

EXAMINATION REPORT OF
EAGLE LIFE INSURANCE COMPANY
WEST DES MOINES, IOWA
AS OF DECEMBER 31, 2023

West Des Moines, Iowa
June 6, 2025

HONORABLE DOUG OMMEN
Insurance Commissioner
State of Iowa
1963 Bell Avenue
Des Moines, Iowa 50315

Commissioner:

In accordance with your authorization and pursuant to Iowa statutory provisions, an examination has been made of the records, affairs and financial condition of the

EAGLE LIFE INSURANCE COMPANY

WEST DES MOINES, IOWA

AS OF DECEMBER 31, 2023

at the Company's Home Office located at 6000 Westown Parkway, West Des Moines, Iowa 50266. The report of examination, containing applicable comments, explanations and financial data, is presented herewith.

INTRODUCTION

Eagle Life Insurance Company, hereinafter referred to as the "Company", was last examined as of December 31, 2018. The examination reported herein was conducted as an examination of an insurance holding company group with the Iowa Insurance Division acting as the Lead State and the New York State Department of Financial Services participating in the holding company group examination. The examination was performed by contract firm, Risk & Regulatory Consulting, LLC. The Company's parent, American Equity Investment Life Insurance Company, was also examined as part of the holding company group, with a separate examination report prepared for each entity.

SCOPE OF EXAMINATION

This is the regular comprehensive financial examination of the Company covering the intervening period from January 1, 2019, to the close of business on December 31, 2023, including any material transactions and/or events occurring and noted subsequent to the examination period.

The examination was conducted in accordance with the National Association of Insurance Commissioners ("NAIC") Financial Condition Examiners Handbook. The Handbook requires that we plan and perform the examination to evaluate the financial condition, identify current and prospective risks of the Company and evaluate system controls and procedures used to mitigate those risks. An examination also includes identifying and evaluating significant risks that could cause an insurer's surplus to be materially misstated both currently and prospectively.

All accounts and activities of the Company were considered in accordance with the risk-focused examination process. This may include assessing significant estimates made by management and evaluating management's compliance with Statutory Accounting Principles. The examination does not attest to the

fair presentation of the financial statements included herein. If, during the course of the examination an adjustment is identified, the impact of such adjustment will be documented separately following the Company's financial statements.

This examination report includes significant findings of fact and general information about the insurer and its financial condition.

HISTORY

The Company was incorporated on August 28, 2008, as a wholly owned subsidiary of American Equity Investment Life Insurance Company ("AEILIC"), a life insurance company domiciled in the state of Iowa.

On May 2, 2024, American Equity Investment Life Holding Company, the ultimate parent, was acquired by Brookfield Wealth Solutions. See subsequent events for additional details.

CAPITAL STOCK AND DIVIDENDS

The Company has 25,000,000 shares of common stock authorized and 2,500,000 shares issued and outstanding, at a price of \$1.00 per share. The Company also has authorized 5,000,000 shares of series preferred stock with a par value of \$1.00 per share, but no shares have been issued or are outstanding. Capital paid up and gross paid in and contributed surplus totaled \$2,500,000 and \$280,783,670, respectively. The immediate parent of the Company, AEILIC, owned all issued and outstanding shares at December 31, 2023. There were no dividends paid during the examination period.

CAPITAL CONTRIBUTIONS

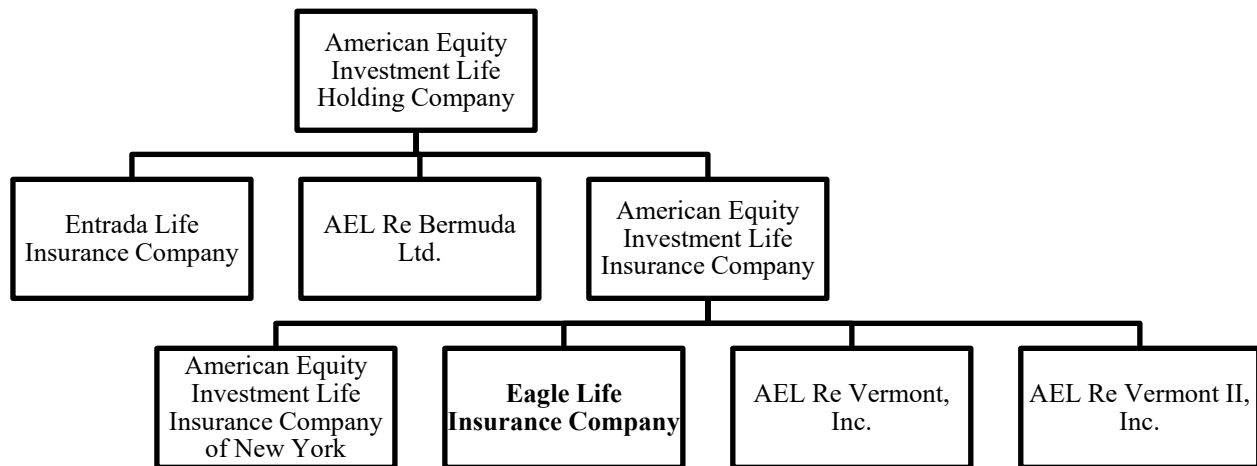
The Company received the following capital contributions during the exam period:

