



# QUARTERLY STATEMENT

As of March 31, 2016  
of the Condition and Affairs of the

## Universal Guaranty Life Insurance Company

NAIC Group Code..... 0, 0  
(Current Period) (Prior Period)

NAIC Company Code..... 70130

Employer's ID Number..... 31-0727974

Organized under the Laws of Ohio

State of Domicile or Port of Entry Ohio

Country of Domicile US

Incorporated/Organized..... November 15, 1966

Commenced Business..... December 31, 1966

Statutory Home Office

65 East State Street, Suite 2100..... Columbus .... OH .... US .... 43215-4260  
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office

5250 S 6th Street Rd..... Springfield .... IL .... US .... 62703-5158  
(Street and Number) (City or Town, State, Country and Zip Code)

877-881-1777

(Area Code) (Telephone Number)

Mail Address

P.O. Box 5147.... Springfield .... IL .... US .... 62705-5147  
(Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)

877-881-1777

(Area Code) (Telephone Number)

Primary Location of Books and Records

5250 S 6th Street Rd..... Springfield .... IL .... US .... 62703-5158  
(Street and Number) (City or Town, State, Country and Zip Code)

217-241-6300-344

(Area Code) (Telephone Number) (Extension)

Internet Web Site Address

www.utgins.com

217-529-1066

(Fax Number)

Statutory Statement Contact

Julie Ann Abel  
(Name)  
accounting@utgins.com  
(E-Mail Address)

### OFFICERS

Name	Title	Name	Title
1. James Patrick Rousey	President	2. Theodore Clayton Miller	Secretary/CFO
3. Julie Ann Abel	Treasurer	4.	

President	Vice President
Treasurer	Chief Operating Officer

Julie Ann Abel	Vice President
Michael Keith Borden #	Chief Operating Officer
Douglas Paul Ditto	Vice President
Theodore Clayton Miller	Senior Vice President

Jacob Joncarl Andrew	Vice President
Jesse Thomas Correll	Chief Executive Officer
Douglas August Dockter	Vice President

Ward Forrest Correll	Vice President
Peter Loyd Ochs	Chief Executive Officer
	Vice President

### OTHER

Randall Lanier Attkisson  
Brian Jay Crall  
James Patrick Rousey

Joseph Anthony Brinck II  
Howard Lape Dayton Jr

Jesse Thomas Correll  
Thomas Eugene Harmon #

Ward Forrest Correll  
Peter Loyd Ochs

### DIRECTORS OR TRUSTEES

State of..... Illinois  
County of..... Sangamon

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.

(Signature) James Patrick Rousey 1. (Printed Name) President (Title)	(Signature) Theodore Clayton Miller 2. (Printed Name) Secretary/CFO (Title)	(Signature) Julie Ann Abel 3. (Printed Name) Treasurer (Title)
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Subscribed and sworn to before me  
This 2nd day of May, 2016

a. Is this an original filing?  
b. If no: 1. State the amendment number  
2. Date filed  
3. Number of pages attached

Yes [ X ] No [ ]

