

1. Report the statement value of mortgage loans at the end of this reporting period for the following categories: 1
Amount
- 1.1 Long-Term Mortgages In Good Standing
- 1.11 Farm Mortgages \$
 1.12 Residential Mortgages \$ 3,599,747,328
 1.13 Commercial Mortgages \$ 4,095,392,143
 1.14 Total Mortgages in Good Standing \$ 7,695,139,471
- 1.2 Long-Term Mortgages In Good Standing with Restructured Terms
- 1.21 Total Mortgages in Good Standing with Restructured Terms \$
- 1.3 Long-Term Mortgage Loans Upon which Interest is Overdue more than Three Months
- 1.31 Farm Mortgages \$
 1.32 Residential Mortgages \$ 112,006,447
 1.33 Commercial Mortgages \$
 1.34 Total Mortgages with Interest Overdue more than Three Months \$ 112,006,447
- 1.4 Long-Term Mortgage Loans in Process of Foreclosure
- 1.41 Farm Mortgages \$
 1.42 Residential Mortgages \$ 14,076,995
 1.43 Commercial Mortgages \$
 1.44 Total Mortgages in Process of Foreclosure \$ 14,076,995
- 1.5 Total Mortgage Loans (Lines 1.14 + 1.21 + 1.34 + 1.44) (Page 2, Column 3, Lines 3.1 + 3.2) \$ 7,821,222,913
- 1.6 Long-Term Mortgages Foreclosed, Properties Transferred to Real Estate in Current Quarter
- 1.61 Farm Mortgages \$
 1.62 Residential Mortgages \$
 1.63 Commercial Mortgages \$
 1.64 Total Mortgages Foreclosed and Transferred to Real Estate \$
2. Operating Percentages:
- 2.1 A&H loss percent %
 2.2 A&H cost containment percent %
 2.3 A&H expense percent excluding cost containment expenses %
- 3.1 Do you act as a custodian for health savings accounts? Yes [] No [X]
- 3.2 If yes, please provide the amount of custodial funds held as of the reporting date \$
- 3.3 Do you act as an administrator for health savings accounts? Yes [] No [X]
- 3.4 If yes, please provide the balance of the funds administered as of the reporting date \$
4. Is the reporting entity licensed or chartered, registered, qualified, eligible or writing business in at least two states? Yes [X] No []
- 4.1 If no, does the reporting entity assume reinsurance business that covers risks residing in at least one state other than the state of domicile of the reporting entity? Yes [] No []

Fraternal Benefit Societies Only:

- 5.1 In all cases where the reporting entity has assumed accident and health risks from another company, provisions should be made in this statement on account of such reinsurances for reserve equal to that which the original company would have been required to establish had it retained the risks. Has this been done? Yes [] No [] N/A []
- 5.2 If no, explain:
.....
- 6.1 Does the reporting entity have outstanding assessments in the form of liens against policy benefits that have increased surplus? Yes [] No []
- 6.2 If yes, what is the date(s) of the original lien and the total outstanding balance of liens that remain in surplus?

| Date | Outstanding Lien Amount |
|-------|-------------------------|
| | |

SCHEDULE S - CEDED REINSURANCE

Showing All New Reinsurance Treaties - Current Year to Date

| 1 NAIC Company Code | 2 ID Number | 3 Effective Date | 4 Name of Reinsurer | 5 Domiciliary Jurisdiction | 6 Type of Reinsurance Ceded | 7 Type of Business Ceded | 8 Type of Reinsurer | 9 Certified Reinsurer Rating (1 through 6) | 10 Effective Date of Certified Reinsurer Rating |
|------------------------------|-------------------|------------------------|------------------------|----------------------------------|--------------------------------------|-----------------------------------|------------------------|--|--|
| NONE | | | | | | | | | |

STATEMENT AS OF JUNE 30, 2020 OF THE Forethought Life Insurance Company
SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