<u>Year</u>	<u>Contribution</u>
2019	\$ 10,000,000
2020	30,000,000
2021	70,000,000
2023	35,576

INSURANCE HOLDING COMPANY SYSTEM

The Company is a member of an Insurance Holding Company System as defined by Chapter 521A, Code of Iowa. The Company is wholly owned by AEILIC. AEILIC is wholly owned by American Equity Investment Life Holding Company ("AEL"), an insurance holding company domiciled in the state of Iowa. AEL is the ultimate Parent Company for the group. An Insurance Holding Company System Registration Statement was filed with the Iowa Insurance Division for each year of the examination period.

An abbreviated organizational chart identifying the Company within the Holding Company System is as follows:



MANAGEMENT AND CONTROL

SHAREHOLDERS

The annual meeting of the shareholders, for the election of directors and for the transaction of such other business as may properly come before the meeting, may be held on the third Tuesday in May of each year at such place, time and date as may be designated from time to time by the Board of Directors (“Board”). The Articles of Incorporation further specify that the date shall be within the earlier of the first six months after the end on the Corporation’s fiscal year, or within fifteen months after the shareholder’s last annual meeting.

No proxy shall be valid for more than eleven months unless a longer period is expressly provided in the appointment form. A proxy may be revoked at any time by the stockholder who executed it. All proxies must be filed with the Secretary at least one day prior to an election or meeting at which they are to be used or such additional time as may be provided by the Bylaws.

Special meetings of the shareholders may be called by the Chairman of the Board, Chief Executive Officer (“CEO”) or the Board. The time, date and place of any special meeting shall be determined by the Board or by the CEO.

Notice of the place, date and time of all meetings of shareholders and, in the case of a special meeting, the purpose for which the meeting is called, shall be communicated not fewer than ten days nor more than sixty days before the date of the meeting to each shareholder entitled to vote at such meeting.

At any meeting of the shareholders, a majority of the votes entitled to be cast on the matter by a voting group constitutes a quorum.

BOARD OF DIRECTORS

The affairs of this corporation shall be managed by a Board of not less than five nor more than fifteen, the exact number of directors to be specified from time-to-time as set forth in the Bylaws. The directors shall elect such officers as they see fit or as may be provided for by the Bylaws.

Directors shall serve until the next succeeding annual meeting and until their successors have been elected and qualified. The Board shall have the authority to fill all vacancies for the unexpired portion of a term.

Meetings of the Board shall be held at any place or places within or out of the State of Iowa. A meeting may be held without notice immediately after the annual election. Meetings of the Board shall be held at the times fixed by resolution of the Board or upon the call of the Chairman of the Board, the CEO, or one-third of the directors at the time being in office. Notice of each meeting shall be communicated to each director at least two days before the date on which the meeting is to be held.

A majority of the directors then in office shall constitute a quorum of the Board. If at any meeting of the Board there be less than a quorum present, a majority of the directors present may adjourn the meeting until a quorum is present. At all meetings of directors, a quorum being present, the act of the majority of the directors present at the meeting shall be the act of the Board.

The Board may participate in any meeting by any means of communication, including a telephone conference call, by which all persons participating in the meeting can hear each other, and participation therein shall constitute presence in person at such meeting.

The directors duly elected and serving on the Board as of December 31, 2023 were as follows:

<u>Name and Address</u>	<u>Principal Business Affiliation</u>	<u>Term Expires</u>
Axel Andre* Des Moines, Iowa	Executive Vice President, Chief Financial Officer American Equity Investment Life Holding Company	2024
Anant Bhalla* Des Moines, Iowa	Chief Executive Officer & President American Equity Investment Life Holding Company	2024
James Hamalainen* Des Moines, Iowa	Executive Vice President, Chief Investment Officer American Equity Investment Life Holding Company	2024
Jeffrey Lorenzen Des Moines, Iowa	Executive Vice President, Chief Risk Officer American Equity Investment Life Holding Company	2024
Graham Day* Des Moines, Iowa	President Eagle Life Insurance Company	2024

* Prior to and as a result of the acquisition of AEL by Brookfield Wealth Solutions on May 2, 2024, as described in the Subsequent Events section, a significant number of resignations amongst executive management who serve on the Board of Directors took place. Resignations included all members apart from Jeff Lorenzen.