\_\_\_\_\_

\_\_\_\_\_

**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.....	183,217,428	0	183,217,428	188,647,671
2. Stocks:				
2.1 Preferred stocks.....	11,775,000	0	11,775,000	11,775,000
2.2 Common stocks.....	37,209,945	0	37,209,945	34,601,364
3. Mortgage loans on real estate:				
3.1 First liens.....	13,995,329	0	13,995,329	14,735,583
3.2 Other than first liens.....	0	0	0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....	863,694	0	863,694	896,611
4.2 Properties held for the production of income (less \$.....0 encumbrances).....	0	0	0	0
4.3 Properties held for sale (less \$.....0 encumbrances).....	23,361,730	.826,729	22,535,001	.22,936,527
5. Cash (\$....10,114,284), cash equivalents (\$....500,000) and short-term investments (\$....(0)).....	10,614,284	0	10,614,284	9,349,330
6. Contract loans (including \$.....0 premium notes).....	10,613,033	0	10,613,033	10,684,244
7. Derivatives.....	0	0	0	0
8. Other invested assets.....	34,739,957	0	34,739,957	34,698,572
9. Receivables for securities.....	0	0	0	0
10. Securities lending reinvested collateral assets.....	0	0	0	0
11. Aggregate write-ins for invested assets.....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	326,390,400	.826,729	325,563,671	328,324,902
13. Title plants less \$.....0 charged off (for Title insurers only).....	0	0	0	0
14. Investment income due and accrued.....	2,934,094	0	2,934,094	2,833,745
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	(89,649)	0	(89,649)	(97,394)
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	862,688	0	862,688	798,015
15.3 Accrued retrospective premiums (\$.....0) and contracts subject to redetermination (\$.....0).....	0	0	0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	423,883	0	423,883	133,261
16.2 Funds held by or deposited with reinsured companies.....	0	0	0	0
16.3 Other amounts receivable under reinsurance contracts.....	193,969	0	193,969	149,957
17. Amounts receivable relating to uninsured plans.....	0	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon.....	0	0	0	.616,719
18.2 Net deferred tax asset.....	2,075,469	0	2,075,469	2,021,588
19. Guaranty funds receivable or on deposit.....	.36,097	0	.36,097	40,981
20. Electronic data processing equipment and software.....	0	0	0	0
21. Furniture and equipment, including health care delivery assets (\$.....0).....	0	0	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates.....	0	0	0	0
23. Receivables from parent, subsidiaries and affiliates.....	0	0	0	0
24. Health care (\$.....0) and other amounts receivable.....	0	0	0	0
25. Aggregate write-ins for other than invested assets.....	2,879,309	0	2,879,309	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	335,706,260	.826,729	334,879,531	334,821,774
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0	0
28. Total (Lines 26 and 27).....	335,706,260	.826,729	334,879,531	334,821,774

**DETAILS OF WRITE-INS**

1101.....	0	0	0	0
1102.....	0	0	0	0
1103.....	0	0	0	0
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above).....	0	0	0	0
2501. Due from Unaffiliate.....	2,879,309	0	2,879,309	0
2502.....	0	0	0	0
2503.....	0	0	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	2,879,309	0	2,879,309	0