Current Year To Date - Allocated by States and Territories

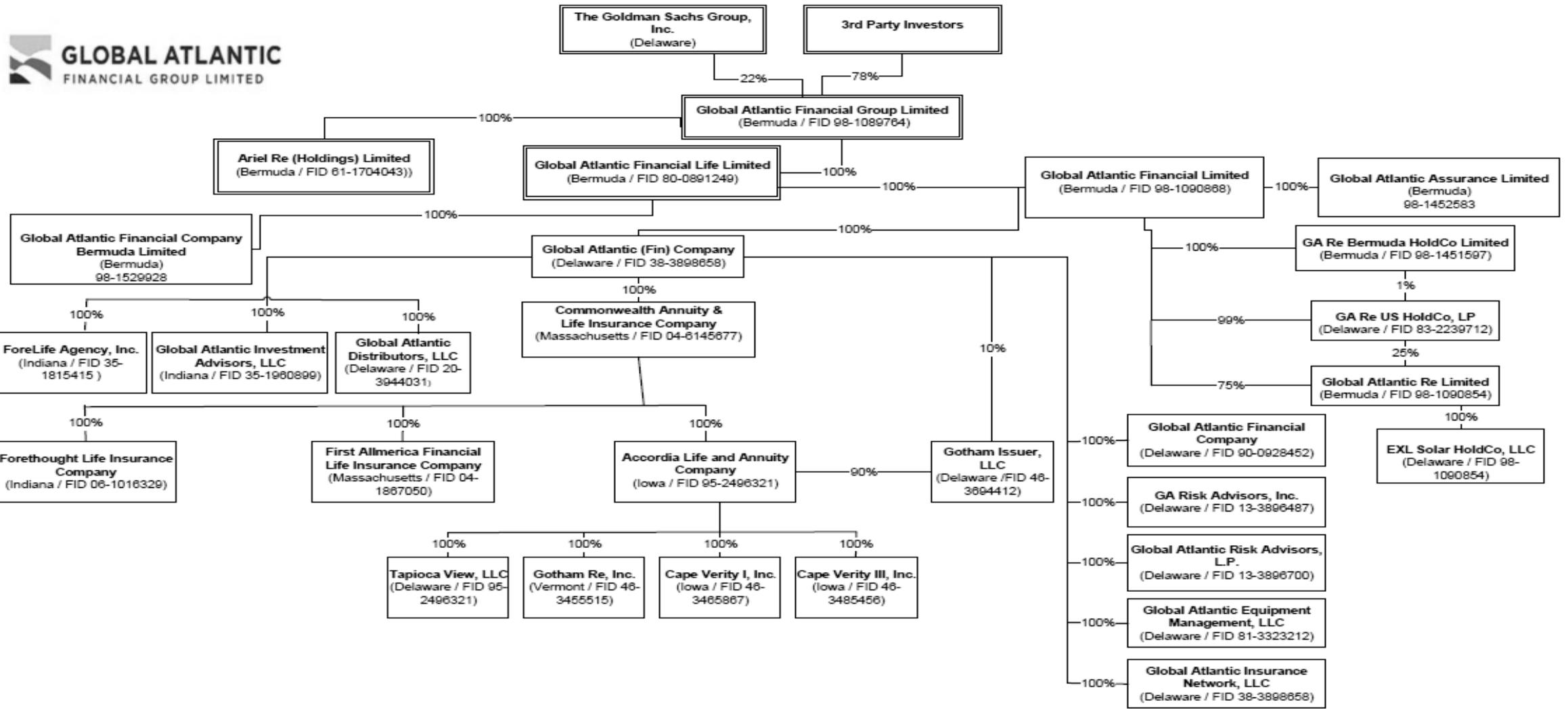
| 1 | Life Contracts | | Direct Business Only | | | | |
|--|-------------------|-------------------------|------------------------|---|----------------------|---------------------------|------------------------|
| | 2 | 3 | 4 | 5 | 6 | 7 | |
| States, Etc. | Active Status (a) | Life Insurance Premiums | Annuity Considerations | Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees | Other Considerations | Total Columns 2 Through 5 | Deposit-Type Contracts |
| 1. Alabama | AL | L | 857,267 | 82,382,973 | 174,662 | 83,414,902 | 706,979 |
| 2. Alaska | AK | L | 170,862 | 1,963,595 | 25,965 | 2,160,422 | |
| 3. Arizona | AZ | L | 1,875,832 | 59,585,235 | 366,333 | 61,827,400 | 1,906,202 |
| 4. Arkansas | AR | L | 484,443 | 38,789,103 | 67,621 | 39,341,167 | 25,000 |
| 5. California | CA | L | 17,202,467 | 311,850,658 | 1,409,027 | 330,462,152 | 1,743,094 |
| 6. Colorado | CO | L | 650,512 | 41,268,010 | 312,555 | 42,231,077 | 509,811 |
| 7. Connecticut | CT | L | 196,386 | 62,310,649 | 14,593 | 62,521,628 | 435,706 |
| 8. Delaware | DE | L | 1,689,371 | 12,841,740 | 52,248 | 14,583,359 | 74,997 |
| 9. District of Columbia | DC | L | 54,914 | 4,334,321 | 44,418 | 4,433,653 | 250,000 |
| 10. Florida | FL | L | 5,144,929 | 304,811,656 | 2,151,874 | 312,108,459 | 3,718,113 |
| 11. Georgia | GA | L | 907,447 | 49,901,868 | 539,700 | 51,349,015 | 720,460 |
| 12. Hawaii | HI | L | 140,780 | 22,514,803 | 345,104 | 23,000,687 | 54,055 |
| 13. Idaho | ID | L | 96,912 | 20,288,665 | 82,790 | 20,468,367 | 647,535 |
| 14. Illinois | IL | L | 1,744,493 | 108,737,478 | 1,303,575 | 111,785,546 | 444,428 |
| 15. Indiana | IN | L | 3,726,356 | 62,708,401 | 3,832,798 | 70,267,555 | 120,121,422 |
| 16. Iowa | IA | L | 1,800,191 | 27,975,929 | 429,754 | 30,205,874 | 743,229 |
| 17. Kansas | KS | L | 1,021,600 | 29,232,085 | 202,768 | 30,456,453 | 2,836,705 |
| 18. Kentucky | KY | L | 1,034,699 | 39,998,379 | 3,014,130 | 44,047,208 | 1,121,951 |
| 19. Louisiana | LA | L | 232,949 | 41,885,472 | 321,196 | 42,439,617 | 383,805 |
| 20. Maine | ME | L | 28,245 | 21,248,469 | 43,571 | 21,320,285 | |
| 21. Maryland | MD | L | 1,986,997 | 45,405,250 | 458,007 | 47,850,254 | 705,641 |
| 22. Massachusetts | MA | L | 2,071,724 | 72,833,840 | 222,916 | 75,128,480 | 1,804,561 |
| 23. Michigan | MI | L | 303,802 | 175,734,101 | 739,073 | 176,776,976 | 2,160,506 |
| 24. Minnesota | MN | L | 106,798 | 55,387,216 | 273,144 | 55,767,158 | 736,654 |
| 25. Mississippi | MS | L | 1,603,376 | 33,127,475 | 209,488 | 34,940,339 | 50,444 |
| 26. Missouri | MO | L | 1,075,827 | 112,291,737 | 406,612 | 113,774,176 | 649,801 |
| 27. Montana | MT | L | 8,523 | 3,667,757 | 16,362 | 3,692,642 | |
| 28. Nebraska | NE | L | 42,127 | 22,612,281 | 147,860 | 22,802,268 | 729,013 |
| 29. Nevada | NV | L | 143,165 | 17,070,996 | 118,780 | 17,332,941 | 246,176 |
| 30. New Hampshire | NH | L | 1,431,448 | 20,315,075 | 45,921 | 21,792,444 | |
| 31. New Jersey | NJ | L | 409,873 | 122,473,121 | 392,381 | 123,275,375 | 1,848,186 |
| 32. New Mexico | NM | L | 1,730,977 | 7,289,229 | 72,917 | 9,093,123 | 56,350 |
| 33. New York | NY | N | 78,425 | 46,020,719 | 54,248 | 46,153,392 | |
| 34. North Carolina | NC | L | 3,375,159 | 117,050,693 | 1,295,065 | 121,720,917 | 1,257,809 |