Compensation remunerated to the Directors for their services to the Company are found in Exhibit A immediately following the signature page of this report.

The directors duly elected and serving on the Board as of June 6, 2025 were as follows:

<u>Name and Address</u>	<u>Principal Business Affiliation</u>	<u>Term Expires</u>
Tara Banks Urbandale, Iowa	General Counsel, Corporate Secretary American Equity Investment Life Insurance Company	2026
Aaron Boushek Waukee, Iowa	Chief Financial Officer American Equity Investment Life Insurance Company	2026
Bereket Feyissa League City, TX	Chief Operating Officer American Equity Investment Life Insurance Company	2026
Jeffrey Lorenzen Des Moines, Iowa	Chief Executive Officer, President American Equity Investment Life Insurance Company	2026
Shari Wood West Des Moines, Iowa	Senior Vice President, Chief Administrative Officer American Equity Investment Life Insurance Company	2026
Reza Syed New York, NY	Managing Director Brookfield Wealth Solutions	2026

COMMITTEES

The Board may establish one or more committees, including an Executive Committee, each committee to consist of two or more directors appointed by the Board. Any such committee shall serve at the will of the Board. Each committee shall have the powers and duties delegated to it by the Board.

At December 31, 2023, the committees established by the Board were as follows:

Investment Committee

James Hamalainen, Chairman
Anant Bhalla
Jeffrey Lorenzen

The Audit and Risk Committee and Nominating and Corporate Governance Committee at the upstream parent, AEL, also provided governance functions for the Company.

Post acquisition by Brookfield Wealth Solutions as described in the Subsequent Events section, the Board has one committee, the Management Investment Committee. The Holding Company's Board Committees consisting of the Audit and Risk Management Committee and the Investment Committee provide governance oversight for the Company. The Audit and Risk Management Committee consist of Gregory Morrison and Anne Schaumburg. The Investment Committee consist of Jonathan Bayer and Sachin Shah.

OFFICERS

The officers of the Company shall be a Chairman of the Board, a Chief Executive Officer, a President, one or more Vice Presidents, a Secretary, a Treasurer and such other officers as may from time-to-time be appointed by the Board. One person may hold the offices and perform the duties of any two or more of said offices. The officers shall be appointed annually by the Board at its annual meeting. The Board may leave unfilled for any such period as it may fix any offices except those of Chairman of the Board, CEO, President, Treasurer and Secretary.

The duly elected officers of the Company as of December 31, 2023 were:

<u>Name</u>	<u>Title</u>
Anant Bhalla*	Chief Executive Officer
Graham Day*	President
Shari Wood	Senior Vice President, Chief of Staff and Secretary
Angelika Feng	Senior Vice President & Chief Corporate Actuary
Aaron Boushek**	Vice President, Accounting and Controller

* Anant Bhalla and Graham Day resigned all positions on May 2, 2024, related to the acquisition. Mr. Bhalla was replaced by Jeffrey Lorenzen, and Mr. Day was replaced by Bereket Feyissa.

**Aaron Boushek was promoted to Chief Financial Officer on May 2, 2024.

CONFLICT OF INTEREST

The Company has an established procedure for the annual disclosure to its Board of any material interest or affiliation on the part of the directors, officers, responsible employees and members of their immediate family, which is in conflict with, or is likely to be in conflict with the official duties of such person.

The Company was unable to provide conflict of interest forms for one or two members of management for the years 2021, 2022, and 2023. An examination review of the statements that were available indicated there were no conflicts found that would appear to interfere with that person's official duties.

CORPORATE RECORDS

The minutes of the meetings of the shareholders, the Holding Company, the Board and the committees of the Board were reviewed for the examination period. All minutes were signed and properly attested.

In 2024, the Company failed to conduct its annual shareholder meeting timely as required by the Articles of Incorporation and Bylaws.

The minutes did not evidence the review and adoption of the prior Report of Examination as of December 31, 2018 as required by Iowa Code 507.10-4a.

INTERCOMPANY AGREEMENTS

The following significant transactions were entered into with related parties and affiliates:

Effective November 1, 2002, and as amended effective October 1, 2013, the Company entered into an Investment Advisory Agreement with AEL. Under this agreement, the Company pays an investment advisory fee. The Company also reimburses AEL for any custodial, brokerage or transaction expenses incurred. The agreement was terminated post-acquisition.