**LIABILITIES, SURPLUS AND OTHER FUNDS**

	1 Current Statement Date	2 December 31 Prior Year
1. Aggregate reserve for life contracts \$.....249,022,851 less \$.....0 included in Line 6.3 (including \$.....0 Modco Reserve).....	249,022,851	249,741,356
2. Aggregate reserve for accident and health contracts (including \$.....0 Modco Reserve).....	143,672	140,706
3. Liability for deposit-type contracts (including \$.....0 Modco Reserve).....	11,472,276	11,368,599
4. Contract claims:		
4.1 Life.....	3,633,076	3,556,047
4.2 Accident and health.....	59,481	59,481
5. Policyholders' dividends \$.....0 and coupons \$.....0 due and unpaid.....	0	0
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including \$.....0 Modco).....	448,323	446,136
6.2 Dividends not yet apportioned (including \$.....0 Modco).....	0	0
6.3 Coupons and similar benefits (including \$.....0 Modco).....	0	0
7. Amount provisionally held for deferred dividend policies not included in Line 6.....	0	0
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$.....0 discount; including \$.....0 accident and health premiums.....	50,623	46,139
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts.....	0	0
9.2 Provision for experience rating refunds, including the liability of \$.....0 accident and health experience rating refunds of which \$.....0 is for medical loss ratio rebate per the Public Health Service Act.....	15,530	15,365
9.3 Other amounts payable on reinsurance, including \$.....0 assumed and \$.....0 ceded.....	0	0
9.4 Interest Maintenance Reserve.....	12,333,448	12,466,041
10. Commissions to agents due or accrued - life and annuity contracts \$.....0, accident and health \$.....0 and deposit-type contract funds \$.....0.....	0	0
11. Commissions and expense allowances payable on reinsurance assumed.....	0	0
12. General expenses due or accrued.....	3,139,747	3,500,278
13. Transfers to Separate Accounts due or accrued (net) (including \$.....0 accrued for expense allowances recognized in reserves, net of reinsurance allowances).....	0	0
14. Taxes, licenses and fees due or accrued, excluding federal income taxes.....	396,462	461,701
15.1 Current federal and foreign income taxes, including \$....63,635 on realized capital gains (losses).....	54,252	0
15.2 Net deferred tax liability.....	0	0
16. Unearned investment income.....	220,178	205,282
17. Amounts withheld or retained by company as agent or trustee.....	3,056,379	3,062,112
18. Amounts held for agents' account, including \$.....0 agents' credit balances.....	0	0
19. Remittances and items not allocated.....	0	0
20. Net adjustment in assets and liabilities due to foreign exchange rates.....	0	0
21. Liability for benefits for employees and agents if not included above.....	0	0
22. Borrowed money \$.....0 and interest thereon \$.....0.....	0	0
23. Dividends to stockholders declared and unpaid.....	0	0
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve.....	8,259,181	8,232,769
24.02 Reinsurance in unauthorized and certified (\$.....0) companies.....	0	0
24.03 Funds held under reinsurance treaties with unauthorized and certified (\$.....0) reinsurers.....	0	0
24.04 Payable to parent, subsidiaries and affiliates.....	959,196	760,595
24.05 Drafts outstanding.....	0	0
24.06 Liability for amounts held under uninsured plans.....	0	0
24.07 Funds held under coinsurance.....	0	0
24.08 Derivatives.....	14,070	28,609
24.09 Payable for securities.....	275,549	796,522
24.10 Payable for securities lending.....	0	0
24.11 Capital notes \$.....0 and interest thereon \$.....0.....	0	0
25. Aggregate write-ins for liabilities.....	3,050	181,604
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25).....	293,557,344	295,069,342
27. From Separate Accounts statement.....	0	0
28. Total liabilities (Lines 26 and 27).....	293,557,344	295,069,342
29. Common capital stock.....	2,000,000	2,000,000
30. Preferred capital stock.....	0	0
31. Aggregate write-ins for other-than-special surplus funds.....	0	0
32. Surplus notes.....	0	0
33. Gross paid in and contributed surplus.....	18,655,343	18,655,343
34. Aggregate write-ins for special surplus funds.....	0	0
35. Unassigned funds (surplus).....	20,666,844	19,097,089
36. Less treasury stock, at cost:		
36.1 ....0.000 shares common (value included in Line 29 \$.....0).....	0	0
36.2 ....0.000 shares preferred (value included in Line 30 \$.....0).....	0	0
37. Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (including \$.....0 in Separate Accounts Statement).....	39,322,187	37,752,432
38. Totals of Lines 29, 30 and 37.....	41,322,187	39,752,432
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3).....	334,879,531	334,821,774

**DETAILS OF WRITE-INS**

2501. Due to Unaffiliates.....	3,050	181,604
2502. ....	0	0
2503. ....	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	3,050	181,604
3101. ....	0	0
3102. ....	0	0
3103. ....	0	0
3198. Summary of remaining write-ins for Line 31 from overflow page.....	0	0
3199. Totals (Lines 3101 thru 3103 plus 3198) (Line 31 above).....	0	0
3401. ....	0	0
3402. ....	0	0
3403. ....	0	0
3498. Summary of remaining write-ins for Line 34 from overflow page.....	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	0	0