| 35. North Dakota | ND | L | 6,515 | 13,428,095 | 47,556 | 13,482,166 | 728,970 |
| 36. Ohio | OH | L | 1,760,569 | 229,058,380 | 5,547,806 | 236,366,755 | 693,263 |
| 37. Oklahoma | OK | L | 405,826 | 24,878,116 | 571,032 | 25,854,974 | |
| 38. Oregon | OR | L | 2,002,011 | 35,256,574 | 154,122 | 37,412,707 | 199,424 |
| 39. Pennsylvania | PA | L | 10,096,740 | 189,462,971 | 878,820 | 200,438,531 | 244,750 |
| 40. Rhode Island | RI | L | 696,674 | 19,769,117 | 21,139 | 20,486,930 | |
| 41. South Carolina | SC | L | 604,635 | 36,929,128 | 1,892,720 | 39,426,483 | 411,790 |
| 42. South Dakota | SD | L | 960 | 8,301,775 | 89,263 | 8,391,998 | |
| 43. Tennessee | TN | L | 3,560,820 | 136,665,617 | 713,247 | 140,939,684 | |
| 44. Texas | TX | L | 5,877,771 | 185,653,434 | 2,094,307 | 193,625,512 | 2,202,544 |
| 45. Utah | UT | L | 1,484,146 | 26,777,943 | 246,075 | 28,508,164 | 421,864 |
| 46. Vermont | VT | L | 10,631 | 7,037,028 | 19,757 | 7,067,416 | |
| 47. Virginia | VA | L | 2,592,226 | 80,131,560 | 954,774 | 83,678,560 | |
| 48. Washington | WA | L | 9,377,703 | 49,224,292 | 449,624 | 59,051,619 | 544,735 |
| 49. West Virginia | WV | L | 572,464 | 24,115,612 | 346,971 | 25,035,047 | 176,429 |
| 50. Wisconsin | WI | L | 1,678,893 | 53,858,201 | 386,978 | 55,924,072 | 434,015 |
| 51. Wyoming | WY | L | 3,296 | 2,812,315 | 25,256 | 2,840,867 | |
| 52. American Samoa | AS | N | 77 | | | 77 | |
| 53. Guam | GU | N | | | | | |
| 54. Puerto Rico | PR | L | 540 | 100,000 | 397 | 100,937 | |
| 55. U.S. Virgin Islands | VI | N | | | | | |
| 56. Northern Mariana Islands | MP | N | | | | | |
| 57. Canada | CAN | N | | | | | |
| 58. Aggregate Other Aliens | OT | XXX | 711 | | | 711 | |
| 59. Subtotal | XXX | 94,162,084 | 3,319,369,137 | 33,627,300 | | 3,447,158,521 | 152,746,417 |
| 90. Reporting entity contributions for employee benefits plans | XXX | | | | | | |
| 91. Dividends or refunds applied to purchase paid-up additions and annuities | XXX | | | | | | |
| 92. Dividends or refunds applied to shorten endowment or premium paying period | XXX | | | | | | |
| 93. Premium or annuity considerations waived under disability or other contract provisions | XXX | | | | | | |
| 94. Aggregate or other amounts not allocable by State | XXX | | | | | | |
| 95. Totals (Direct Business) | XXX | 94,162,084 | 3,319,369,137 | 33,627,300 | | 3,447,158,521 | 152,746,417 |
| 96. Plus Reinsurance Assumed | XXX | 28,115 | 395,042 | | | 423,157 | |
| 97. Totals (All Business) | XXX | 94,190,199 | 3,319,764,179 | 33,627,300 | | 3,447,581,678 | 152,746,417 |
| 98. Less Reinsurance Ceded | XXX | 42,384,606 | 1,446,583,734 | 13,896,112 | | 1,502,864,452 | |
| 99. Totals (All Business) less Reinsurance Ceded | XXX | 51,805,593 | 1,873,180,445 | 19,731,188 | | 1,944,717,226 | 152,746,417 |
| DETAILS OF WRITE-INS | | | | | | | |
| 58001. ZZZ Other Alien | XXX | 711 | | | | 711 | |
| 58002. | XXX | | | | | | |
| 58003. | XXX | | | | | | |
| 58998. Summary of remaining write-ins for Line 58 from overflow page | XXX | | | | | | |
| 58999. Totals (Lines 58001 through 58003 plus 58998)(Line 58 above) | XXX | 711 | | | | 711 | |
| 9401. | XXX | | | | | | |
| 9402. | XXX | | | | | | |
| 9403. | XXX | | | | | | |
| 9498. Summary of remaining write-ins for Line 94 from overflow page | XXX | | | | | | |
| 9499. Totals (Lines 9401 through 9403 plus 9498)(Line 94 above) | XXX | | | | | | |