Effective December 31, 2021, the Company entered into a Master Affiliates Management Services Agreement with AEL, AEILIC and AEL Re Bermuda, Ltd. Subsequently, AEL Re Vermont, AEL Re Vermont II, and Entrada Life were added to the Agreement. Services provided by AEILIC include general administrative, sales, marketing, technical, intellectual property, licenses, insurance, product, and other. Charges for services to each company include all direct costs incurred, share of indirect costs and a fee if necessary to ensure charges are arm's length.

Effective January 1, 2021, the Company and its affiliates entered into an updated Tax Allocation Agreement with AEL. For each taxable period, the tax liability for AEL and each party to the agreement shall be computed as if it filed separate federal income tax return(s) for taxable periods beginning on or after January 1, 2021. The agreement was terminated post-acquisition.

Effective February 8, 2013, the Company entered into an International Swaps and Derivatives Association, Inc. Master Agreement with AEILIC. Under this agreement, AEILIC purchases options to fund Eagle life's index credits due to fixed indexed annuity ("FIA") contract holders on the contract anniversary date. At the same time, the Company writes an identical option facing Eagle Life and the Company collects a premium from Eagle Life equal to what was paid for such option.

The Company, AEL and AEILIC are party to an intercompany loan agreement effective May 20, 2022 which was amended to include Entrada Insurance Company. The companies party to the agreement have ability to lend up to 3% of admitted assets without need for approval by the Iowa Insurance Division.

The Company is party to a net worth maintenance agreement. As part of the agreement, AEILIC has agreed to provide the Company capital as needed for the Company to maintain a risk-based capital ratio of 300%.

Subsequent to the examination date, the Company entered into the following related party agreements (certain companies were affiliated post-acquisition):

Administration and Support Agreement

The Company became a party to Brookfield Reinsurance Ltd and affiliates' Administration and Support Agreement effective May 28, 2024. The original agreement was effective November 16, 2023. All the parties to the Administration and Support Agreement agree to provide to each other certain administrative and other services to support the operations of the parties and its insurance business, which may include, without limitation, evaluation of new business opportunities, strategic acquisition and investment opportunities and other similar opportunities, as well as support for the review and evaluation of such opportunities for such parties, including analytic, pricing and data support and coordinating broker relationships as well as ongoing support of the administration of such parties' insurance business, including data support, identification of and cooperation with third-party administrators, product design, asset allocation, hedging and risk management services; and such other services as may from time to time be agreed in writing by the Parties (with approval of the Iowa Insurance Division).

Master Investment Management Agreement

The Company entered into a Master Investment Management Agreement with Brookfield Asset Management Insurance Advisor, LLC (“BAMIA”) on May 2, 2024. BAMIA was appointed the Company’s investment manager to invest the Company’s general account investment portfolio in accordance with the Company’s investment guidelines.

Tax Allocation Agreement

AEILIC and its subsidiaries, including the Company, entered into a Tax Allocation Agreement, effective May 3, 2024. For each taxable period, the tax liability for each Member shall be computed as if it filed separate federal income tax return(s) for taxable periods beginning on or after May 3, 2024.

FIDELITY BONDS AND OTHER INSURANCE

The Company is protected by a financial institution bond up to a single loss limit of \$5,000,000, and an aggregate loss limit of \$10,000,000, with a single loss deductible of \$50,000. The insurance coverage meets the NAIC’s suggested minimum amount of coverage. The financial institution bond policy as well as other insurance policies under the AEL insurance program provide adequate coverage to protect the Company’s assets and interests.

EMPLOYEES’ WELFARE

The Company does not have any direct employees. Services for the operation of the Company are provided under provisions of the management services agreements.

REINSURANCE

All significant reinsurance agreements reviewed were noted to include an insolvency clause. Where required, all agreements have been filed with and approved by the Iowa Insurance Division. Agreements considered to be significant are described in more detail in the following.

Annuity Business Ceded

Effective October 1, 2013 and subsequently amended as recently as July 1, 2016, the Company is party to a coinsurance agreement with AEILIC, its parent company. Under this agreement, the Company cedes 100% of the risk associated with multi-year guaranteed deferred annuity (“MYGAs”) contracts issued on or after October 1, 2013 through January 1, 2014. The Company also ceded 80% of the FIAs issued by the Company from January 1, 2014 to December 31, 2015, 50% of the FIAs issued from January 1, 2016 to December 31, 2018 and 20% of the FIAs issued on or after January 1, 2019. As of December 31, 2023, the Company took a reserve credit of \$1,560,656,754.

