

Pro-forma Impact of Certain Affiliated Reinsurance as of, and for, the Year Ended December 31, 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.

	December 31, 2021
	(Unaudited, in thousands)
Notional Capital Attribution*	
FLIC - Funds Withheld Arrangement	\$ 733,901
Other Affiliate and External Reinsurance	2,280,067
Total GA Re and GAAL Capital and Surplus	\$ 3,013,969

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.

	December 31, 2021
	(Unaudited, in thousands)
Invested Assets*	
CMBS	\$ 78,307
RMBS	82,344
ABS	97,169
Corporate Bonds	333,485
US Government Bonds	26,567
Other Bonds	17,687
Funding Agreement	-
Common Stock	-
Mortgage	77,206
Cash	11,082
Derivatives	1,248
BA Assets	8,807
Total Allocated Surplus	\$ 733,901
Bonds by NAIC Category*	
NAIC 1	\$ 396,461
NAIC 2	227,466
Investment grade	623,928
NAIC 3	5,084
NAIC 4	1,080
NAIC 5	-
NAIC 6	-
Below Investment Grade	6,165
Exempt Investments	5,466
Total Bonds	\$ 635,559
Bonds by ASC 820 Fair Value Level*	
Level 1	\$ 5,466
Level 2	602,764
Level 3	27,329
Total	\$ 635,559

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 Year Ended December 31, 2021
	(Unaudited, in thousands)
Net Investment Income*	
Bonds	\$ 25,143
Mortgages and Other Loans	2,406
Cash/Cash Equivalents	161
Gross	27,710
Expense	2,128
Total	\$ 25,582
Capital Gains and (Losses)*	
Bonds	\$ 21,411
Mortgages and Other Loans	(259)
Equity Investments	104,431
Total	\$ 125,584

* Rounding differences may occur