**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.....	1,874,681	1,982,146	6,754,872
2. Considerations for supplementary contracts with life contingencies.....	55,152	100	4,645
3. Net investment income.....	7,264,745	7,014,319	17,830,090
4. Amortization of Interest Maintenance Reserve (IMR).....	261,047	245,489	1,072,459
5. Separate Accounts net gain from operations excluding unrealized gains or losses.....	0	0	0
6. Commissions and expense allowances on reinsurance ceded.....	40,048	50,410	200,483
7. Reserve adjustments on reinsurance ceded.....	0	0	0
8. Miscellaneous Income:			
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts.....	0	0	0
8.2 Charges and fees for deposit-type contracts.....	0	0	0
8.3 Aggregate write-ins for miscellaneous income.....	162,320	144,077	517,612
9. Totals (Lines 1 to 8).....	9,657,993	9,436,541	26,380,161
10. Death benefits.....	4,368,891	3,780,779	15,819,263
11. Matured endowments (excluding guaranteed annual pure endowments).....	58,499	75,173	254,091
12. Annuity benefits.....	84,251	78,068	493,038
13. Disability benefits and benefits under accident and health contracts.....	938	10,468	83,251
14. Coupons, guaranteed annual pure endowments and similar benefits.....	0	0	0
15. Surrender benefits and withdrawals for life contracts.....	1,298,665	1,268,696	5,356,523
16. Group conversions.....	0	0	0
17. Interest and adjustments on contract or deposit-type contract funds.....	92,657	118,244	441,546
18. Payments on supplementary contracts with life contingencies.....	35,558	36,503	143,909
19. Increase in aggregate reserves for life and accident and health contracts.....	(715,374)	(1,321,680)	(6,403,559)
20. Totals (Lines 10 to 19).....	5,224,085	4,046,251	16,188,062
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only).....	4,215	5,056	18,827
22. Commissions and expense allowances on reinsurance assumed.....	3,067	3,129	13,123
23. General insurance expenses.....	1,782,751	2,168,434	8,788,335
24. Insurance taxes, licenses and fees, excluding federal income taxes.....	(19,737)	35,750	171,003
25. Increase in loading on deferred and uncollected premiums.....	(15,415)	(2,425)	(25,777)
26. Net transfers to or (from) Separate Accounts net of reinsurance.....	0	0	0
27. Aggregate write-ins for deductions.....	0	0	0
28. Totals (Lines 20 to 27).....	6,978,966	6,256,195	25,153,573
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28).....	2,679,027	3,180,346	1,226,588
30. Dividends to policyholders.....	129,866	125,185	423,216
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30).....	2,549,161	3,055,161	803,372
32. Federal and foreign income taxes incurred (excluding tax on capital gains).....	607,336	941,471	(228,999)
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32).....	1,941,825	2,113,690	1,032,371
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$....70,906 (excluding taxes of \$....(7,271) transferred to the IMR).....	(13,729)	2,373,888	(726,312)
35. Net income (Line 33 plus Line 34).....	1,928,096	4,487,578	306,059
<b>CAPITAL AND SURPLUS ACCOUNT</b>			
36. Capital and surplus, December 31, prior year.....	39,752,432	41,146,686	41,146,686
37. Net income (Line 35).....	1,928,096	4,487,578	306,059
38. Change in net unrealized capital gains (losses) less capital gains tax of \$..... 0	(331,796)	(244,298)	257,837
39. Change in net unrealized foreign exchange capital gain (loss).....	0	0	0
40. Change in net deferred income tax.....	(133)	27,274	1,152,285
41. Change in nonadmitted assets.....	0	(14,000)	(323,337)
42. Change in liability for reinsurance in unauthorized and certified companies.....	0	0	0
43. Change in reserve on account of change in valuation basis, (increase) or decrease.....	0	0	0
44. Change in asset valuation reserve.....	(26,412)	(2,335,276)	1,212,902
45. Change in treasury stock.....	0	0	0
46. Surplus (contributed to) withdrawn from Separate Accounts during period.....	0	0	0
47. Other changes in surplus in Separate Accounts Statement.....	0	0	0
48. Change in surplus notes.....	0	0	0
49. Cumulative effect of changes in accounting principles.....	0	0	0
50. Capital changes:			
50.1 Paid in.....	0	0	0
50.2 Transferred from surplus (Stock Dividend).....	0	0	0
50.3 Transferred to surplus.....	0	0	0
51. Surplus adjustment:			
51.1 Paid in.....	0	0	0
51.2 Transferred to capital (Stock Dividend).....	0	0	0
51.3 Transferred from capital.....	0	0	0
51.4 Change in surplus as a result of reinsurance.....	0	0	0
52. Dividends to stockholders.....	0	0	(4,000,000)
53. Aggregate write-ins for gains and losses in surplus.....	0	0	0
54. Net change in capital and surplus (Lines 37 through 53).....	1,569,755	1,921,278	(1,394,254)
55. Capital and surplus as of statement date (Lines 36 + 54).....	41,322,187	43,067,964	39,752,432