(a) Active Status Counts:

L - Licensed or Chartered - Licensed Insurance carrier or domiciled RRG..... 51
E - Eligible - Reporting entities eligible or approved to write surplus lines in the state.....
N - None of the above - Not allowed to write business in the state..... 6

R - Registered - Non-domiciled RRGs.....
Q - Qualified - Qualified or accredited reinsurer.....

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP PART 1 - ORGANIZATIONAL CHART



STATEMENT AS OF JUNE 30, 2020 OF THE Forethought Life Insurance Company

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 | 16 |
|------------|-------------------|-------------------|------------|--------------|---------|--|---|----------------------|----------------------------------|---|--|--|--|----------------------------------|----|
| Group Code | Group Name | NAIC Company Code | ID Number | Federal RSSD | CIK | Name of Securities Exchange if Publicly Traded (U.S. or International) | Names of Parent, Subsidiaries Or Affiliates | Domiciliary Location | Relationship to Reporting Entity | Directly Controlled by (Name of Entity/Person) | Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other) | If Control is Ownership Provide Percentage | Ultimate Controlling Entity(ies)/Person(s) | Is an SCA Filing Required? (Y/N) | * |
| | | | 80-0891249 | | | | Global Atlantic Financial Life Limited | BMU | NIA | Global Atlantic Financial Group Limited | Ownership | 100.000 | Global Atlantic Financial Group Limited | | |
| | | | 90-0928452 | | | | Global Atlantic Financial Company | DE | NIA | Global Atlantic (Fin) Company | Ownership | 100.000 | Global Atlantic Financial Group Limited | | |
| | | | 38-3898658 | | | | Global Atlantic (Fin) Company | DE | NIA | Global Atlantic Financial Limited | Ownership | 100.000 | Global Atlantic Financial Group Limited | | |
| | | | 98-1090868 | | | | Global Atlantic Financial Limited | BMU | NIA | Global Atlantic Financial Life Limited | Ownership | 100.000 | Global Atlantic Financial Group Limited | | |
| | | | 98-1090854 | | | | Global Atlantic Re Limited | BMU | IA | Global Atlantic Financial Limited | Ownership | 75.000 | Global Atlantic Financial Group Limited | | |
| | | | 98-1090854 | | | | Global Atlantic Re Limited | BMU | IA | GA Re US HoldCo, LP | Ownership | 25.000 | Global Atlantic Financial Group Limited | | |
| | | | 61-1704043 | | | | Ariel Re (Holdings) Limited | BMU | NIA | Global Atlantic Financial Group Limited | Ownership | 100.000 | Global Atlantic Financial Group Limited | | |
| | | | 13-3896700 | | | | Global Atlantic Risk Advisors, L.P. | DE | NIA | Global Atlantic (Fin) Company | Ownership | 100.000 | Global Atlantic Financial Group Limited | | |
| | | | 38-3898658 | | | | Global Atlantic Insurance Network, LLC | DE | NIA | Global Atlantic (Fin) Company | Ownership | 100.000 | Global Atlantic Financial Group Limited | | |
| | | | 13-3896487 | | | | GA Risk Advisors, Inc. | DE | NIA | Global Atlantic (Fin) Company | Ownership | 100.000 | Global Atlantic Financial Group Limited | | |
| | | | 98-1529928 | | | | Global Atlantic Financial Company Bermuda Limited | BMU | NIA | Global Atlantic Financial Life Limited | Ownership | 100.000 | Global Atlantic Financial Group Limited | | |
| | | | 98-1089764 | 4520225 | | | Global Atlantic Financial Group Limited | BMU | NIA | The Goldman Sachs Group, Inc. | Ownership | 22.000 | The Goldman Sachs Group, Inc. | | |
| | | | 98-1089764 | 4520225 | | | Global Atlantic Financial Group Limited | BMU | NIA | Third Party Investors | Ownership | 78.000 | Third Party Investors | | |
| 3891 | Goldman Sachs Grp | 69140 | 04-1867050 | 2578101 | 793699 | | First Allmerica Financial Life Insurance Company | MA | IA | Commonwealth Annuity and Life Insurance Company | Ownership | 100.000 | Global Atlantic Financial Group Limited | | |
| 3891 | Goldman Sachs Grp | 84824 | 04-6145677 | 3958278 | 1086664 | | Commonwealth Annuity and Life Insurance Company | MA | IA | Global Atlantic (Fin) Company | Ownership | 100.000 | Global Atlantic Financial Group Limited | | |
| 3891 | Goldman Sachs Grp | 62200 | 95-2496321 | | | | Accordia Life and Annuity Company | IA | IA | Commonwealth Annuity and Life Insurance Company | Ownership | 100.000 | Global Atlantic Financial Group Limited | | |
| | | | 46-3694412 | | | | Gotham Issuer, LLC | DE | IA | Global Atlantic (Fin) Company | Ownership | 10.000 | Global Atlantic Financial Group Limited | | |
| | | | 46-3694412 | | | | Gotham Issuer, LLC | DE | IA | Accordia Life and Annuity Company | Ownership | 90.000 | Global Atlantic Financial Group Limited | | |
| 3891 | Goldman Sachs Grp | 15333 | 46-3455515 | | | | Gotham Re, Inc. | VT | IA | Accordia Life and Annuity Company | Ownership | 100.000 | Global Atlantic Financial Group Limited | | |
| | | | 95-2496321 | | | | Tapioca View, LLC | DE | IA | Accordia Life and Annuity Company | Ownership | 100.000 | Global Atlantic Financial Group Limited | | |
| 3891 | Goldman Sachs Grp | 15475 | 46-3465867 | | | | Cape Verity I, Inc. | IA | IA | Accordia Life and Annuity Company | Ownership | 100.000 | Global Atlantic Financial Group Limited | | |
| 3891 | Goldman Sachs Grp | 15473 | 46-3485456 | | | | Cape Verity III, Inc. | IA | IA | Accordia Life and Annuity Company | Ownership | 100.000 | Global Atlantic Financial Group Limited | | |
| | | | 35-1960899 | | | | Global Atlantic Investment Advisors, LLC | IN | IA | Global Atlantic (Fin) Company | Ownership | 100.000 | Global Atlantic Financial Group Limited | | |
| | | | 20-3944031 | | | | Global Atlantic Distributors, LLC | DE | IA | Global Atlantic (Fin) Company | Ownership | 100.000 | Global Atlantic Financial Group Limited | | |
| | | | 35-1815415 | | | | ForeLife Agency, Inc | IN | IA | Global Atlantic (Fin) Company | Ownership | 100.000 | Global Atlantic Financial Group Limited | | |
| 3891 | Goldman Sachs Grp | 91642 | 06-1016329 | | | | Forethought Life Insurance Company | IN | RE | Commonwealth Annuity and Life Insurance Company | Ownership | 100.000 | Global Atlantic Financial Group Limited | | |
| | | | 81-3323212 | | | | Global Atlantic Equipment Management, LLC | DE | NIA | Global Atlantic (Fin) Company | Ownership | 100.000 | Global Atlantic Financial Group Limited | | |
| | | | 98-1452583 | | | | Global Atlantic Assurance Limited | BMU | IA | Global Atlantic Financial Limited | Ownership | 100.000 | Global Atlantic Financial Group Limited | | |

STATEMENT AS OF JUNE 30, 2020 OF THE Forethought Life Insurance Company

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 | 16 |
|------------|------------|-------------------|------------|--------------|-----|--|---|----------------------|----------------------------------|--|--|--|--|----------------------------------|----|
| Group Code | Group Name | NAIC Company Code | ID Number | Federal RSSD | CIK | Name of Securities Exchange if Publicly Traded (U.S. or International) | Names of Parent, Subsidiaries Or Affiliates | Domiciliary Location | Relationship to Reporting Entity | Directly Controlled by (Name of Entity/Person) | Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other) | If Control is Ownership Provide Percentage | Ultimate Controlling Entity(ies)/Person(s) | Is an SCA Filing Required? (Y/N) | * |
| | | | 98-1451597 | | | | GA Re Bermuda HoldCo Limited | BMU | NIA | Global Atlantic Financial Limited | Ownership | 100.000 | Global Atlantic Financial Group Limited | | |
| | | | 83-2239712 | | | | GA Re US HoldCo, LP | DE | NIA | Global Atlantic Financial Limited | Ownership | 99.000 | Global Atlantic Financial Group Limited | | |
| | | | 83-2239712 | | | | GA Re US HoldCo, LP | DE | NIA | GA Re Bermuda HoldCo Limited | Ownership | 1.000 | Global Atlantic Financial Group Limited | | |
| | | | 98-1090854 | | | | EXL Solar HoldCo, LLC | DE | NIA | Global Atlantic Re Limited | Ownership | 100.000 | Global Atlantic Financial Group Limited | | |