On January 1, 2020, Eagle cedes to AEILIC 100% via Quota Share all policies issued on or after January 1, 2020 for fixed index annuities and fixed rate annuities and riders for Eagle Select Focus and Life Income Benefit Riders (“LIBR”) and Life Income Benefit Rider Waivers (“LIBRW”) products. As of December 31, 2023, the Company took a reserve credit of \$3,793,798,459. AEILIC and Eagle added the following four amendments to the January 1, 2020 agreement:

- Effective January 1, 2021, the first amendment to the quota share agreement added the following covered contracts: Eagle Guarantee Focus 3 and Focus 5. Also, the amendment included policies in force of \$862 million of statutory reserves as of December 31, 2020.

- Effective July 1, 2022, the second amendment to the quota share agreement added the following products Eagle Select Income Focus-2021 Filing Version with Riders: LIBR, LIBRW and EBR; Eagle Select Income Focus CA-California 2022 Filing Version Riders: LIBR. Eagle Select Income Focus-2021-22 Filing Versions issued on or after July 1, 2021 through June 30, 2022 with an estimated Account Value of \$100,000,000.
- Effective October 1, 2023, Eagle and AEILIC via third amendment to the quota share agreement incorporated all of the provisions in the original agreement and the amendments.
- Effective December 1, 2024, the agreement was amended to add Eagle Select Income Focus 9 (CA Only) and 10 Riders issued on or after September 18, 2024.

Annuity Business Assumed

Effective January 1, 2010, the Company entered into a coinsurance agreement with AEILIC. Under this agreement, the Company assumed 100% of the risk associated with certain fixed rate annuities issued on or after January 1, 2010. In June of 2012, this coinsurance agreement was amended to eliminate the one percent marketing allowance paid by the Company to AEILIC on the reinsured contracts for premiums received after July 1, 2012. Effective January 1, 2014, the Company is no longer assuming new business under this agreement. As of December 31, 2023, the Company assumed reserve liabilities of \$111,852,720 from AEILIC.

STATUTORY DEPOSIT

The book/adjusted carrying value of securities held in a custodial account and vested in the Iowa Commissioner of Insurance for the benefit of all policyholders as of December 31, 2023, totaled \$3,774,951,178, which met the minimum statutory requirement.

TERRITORY AND PLAN OF OPERATION

At December 31, 2023, the Company was authorized to transact business in the District of Columbia and all fifty states except New York. The Company sells non-registered annuities through broker-dealers and banks.

The five states with the largest amounts of direct premium writings in 2023 were:

<u>State</u>	<u>Direct Premium Collected</u>	<u>% of Total</u>
Florida	\$ 231,440,424	12.1%
Texas	222,124,188	11.6%
Ohio	98,889,200	5.2%
California	86,056,291	4.5%
Georgia	82,612,777	4.5%
Total premium	\$1,916,661,070	100.0%

GROWTH OF COMPANY

The growth of the Company is reflected by the following significant data taken from office copies of the Company's filed annual statements for the years indicated. Admitted assets exclude separate accounts assets.

(USD and 000's omitted)

<u>Year</u>	Total Admitted <u>Assets</u>	Total <u>Liabilities</u>	Capital and <u>Surplus</u>	Aggregate <u>Life Reserves</u>	Annuity <u>Premium</u>
2019	\$1,689,866	\$1,481,934	\$207,932	\$1,450,900	\$ 548,181
2020	2,972,063	2,724,918	247,145	2,625,193	1,218,352
2021	3,050,854	2,707,463	343,392	2,656,421	(25,234)
2022	3,270,068	2,952,869	317,199	2,868,684	296,284
2023	3,860,232	3,559,570	300,662	3,385,420	638,807

ACCOUNTS AND RECORDS

Trial balances of the Company's general ledgers were taken for each year under the examination and were found to be in agreement with the office copies of the filed annual statements for those years.

