

Pro-forma Impact of Certain Affiliated Reinsurance as of, and for, the Six Months Ended June 30, 2021

The following analysis presents information regarding the pro-forma notional attribution of capital and surplus to Forethought Life Insurance Company (FLIC) as a result of certain funds withheld reinsurance arrangements with its Bermuda-domiciled reinsurance affiliates, Global Atlantic Re Limited (GA Re) and Global Atlantic Assurance Limited (GAAL). This information is provided for the single purpose of evaluating the financial position of FLIC in connection with a particular rating agency and should not be, and is not intended to be, used for any other regulatory, investment, or other purpose. This information is not prepared on the basis of generally accepted accounting principles, statutory accounting principles in the United States or Bermuda, nor any other comprehensive basis of accounting. This information should be considered together with the statutory filings of Global Atlantic Financial Group's insurance entities. In addition, the information presented below is unaudited.

Notional Attribution of GA Re and GAAL Capital and Surplus

The following table presents a proportional allocation of capital to reinsurance arrangements which has been attributed based on relative (pro-rata) exposure.

	June 30, 2021
	(Unaudited, in thousands)
Notional Capital Attribution*	
FLIC - Funds Withheld Arrangement	\$ 631,118
Other Affiliate and External Reinsurance	1,732,619
Total GA Re and GAAL Capital and Surplus	\$ 2,363,737

Notional Attribution of Allocated Capital to Invested Assets

The below table further attributes the allocated capital and surplus to NAIC invested asset categories based on the proportional mix of the actual assets for GA Re and GAAL.

	June 30, 2021
	(Unaudited, in thousands)
Invested Assets*	
CMBS	\$ 35,343
RMBS	119,092
ABS	90,629
Corporate Bonds	257,812
US Government Bonds	2,777
Other Bonds	23,414
Common Stock	2,714
Mortgage	42,790
Cash	45,504
Derivatives	1,515
BA Assets	9,530
Total Allocated Surplus	\$ 631,118

Bonds by NAIC Category*

NAIC 1	\$ 291,198
NAIC 2	222,631
Investment grade	513,829
NAIC 3	10,476
NAIC 4	1,058
NAIC 5	212
NAIC 6	370
Below Investment Grade	12,116
Exempt Investments	3,121
Total Bonds	\$ 529,066

Bonds by ASC 820 Fair Value Level*

Level 1	\$ 2,751
Level 2	515,522
Level 3	10,793
Total	\$ 529,066

Notional Allocation of Investment Income to Surplus Account

The below table shows a notional allocation of surplus net investment income to FLIC based on underlying returns.

	For the Six Months Ended June 30, 2021
	(Unaudited, in thousands)
Net Investment Income*	
Bonds	\$ 11,248
Mortgages and Other Loans	1,086
Cash/Cash Equivalents	161
Gross	12,495
Expense	511
Total	\$ 11,984
Capital Gains and (Losses)*	
Bonds	\$ 6,088
Mortgages and Other Loans	24
Total	\$ 6,113

* Rounding differences may occur