NONE

| | |
|----------|--|
| Asterisk | |
|----------|--|

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

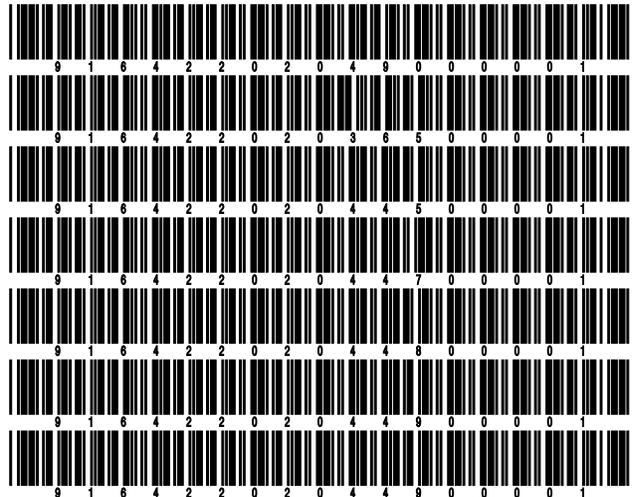
| | Response |
|---|----------|
| 1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement? | NO |
| 2. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement? | NO |
| 3. Will the Reasonableness of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC? | NO |
| 4. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXV be filed with the state of domicile and electronically with the NAIC? | YES |
| 5. Will the Reasonableness of Assumptions Certification for Implied Guaranteed Rate Method required by Actuarial Guideline XXXVI be filed with the state of domicile and electronically with the NAIC? | NO |
| 6. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Average Market Value) be filed with the state of domicile and electronically with the NAIC? | NO |
| 7. Will the Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Market Value) be filed with the state of domicile and electronically with the NAIC? | NO |
| 8. Will the Life PBR Statement of Exemption be filed with the state of domicile by July 1st and electronically with the NAIC with the second quarterly filing per the Valuation Manual (by August 15)? (2nd Quarter Only) The response for 1st and 3rd quarters should be N/A. A NO response resulting with a bar code is only appropriate in the 2nd quarter. | NO |

Explanation:

- 1.
- 2.
- 3.
- 5.
- 6.
- 7.
- 8.

Bar Code:

1. Trusteed Surplus Statement [Document Identifier 490]
2. Medicare Part D Coverage Supplement [Document Identifier 365]
3. Reasonableness of Assumptions Certification required by Actuarial Guideline XXXV [Document Identifier 445]
5. Reasonableness of Assumptions Certification for Implied Guaranteed Rate Method required by Actuarial Guideline XXXVI [Document Identifier 447]
6. Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI [Document Identifier 448]
7. Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Market Value) [Document Identifier 449]
8. Life PBR Statement of Exemption (2nd Quarter Only) [Document Identifier 700]



STATEMENT AS OF JUNE 30, 2020 OF THE Forethought Life Insurance Company

OVERFLOW PAGE FOR WRITE-INS

Additional Write-ins for Liabilities Line 25

| | 1 Current Statement Date | 2 December 31 Prior Year |
|---|--------------------------------|--------------------------------|
| 2504. Carvm-Modco | (3,188,084) | (7,279,408) |
| 2505. Misc Litigation Reserve | 350,000 | 350,000 |
| 2506. Accounts Payable | 306,715 | 36,063 |
| 2597. Summary of remaining write-ins for Line 25 from overflow page | (2,531,369) | (6,893,345) |

Additional Write-ins for Summary of Operations Line 8.3

| | 1 Current Year To Date | 2 Prior Year To Date | 3 Prior Year Ended December 31 |
|--|------------------------------|----------------------------|--------------------------------------|
| 08.304. Funds Withheld Misc Income | | 2,287,121 | 3,203,196 |
| 08.305. Miscellaneous | (21,095) | (2,751) | (30,015) |
| 08.397. Summary of remaining write-ins for Line 8.3 from overflow page | (21,095) | 2,284,370 | 3,173,181 |

Additional Write-ins for Summary of Operations Line 27

| | 1 Current Year To Date | 2 Prior Year To Date | 3 Prior Year Ended December 31 |
|---|------------------------------|----------------------------|--------------------------------------|
| 2704. Fwh Futures Hedged Realized | 25,278,049 | | |
| 2705. Fwh Futures Hedged Unrealized | 16,492,975 | | |
| 2706. Misc Stat Agg Write-in Expense | | 1,050,000 | |
| 2797. Summary of remaining write-ins for Line 27 from overflow page | 41,771,024 | 1,050,000 | |

STATEMENT AS OF JUNE 30, 2020 OF THE Forethought Life Insurance Company

SCHEDULE A - VERIFICATION

Real Estate

| | 1 Year to Date | 2 Prior Year Ended December 31 |
|--|-------------------|--------------------------------------|
| 1. Book/adjusted carrying value, December 31 of prior year | 1,208,458 | 1,735,208 |
| 2. Cost of acquired: | | |
| 2.1 Actual cost at time of acquisition | 990,398 | 3,733,182 |
| 2.2 Additional investment made after acquisition | | |
| 3. Current year change in encumbrances | | |
| 4. Total gain (loss) on disposals | (106,560) | (1,394,481) |
| 5. Deduct amounts received on disposals | 1,128,310 | 2,723,219 |
| 6. Total foreign exchange change in book/adjusted carrying value | | |
| 7. Deduct current year's other than temporary impairment recognized | 317,671 | 142,231 |
| 8. Deduct current year's depreciation | | |
| 9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8) | 646,315 | 1,208,458 |
| 10. Deduct total nonadmitted amounts | | |
| 11. Statement value at end of current period (Line 9 minus Line 10) | 646,315 | 1,208,458 |

SCHEDULE B - VERIFICATION

Mortgage Loans

| | 1 Year to Date | 2 Prior Year Ended December 31 |
|---|-------------------|--------------------------------------|
| 1. Book value/recorded investment excluding accrued interest, December 31 of prior year | 7,447,314,028 | 5,291,660,291 |
| 2. Cost of acquired: | | |
| 2.1 Actual cost at time of acquisition | 916,218,270 | 3,393,690,337 |
| 2.2 Additional investment made after acquisition | 98,645,507 | 138,887,623 |
| 3. Capitalized deferred interest and other | | 126,735 |
| 4. Accrual of discount | 2,847,286 | 13,156,460 |
| 5. Unrealized valuation increase (decrease) | | |
| 6. Total gain (loss) on disposals | (1,621,027) | 7,799,157 |
| 7. Deduct amounts received on disposals | 623,180,801 | 1,393,834,101 |
| 8. Deduct amortization of premium and mortgage interest points and commitment fees | 3,178,679 | 3,555,007 |
| 9. Total foreign exchange change in book value/recorded investment excluding accrued interest | | |
| 10. Deduct current year's other than temporary impairment recognized | 15,821,671 | 617,466 |
| 11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) | 7,821,222,913 | 7,447,314,028 |
| 12. Total valuation allowance | | |
| 13. Subtotal (Line 11 plus Line 12) | 7,821,222,913 | 7,447,314,028 |
| 14. Deduct total nonadmitted amounts | | |
| 15. Statement value at end of current period (Line 13 minus Line 14) | 7,821,222,913 | 7,447,314,028 |