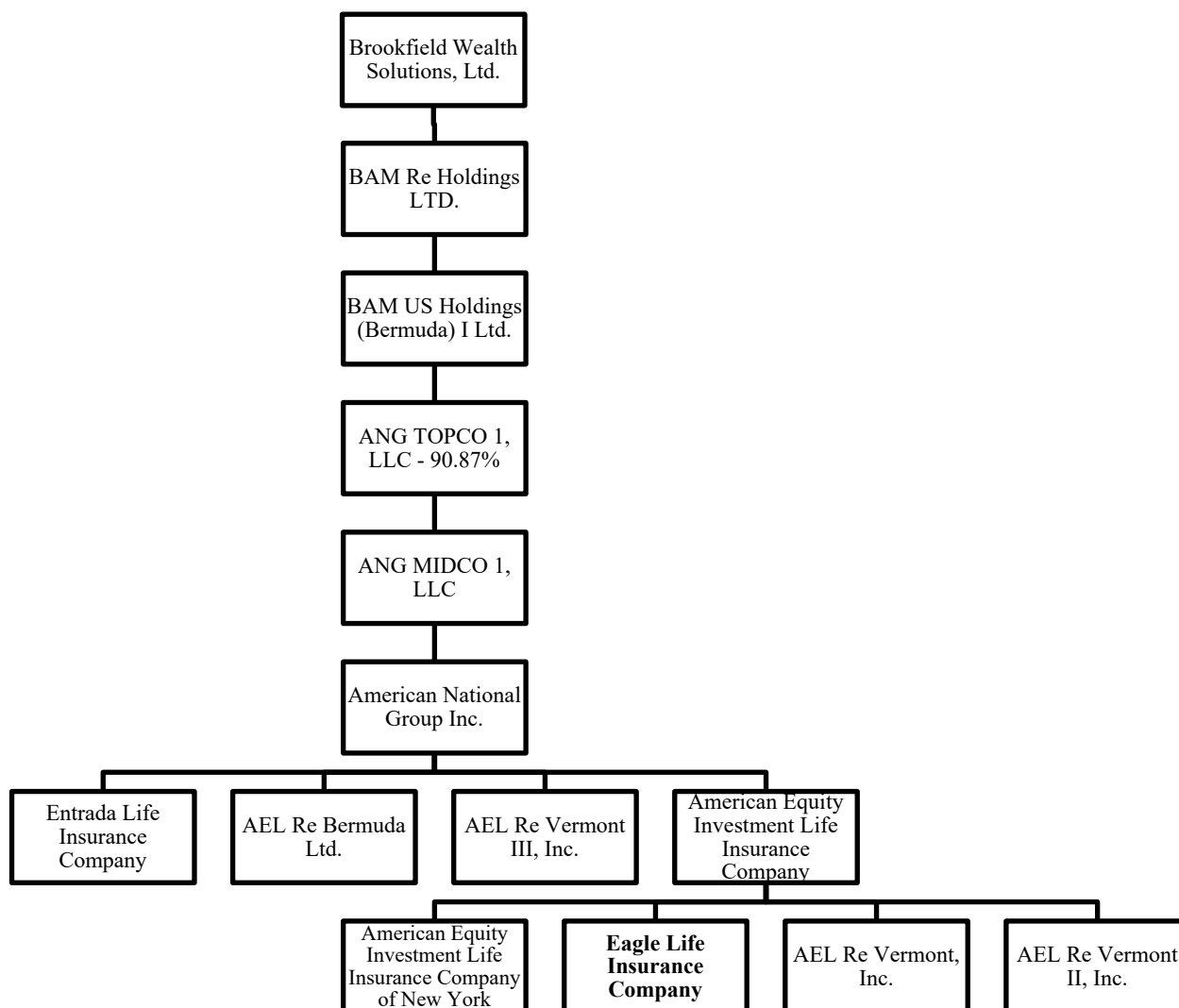
During the course of the examination no statutory violations or material differences with the amounts reflected in the financial statements, as presented in the annual statement at December 31, 2023, were identified.

SUBSEQUENT EVENTS

Acquisition by Brookfield Wealth Solutions

On May 2, 2024, AEL, an Iowa corporation merged with and into Arches Merger Sub Inc. ("Merger Sub"), an indirect wholly-owned subsidiary of Brookfield Wealth Solutions Ltd. ("Brookfield Wealth Solutions"), with AEL surviving and becoming an indirect wholly-owned subsidiary of Brookfield Wealth Solutions (the "Merger"). In connection with the Merger, each issued and outstanding share of AEL's common stock was converted into the right to receive cash and Class A limited voting shares of Brookfield Asset Management Ltd. ("BAM"). AEL became a privately traded company. On May 7, 2024, American National Group, LLC ("American National"), an indirect, wholly-owned subsidiary of Brookfield Wealth Solutions, merged with and into AEL, with AEL surviving as an indirect, wholly-owned subsidiary of Brookfield Wealth Solutions ("the Post Effective Merger"). Subsequently, AEL discontinued its existence as an Iowa Corporation and continued its existence as a corporation incorporated in the State of Delaware (the "Reincorporation"). In connection with the Reincorporation, AEL changed its name to American National Group Inc. ("ANGI"). ANGI is an indirect, wholly owned subsidiary of Brookfield Wealth Solutions. On September 4, 2024, Brookfield Wealth Solutions changed its name from Brookfield Reinsurance Ltd. to Brookfield Wealth Solutions Ltd. and, on September 6, 2024, changed its trading symbol from "BNRE" to "BNT". AEILIC remained a subsidiary of ANGI and the Company remained a subsidiary of AEILIC.