**DETAILS OF WRITE-INS**

08.301. Rein. Experience Refund.....	0	0	189
08.302. Miscellaneous.....	42,076	144	3,552
08.303. Third Party Administration Income.....	120,244	143,933	513,871
08.398. Summary of remaining write-ins for Line 8.3 from overflow page.....	0	0	0
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above).....	162,320	144,077	517,612
2701. ....	0	0	0
2702. ....	0	0	0
2703. ....	0	0	0
2798. Summary of remaining write-ins for Line 27 from overflow page.....	0	0	0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above).....	0	0	0
5301. ....	0	0	0
5302. ....	0	0	0
5303. ....	0	0	0
5398. Summary of remaining write-ins for Line 53 from overflow page.....	0	0	0
5399. Totals (Lines 5301 thru 5303 plus 5398) (Line 53 above).....	0	0	0

Statement as of March 31, 2016 of the **Universal Guaranty Life Insurance Company**  
**CASH FLOW**

	1 Current Year to Date	2 Prior Year To Date	3 Prior Year Ended December 31
<b>CASH FROM OPERATIONS</b>			
1. Premiums collected net of reinsurance.....	1,876,733	2,181,850	6,844,594
2. Net investment income.....	6,464,204	4,078,752	15,170,857
3. Miscellaneous income.....	202,368	194,487	718,095
4. Total (Lines 1 through 3).....	8,543,305	6,455,089	22,733,546
5. Benefit and loss related payments.....	6,093,388	5,157,220	21,677,932
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions.....	2,191,182	2,713,676	8,521,627
8. Dividends paid to policyholders.....	127,679	130,636	446,567
9. Federal and foreign income taxes paid (recovered) net of \$.....0 tax on capital gains (losses).....	0	3,000,000	3,300,000
10. Total (Lines 5 through 9).....	8,412,249	11,001,532	33,946,126
11. Net cash from operations (Line 4 minus Line 10).....	131,056	(4,546,443)	(11,212,580)
<b>CASH FROM INVESTMENTS</b>			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds.....	6,102,950	3,009,396	22,484,522
12.2 Stocks.....	290,111	1,141,658	8,429,178
12.3 Mortgage loans.....	1,665,834	6,093,596	19,940,223
12.4 Real estate.....	551,415	7,460,507	11,736,437
12.5 Other invested assets.....	2,867,387	18,730,141	8,033,714
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	0	0	0
12.7 Miscellaneous proceeds.....	0	16,892	668,847
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	11,477,697	36,452,190	71,292,921
13. Cost of investments acquired (long-term only):			
13.1 Bonds.....	2,934,831	3,557,855	21,733,834
13.2 Stocks.....	407,690	2,457,839	11,742,601
13.3 Mortgage loans.....	12,365	9,638	10,540,351
13.4 Real estate.....	180,022	17,213,457	4,925,295
13.5 Other invested assets.....	3,494,714	5,394,809	16,465,615
13.6 Miscellaneous applications.....	520,973	72,327	0
13.7 Total investments acquired (Lines 13.1 to 13.6).....	7,550,595	28,705,925	65,407,696
14. Net increase or (decrease) in contract loans and premium notes.....	(71,211)	(199,073)	(420,241)
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14).....	3,998,313	7,945,338	6,305,466
<b>CASH FROM FINANCING AND MISCELLANEOUS SOURCES</b>			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes.....	0	0	0
16.2 Capital and paid in surplus, less treasury stock.....	0	0	0
16.3 Borrowed funds.....	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....	0	0	0
16.5 Dividends to stockholders.....	0	0	4,000,000
16.6 Other cash provided (applied).....	(2,864,415)	(3,372,391)	1,234,057
17. Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus Line 16.5 plus Line 16.6).....	(2,864,415)	(3,372,391)	(2,765,943)
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>			
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17).....	1,264,954	26,505	(7,673,057)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	9,349,330	17,022,387	17,022,387
19.2 End of period (Line 18 plus Line 19.1).....	10,614,284	17,048,892	9,349,330