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

| | 1 Year to Date | 2 Prior Year Ended December 31 |
|--|-------------------|--------------------------------------|
| 1. Book/adjusted carrying value, December 31 of prior year | 1,080,959,710 | 699,643,468 |
| 2. Cost of acquired: | | |
| 2.1 Actual cost at time of acquisition | (2,234,622) | 531,713,520 |
| 2.2 Additional investment made after acquisition | 128,706,835 | 704,723,645 |
| 3. Capitalized deferred interest and other | | 4,294,901 |
| 4. Accrual of discount | 23,134 | (1,366,382) |
| 5. Unrealized valuation increase (decrease) | 80,677,006 | 169,032,456 |
| 6. Total gain (loss) on disposals | 3,799,999 | (1,361,903) |
| 7. Deduct amounts received on disposals | 178,855,318 | 1,023,519,826 |
| 8. Deduct amortization of premium and depreciation | | 2,200,170 |
| 9. Total foreign exchange change in book/adjusted carrying value | | |
| 10. Deduct current year's other than temporary impairment recognized | 60,004,845 | |
| 11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) | 1,053,071,899 | 1,080,959,710 |
| 12. Deduct total nonadmitted amounts | | |
| 13. Statement value at end of current period (Line 11 minus Line 12) | 1,053,071,899 | 1,080,959,710 |

SCHEDULE D - VERIFICATION

Bonds and Stocks

| | 1 Year to Date | 2 Prior Year Ended December 31 |
|---|-------------------|--------------------------------------|
| 1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year | 21,892,050,291 | 19,913,419,808 |
| 2. Cost of bonds and stocks acquired | 5,579,732,046 | 10,432,859,346 |
| 3. Accrual of discount | 114,724,105 | 196,141,717 |
| 4. Unrealized valuation increase (decrease) | (3,235,615) | 9,165,060 |
| 5. Total gain (loss) on disposals | 9,325,386 | 9,752,405 |
| 6. Deduct consideration for bonds and stocks disposed of | 3,480,306,969 | 8,552,098,472 |
| 7. Deduct amortization of premium | 64,853,396 | 127,419,893 |
| 8. Total foreign exchange change in book/adjusted carrying value | (484,416) | 1,468,085 |
| 9. Deduct current year's other than temporary impairment recognized | 2,118,113 | |
| 10. Total investment income recognized as a result of prepayment penalties and/or acceleration fees | 1,801,803 | 8,762,235 |
| 11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9+10) | 24,046,635,122 | 21,892,050,291 |
| 12. Deduct total nonadmitted amounts | | |
| 13. Statement value at end of current period (Line 11 minus Line 12) | 24,046,635,122 | 21,892,050,291 |

STATEMENT AS OF JUNE 30, 2020 OF THE Forethought Life Insurance Company

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity
During the Current Quarter for all Bonds and Preferred Stock by NAIC Designation

| NAIC Designation | 1 Book/Adjusted Carrying Value Beginning of Current Quarter | 2 Acquisitions During Current Quarter | 3 Dispositions During Current Quarter | 4 Non-Trading Activity During Current Quarter | 5 Book/Adjusted Carrying Value End of First Quarter | 6 Book/Adjusted Carrying Value End of Second Quarter | 7 Book/Adjusted Carrying Value End of Third Quarter | 8 Book/Adjusted Carrying Value December 31 Prior Year |
|-------------------------------------|---|--|--|--|---|--|---|---|
| BONDS | | | | | | | | |
| 1. NAIC 1 (a) | 17,338,780,621 | 1,841,699,483 | 911,009,686 | (79,969,135) | 17,338,780,621 | 18,189,501,283 | | 16,986,400,918 |
| 2. NAIC 2 (a) | 4,929,663,236 | 548,983,700 | 289,828,963 | 32,442,814 | 4,929,663,236 | 5,221,260,787 | | 4,570,084,108 |
| 3. NAIC 3 (a) | 311,968,594 | 8,065,713 | 76,324,542 | 7,280,703 | 311,968,594 | 250,990,468 | | 125,446,199 |
| 4. NAIC 4 (a) | 47,838,304 | | 7,407,482 | 12,722,979 | 47,838,304 | 53,153,801 | | 65,785,296 |
| 5. NAIC 5 (a) | 211,636,863 | 2,585,926 | 112,168,868 | 4,825,206 | 211,636,863 | 106,879,127 | | 106,518,916 |
| 6. NAIC 6 (a) | | | 44,090,548 | 54,676,438 | | 10,585,890 | | |
| 7. Total Bonds | 22,839,887,618 | 2,401,334,822 | 1,440,830,089 | 31,979,005 | 22,839,887,618 | 23,832,371,356 | | 21,854,235,437 |
| PREFERRED STOCK | | | | | | | | |
| 8. NAIC 1 | 3,003,746 | | | | 3,003,746 | 3,003,746 | | 3,003,746 |
| 9. NAIC 2 | | | | | | | | |
| 10. NAIC 3 | | | | | | | | |
| 11. NAIC 4 | | | | | | | | |
| 12. NAIC 5 | | | | | | | | |
| 13. NAIC 6 | | | | | | | | |
| 14. Total Preferred Stock | 3,003,746 | | | | 3,003,746 | 3,003,746 | | 3,003,746 |
| 15. Total Bonds and Preferred Stock | 22,842,891,364 | 2,401,334,822 | 1,440,830,089 | 31,979,005 | 22,842,891,364 | 23,835,375,102 | | 21,857,239,183 |

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of short-term and cash equivalent bonds by NAIC designation:

NAIC 1 \$ 185,724,401 ; NAIC 2 \$ 634,496 ; NAIC 3 \$; NAIC 4 \$; NAIC 5 \$; NAIC 6 \$

S102

SCHEDULE DA - PART 1

Short-Term Investments

| | 1 | 2 | 3 | 4 | 5 |
|----------------|---------------------------------|-----------|-------------|------------------------------------|--|
| | Book/Adjusted Carrying Value | Par Value | Actual Cost | Interest Collected Year-to-Date | Paid for Accrued Interest Year-to-Date |
| 9199999 Totals | 606,783,049 | xxx | 602,287,648 | 11,918,988 | 3,850 |