An abbreviated organizational chart, as of June 6, 2025 identifying the Company within the Holding Company System is as follows (all companies wholly owned unless indicated):



Bylaws

On May 2, 2024, the Board adopted new Bylaws, which were updated as needed given the acquisition noted previously.

Capital Contributions

The Company received capital contributions of \$40,317,899 in from AEILIC in 2024.

Loans to Brookfield

Per the Loan Agreement dated June 28, 2024, the Company committed and loaned to Brookfield Securitization CFO Inc. \$27,200,000. Interest is paid to the Company quarterly at a rate that increases

annually as outlined per the written terms. The loan matures on June 28, 2034, with terms that allow for repayment before the maturity date.

Per the Senior Secured Credit Agreement effective December 30, 2024, the Company loaned to BIP REU Holdings (2016) LP \$35,000,000. Brookfield Corporation is the guarantor of the loan and Brookfield Asset Management Credit and Insurance Solutions Advisor LLC acts as the Administrative Agent and Collateral Agent. Interest is paid to the Company quarterly at a rate of Federal Funds Rate plus 0.50% with a minimum base rate of 2% as determined at end of each payment period. The loan matures on April 30, 2025, but can be extended as outlined per terms in the written agreement.

Change in Appointed External Auditor and Actuary

On July 22, 2024, Deloitte was appointed as the external auditor replacing Ernst & Young.

On October 24, 2024, Danny Purcell retired and Dan Rueschhoff of Milliman, was appointed by the Board as external appointed actuary.

FINANCIAL STATEMENTS
AND COMMENTS THEREON

Note: The following financial statements are based on the statutory financial statements filed by the Company with the Iowa Insurance Division and present the financial condition of the Company for the period ending December 31, 2023.

STATEMENT OF ASSETS AND LIABILITIES

ASSETS

	<u>Ledger</u>	<u>Not Admitted</u>	<u>Admitted</u>
Bonds	\$ 2,238,964,999		\$ 2,238,964,999
Mortgage Loans	758,729,485		758,729,485
Cash and Cash Equivalents	733,092,354		733,092,354
Derivatives	43,397,791		43,397,791
Other Invested Assets	30,629,034		30,629,034
Receivables for securities	9,302,674		9,302,674
Investment income due and accrued	25,124,644	241,630	24,883,014
Uncollected premiums and agents balances in the course of collection	1,432,411	1,432,411	
Other amounts receivable under reinsurance contracts	1,515,070		1,515,070
Net deferred tax asset	28,599,395	13,593,382	15,006,013
Furniture and equipment	1,572	1,572	
Negative IMR	4,452,619		4,452,619
Miscellaneous receivables	<u>298,375</u>	<u>39,300</u>	<u>259,075</u>
Total	<u>\$ 3,875,439,686</u>	<u>\$ 15,207,558</u>	<u>\$ 3,860,232,128</u>

LIABILITIES, SURPLUS AND OTHER FUNDS

Aggregate reserve for life contracts	\$ 3,385,419,928
Liability for deposit-type contracts	2,060,441
Life claims	16,215,687
Commissions to agents due or accrued	1,774,240
General expenses due or accrued	1,799,162
Taxes, licenses and fees due or accrued	(266,358)
Current federal and foreign income taxes	4,769,321
Unearned investment income	41,590
Amounts withheld or retained by company as agent or trustee	(896,798)
Remittances and items not allocated	27,574,918
Asset valuation reserve	9,636,525
Payable to parent, subsidiaries and affiliates	3,185,796
Payable for securities	5,189,817
Amount due reinsurers	<u>103,065,851</u>
 Total liabilities	 <u>\$ 3,559,570,120</u>
 Common capital stock	 \$ 2,500,000
Gross paid in and contributed surplus	280,783,670
Unassigned funds	<u>17,378,338</u>
 Total Capital and Surplus	 <u>\$ 300,662,008</u>
 Total Liabilities, Capital and Surplus	 <u>\$ 3,860,232,128</u>

SUMMARY OF OPERATIONS

Premiums and annuity considerations for life and accident and health contracts	\$ 638,806,778
Considerations for supplementary contracts with life contingencies	375,111
Net investment income	122,170,099
Amortization of interest maintenance reserve	(1,497,797)
Commissions and expense allowances on reinsurance ceded	79,292,345
Conversion-PLM	<u>(86,037)</u>
Total	\$ 839,060,499
Annuity benefits	36,323,549
Surrender benefits and withdrawals for life contracts	170,490,792
Interest and adjustments on contract or deposit-type contracts	(22,058)
Payments on supplementary contracts with life contingencies	73,516
Increase in aggregate reserves for life and accident and health contracts	<u>517,526,745</u>
Total	\$ 724,392,544
Commission on premiums, annuity considerations, and deposit type funds	92,103,144
Commissions and expense allowances on reinsurance assumed	62,026
General insurance expenses	19,486,627
Insurance taxes, licenses and fees	<u>2,901,670</u>
Total	<u>\$ 838,946,011</u>
Net gain from operations after dividends to policyholders and before federal income taxes	114,489
Federal and foreign income taxes	<u>6,565,408</u>
Net gain from operations after dividends to policyholders and federal income taxes	\$ (6,450,919)
Net realized capital losses	<u>68,464</u>
Net income	<u>\$ (6,382,455)</u>

CAPITAL AND SURPLUS

Capital and surplus, December 31, 2022	<u>\$ 317,198,900</u>
Net income	(6,382,455)
Change in net unrealized capital losses	(10,128,660)
Change in net deferred income tax	3,334,365
Change in net admitted assets	(3,857,172)
Change in asset valuation reserve	4,616,399
Surplus paid in	35,576
Reinsurance on in-force business	<u>(4,154,945)</u>
Net change in capital and surplus for the year	<u>\$ 16,536,892</u>
Capital and surplus, December 31, 2023	<u>\$ 300,662,008</u>

CASH FLOW

Cash from Operations

Premiums collected net of reinsurance	\$ 636,065,559
Net investment income	121,478,470
Miscellaneous income	<u>79,206,308</u>
Total	\$ 836,750,334

Benefit and loss related payments	210,897,927
Commissions, expenses paid and aggregate write-ins for deductions	114,223,369
Federal and foreign income taxes paid	<u>3,273,657</u>

Net cash from operations	<u>\$ 508,355,385</u>
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Cash from Investments

Proceeds from investments sold, matured or repaid:	
Bonds	\$ 581,663,868
Stocks	117,237
Mortgage loans	169,147,672
Other invested assets	240,671
Miscellaneous proceeds	<u>1,078,525</u>
Total investment proceeds	<u>\$ 752,247,973</u>

Cost of investments acquired:	
Capital and paid in surplus	
Mortgage loans	261,657,257
Mortgage Loan payments	395,044,112
Other invested Assets	16,610,168
Miscellaneous applications	<u>19,454,244</u>
Other investment assets	
Total investments acquired	<u>\$ 692,766,358</u>

Net cash from investments	<u>\$ 59,481,615</u>
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Cash from Financing and Miscellaneous Sources

Capital and paid in surplus	\$ 35,576
Net deposits on deposit-type contracts	548,165
Other cash provided (applied)	<u>93,892,929</u>

Net cash from financing and miscellaneous sources	<u>\$ 94,477,481</u>
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Reconciliation of Cash and Cash Equivalents

Net change in cash and cash equivalents	\$ 662,314,481
Cash and cash equivalents:	
Beginning of year	<u>70,777,873</u>
End of year	<u>\$ 733,092,354</u>

CONCLUSION

The cooperation and assistance extended by the officers and employees of the Company during the course of this examination is hereby acknowledged.

In addition to the undersigned, Jan Moenck, CFE, CIA, CBA, CFSA, CISA; LeeAnne Creevy, CPA, CISA, CITP, CRMA, MCM; Tricia Matson, FSA, MAAA; Alan Griffith, CFE, CPA; Sara Schumacher, CFE, CPA, CIE, CPCU, MCM; Andy Rarus, ASA, MAAA; Lisa Parker, ASA, MAAA; Brian Kaul, ASA, CERA, MAAA; Stephen Skenyon, CISA, CPA, CIA; Ras Sowers, CISA, CRISC, CDPSE, CISSP, HCISPP, CIA, and CRMA; Crystal Brown of Risk & Regulatory Consulting, LLC; and Joseph Prakash of JP Consulting LLC participated in the examination and the preparation of this report.

Risk & Regulatory Consulting, LLC also completed the Information Security and actuarial portion of this examination.

Respectfully submitted,

/s/ Sara Schumacher
Sara Schumacher, CFE, CPA, CIE, CPCU MCM
Examiner-In-Charge
Risk & Regulatory Consulting, LLC on behalf of the
Iowa Insurance Division
State of Iowa

/s/ Amanda Theisen
Amanda Theisen, CFE
Assistant Chief - Examinations
Iowa Insurance Division