SCHEDULE DA - VERIFICATION

Short-Term Investments

| | 1 | 2 |
|---|---------------|---------------------------------|
| | Year To Date | Prior Year Ended December 31 |
| 1. Book/adjusted carrying value, December 31 of prior year | 1,205,571,135 | 785,107,789 |
| 2. Cost of short-term investments acquired | 149,231,693 | 3,160,320,317 |
| 3. Accrual of discount | 2,811,056 | 8,597,906 |
| 4. Unrealized valuation increase (decrease) | | |
| 5. Total gain (loss) on disposals | | (220,897) |
| 6. Deduct consideration received on disposals | 750,829,787 | 2,748,078,181 |
| 7. Deduct amortization of premium | 1,048 | 155,799 |
| 8. Total foreign exchange change in book/adjusted carrying value | | |
| 9. Deduct current year's other than temporary impairment recognized | | |
| 10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) | 606,783,049 | 1,205,571,135 |
| 11. Deduct total nonadmitted amounts | | |
| 12. Statement value at end of current period (Line 10 minus Line 11) | 606,783,049 | 1,205,571,135 |

STATEMENT AS OF JUNE 30, 2020 OF THE Forethought Life Insurance Company

SCHEDULE DB - PART A - VERIFICATION

Options, Caps, Floors, Collars, Swaps and Forwards

| | |
|---|---------------|
| 1. Book/Adjusted Carrying Value, December 31, prior year (Line 10, prior year) | 323,873,606 |
| 2. Cost Paid/(Consideration Received) on additions | 321,000,261 |
| 3. Unrealized Valuation increase/(decrease) | 18,814,215 |
| 4. SSAP No. 108 adjustments | |
| 5. Total gain (loss) on termination recognized | (14,088,097) |
| 6. Considerations received/(paid) on terminations | 176,503,729 |
| 7. Amortization | (101,327,532) |
| 8. Adjustment to the Book/Adjusted Carrying Value of hedged item | |
| 9. Total foreign exchange change in Book/Adjusted Carrying Value | |
| 10. Book/Adjusted Carrying Value at End of Current Period (Lines 1+2+3+4+5-6+7+8+9) | 371,768,724 |
| 11. Deduct nonadmitted assets | |
| 12. Statement value at end of current period (Line 10 minus Line 11) | 371,768,724 |

SCHEDULE DB - PART B - VERIFICATION

Futures Contracts

| | |
|---|-------------|
| 1. Book/Adjusted carrying value, December 31 of prior year (Line 6, prior year) | (5,309,448) |
| 2. Cumulative cash change (Section 1, Broker Name/Net Cash Deposits Footnote - Cumulative Cash Change column) | |
| 3.1 Add: | |
| Change in variation margin on open contracts - Highly Effective Hedges | |
| 3.11 Section 1, Column 15, current year to date minus | 5,536,927 |
| 3.12 Section 1, Column 15, prior year | (5,309,447) |
| Change in variation margin on open contracts - All Other | |
| 3.13 Section 1, Column 18, current year to date minus | |
| 3.14 Section 1, Column 18, prior year | 10,846,374 |
| 3.2 Add: | |
| Change in adjustment to basis of hedged item | |
| 3.21 Section 1, Column 17, current year to date minus | |
| 3.22 Section 1, Column 17, prior year | |
| Change in amount recognized | |
| 3.23 Section 1, Column 19, current year to date minus | |
| 3.24 Section 1, Column 19, prior year | |
| 3.25 SSAP No. 108 adjustments | |
| 3.3 Subtotal (Line 3.1 minus Line 3.2) | 10,846,374 |
| 4.1 Cumulative variation margin on terminated contracts during the year | 24,335,163 |
| 4.2 Less: | |
| 4.21 Amount used to adjust basis of hedged item | |
| 4.22 Amount recognized | 24,335,163 |
| 4.23 SSAP No. 108 adjustments | 24,335,163 |
| 4.3 Subtotal (Line 4.1 minus Line 4.2) | |
| 5. Dispositions gains (losses) on contracts terminated in prior year: | |
| 5.1 Total gain (loss) recognized for terminations in prior year | |
| 5.2 Total gain (loss) adjusted into the hedged item(s) for terminations in prior year | |
| 6. Book/Adjusted carrying value at end of current period (Lines 1+2+3.3-4.3-5.1-5.2) | 5,536,926 |
| 7. Deduct total nonadmitted amounts | |
| 8. Statement value at end of current period (Line 6 minus Line 7) | 5,536,926 |

Schedule DB - Part C - Section 1 - Replication (Synthetic Asset) Transactions (RSATs) Open

N O N E

Schedule DB-Part C-Section 2-Reconciliation of Replication (Synthetic Asset) Transactions Open

N O N E

STATEMENT AS OF JUNE 30, 2020 OF THE Forethought Life Insurance Company

SCHEDULE DB - VERIFICATION

Verification of Book/Adjusted Carrying Value, Fair Value and Potential Exposure of all Open Derivative Contracts

| | | Book/Adjusted Carrying Value Check |
|-----|---|------------------------------------|
| 1. | Part A, Section 1, Column 14..... | 371,768,724 |
| 2. | Part B, Section 1, Column 15 plus Part B, Section 1 Footnote - Total Ending Cash Balance..... | 5,536,927 |
| 3. | Total (Line 1 plus Line 2)..... | 377,305,651 |
| 4. | Part D, Section 1, Column 5..... | 467,660,713 |
| 5. | Part D, Section 1, Column 6..... | (90,355,062) |
| 6. | Total (Line 3 minus Line 4 minus Line 5)..... | ..... |
| | | Fair Value Check |
| 7. | Part A, Section 1, Column 16..... | 348,164,281 |
| 8. | Part B, Section 1, Column 13..... | 5,536,927 |
| 9. | Total (Line 7 plus Line 8)..... | 353,701,208 |
| 10. | Part D, Section 1, Column 8..... | 467,660,712 |
| 11. | Part D, Section 1, Column 9..... | (113,959,505) |
| 12. | Total (Line 9 minus Line 10 minus Line 11)..... | ..... |
| | | Potential Exposure Check |
| 13. | Part A, Section 1, Column 21..... | 19,041,689 |
| 14. | Part B, Section 1, Column 20..... | 70,040,421 |
| 15. | Part D, Section 1, Column 11..... | 89,082,110 |
| 16. | Total (Line 13 plus Line 14 minus Line 15)..... | ..... |

STATEMENT AS OF JUNE 30, 2020 OF THE Forethought Life Insurance Company

SCHEDULE E - PART 2 - VERIFICATION

(Cash Equivalents)

| | 1 | 2 |
|---|---------------|---------------------------------|
| | Year To Date | Prior Year Ended December 31 |
| 1. Book/adjusted carrying value, December 31 of prior year | 551,338,319 | 105,695,064 |
| 2. Cost of cash equivalents acquired | 9,178,658,212 | 20,754,152,580 |
| 3. Accrual of discount | 386 | 11,786 |
| 4. Unrealized valuation increase (decrease) | | |
| 5. Total gain (loss) on disposals | | 22 |
| 6. Deduct consideration received on disposals | 9,583,745,876 | 20,308,519,701 |
| 7. Deduct amortization of premium | | 1,432 |
| 8. Total foreign exchange change in book/adjusted carrying value | | |
| 9. Deduct current year's other than temporary impairment recognized | | |
| 10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) | 146,251,041 | 551,338,319 |
| 11. Deduct total nonadmitted amounts | | |
| 12. Statement value at end of current period (Line 10 minus Line 11) | 146,251,041 | 551,338,319 |

STATEMENT AS OF JUNE 30, 2020 OF THE Forethought Life Insurance Company

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

| 1 Depository | 2 Code | 3 Rate of Interest | 4 Amount of Interest Received During Current Quarter | 5 Amount of Interest Accrued at Current Statement Date | Book Balance at End of Each Month During Current Quarter | | | 9 * |
|--|-----------|-----------------------|---|---|--|-------------------|------------------|--------|
| | | | | | 6 First Month | 7 Second Month | 8 Third Month | |
| US Bank Washington, D.C. | | | | | 656,970,662 | 459,079,581 | 129,308,296 | .XXX. |
| Fifth Third Cincinnati, Ohio | | | | | 1,738 | | | .XXX. |
| UMB Kansas City, Missouri | | | | | 7,284,316 | 25,208,074 | 17,902,993 | .XXX. |
| Federal Home Loan Bank Indianapolis, Indiana | | | | | 5,153,224 | 1,957,534 | 2,000,000 | .XXX. |
| Margins - Futures - JPM New York, New York | | | | | 102,221,314 | 119,655,465 | 147,104,911 | .XXX. |
| Wells Fargo Lincoln, Nebraska | | | | | | | 405,287 | .XXX. |
| 0199998. Deposits in ... depositories that do not exceed the allowable limit in any one depository (See instructions) - Open Depositories | XXX | XXX | | | | | | XXX |
| 0199999. Totals - Open Depositories | XXX | XXX | | | 771,631,254 | 605,900,654 | 296,721,487 | XXX |
| 0299998. Deposits in ... depositories that do not exceed the allowable limit in any one depository (See instructions) - Suspended Depositories | XXX | XXX | | | | | | XXX |
| 0299999. Totals - Suspended Depositories | XXX | XXX | | | | | | XXX |
| 0399999. Total Cash on Deposit | XXX | XXX | | | 771,631,254 | 605,900,654 | 296,721,487 | XXX |
| 0499999. Cash in Company's Office | XXX | XXX | XXX | XXX | | | | XXX |
| | | | | | | | | |
| | | | | | | | | |
| | | | | | | | | |
| | | | | | | | | |
| | | | | | | | | |
| 0599999. Total - Cash | XXX | XXX | | | 771,631,254 | 605,900,654 | 296,721,487 | XXX |

STATEMENT AS OF JUNE 30, 2020 OF THE Forethought Life Insurance Company

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

| 1 CUSIP | 2 Description | 3 Code | 4 Date Acquired | 5 Rate of Interest | 6 Maturity Date | 7 Book/Adjusted Carrying Value | 8 Amount of Interest Due and Accrued | 9 Amount Received During Year |
|-------------|--|-----------|--------------------|-----------------------|--------------------|-----------------------------------|---|----------------------------------|
| | UNITED STATES TREASURY TBILLCASH | | .05/11/2020 | 0.095 | .07/14/2020 | 129,996 | | 17 |
| | UNITED STATES TREASURY TBILLCASH | | .05/04/2020 | 0.097 | .07/30/2020 | 79,994 | | 12 |
| | UNITED STATES TREASURY TBILLCASH | | .05/01/2020 | 0.102 | .07/30/2020 | 199,983 | | 33 |
| 0199999 | Subtotal - Bonds - U.S. Governments - Issuer Obligations | | | | | 409,973 | | 62 |
| 0599999 | Total - U.S. Government Bonds | | | | | 409,973 | | 62 |
| 1099999 | Total - All Other Government Bonds | | | | | | | |
| 1799999 | Total - U.S. States, Territories and Possessions Bonds | | | | | | | |
| 2499999 | Total - U.S. Political Subdivisions Bonds | | | | | | | |
| 3199999 | Total - U.S. Special Revenues Bonds | | | | | | | |
| 3899999 | Total - Industrial and Miscellaneous (Unaffiliated) Bonds | | | | | | | |
| 4899999 | Total - Hybrid Securities | | | | | | | |
| 5599999 | Total - Parent, Subsidiaries and Affiliates Bonds | | | | | | | |
| 6099999 | Subtotal - SVO Identified Funds | | | | | | | |
| 6599999 | Subtotal - Unaffiliated Bank Loans | | | | | | | |
| 7699999 | Total - Issuer Obligations | | | | | 409,973 | | 62 |
| 7799999 | Total - Residential Mortgage-Backed Securities | | | | | | | |
| 7899999 | Total - Commercial Mortgage-Backed Securities | | | | | | | |
| 7999999 | Total - Other Loan-Backed and Structured Securities | | | | | | | |
| 8099999 | Total - SVO Identified Funds | | | | | | | |
| 8199999 | Total - Affiliated Bank Loans | | | | | | | |
| 8299999 | Total - Unaffiliated Bank Loans | | | | | | | |
| 8399999 | Total Bonds | | | | | 409,973 | | 62 |
| | BONY CASH RESERVE D-NAVSTIFFUND | | .06/30/2020 | 0.000 | .07/02/2020 | 140,707,726 | | 2,063,765 |
| 8499999 | Subtotal - Sweep Accounts | | | | | 140,707,726 | | 2,063,765 |
| 38141W-32-3 | GOLDMAN SACHS FIN SQ TR OB-IN STIF FUND | | .06/25/2020 | 0.000 | | 5,133,342 | | 18,361 |
| 8599999 | Subtotal - Exempt Money Market Mutual Funds - as Identified by the SVO | | | | | 5,133,342 | | 18,361 |
| 8899999 | Total Cash Equivalents | | | | | 146,251,041 | | 2,082,188 |

E14