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

20.0001 .....	0	0	0
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**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.....	65,678	72,760	261,352
2. Ordinary life insurance.....	2,288,015	2,544,797	8,984,383
3. Ordinary individual annuities.....	72,797	75,779	251,791
4. Credit life (group and individual).....	0	0	0
5. Group life insurance.....	38,103	40,372	147,727
6. Group annuities.....	0	0	0
7. A&H - group.....	0	0	0
8. A&H - credit (group and individual).....	0	0	0
9. A&H - other.....	5,111	5,979	18,077
10. Aggregate of all other lines of business.....	0	0	0
11. Subtotal.....	2,469,704	2,739,687	9,663,330
12. Deposit-type contracts.....	0	0	0
13. Total.....	2,469,704	2,739,687	9,663,330

**DETAILS OF WRITE-INS**

1001.....	0	0	0
1002.....	0	0	0
1003.....	0	0	0
1098. Summary of remaining write-ins for Line 10 from overflow page.....	0	0	0
1099. Total (Lines 1001 thru 1003 plus 1098) (Line 10 above).....	0	0	0

**NOTES TO FINANCIAL STATEMENTS****NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GOING CONCERN**

## A. Accounting Practices

	State of Domicile	Current Period	Prior Year
<b>NET INCOME</b>			
(1) Universal Guaranty Life Insurance Company state basis (Page 4, Line 35, Columns 1 & 3)	OH	\$ 1,928,096	\$ 306,059
(2) State Prescribed Practices that increase/decrease NAIC SAP		0	0
(3) State Permitted Practices that increase/decrease NAIC SAP		0	0
(4) NAIC SAP (1 – 2 – 3 = 4)	OH	\$ 1,928,096	\$ 306,059
<b>SURPLUS</b>			
(5) Universal Guaranty Life Insurance Company state basis (Page 3, line 38, Columns 1 & 2)	OH	\$ 41,322,187	\$ 39,752,432
(6) State Prescribed Practices that increase/decrease NAIC SAP		0	0
(7) State Permitted Practices that increase/decrease NAIC SAP		0	0
(8) NAIC SAP (5 – 6 – 7 = 8)	OH	\$ 41,322,187	\$ 39,752,432

## C. N/A

## D. Going Concern

The Company is expected to continue as a going concern.

**NOTE 2 – ACCOUNTING CHANGES AND CORRECTIONS OF ERRORS**

The Company had no accounting changes or corrections of errors during the current reporting period.

**NOTE 3 – BUSINESS COMBINATIONS AND GOODWILL**

No significant change.

**NOTE 4 – DISCONTINUED OPERATIONS**

The Company had no discontinued operations during the current reporting period.

**NOTE 5 – INVESTMENTS**

## D. Loan-Backed Securities

The Company has no loan-backed securities.

## E. Repurchase Agreements and/or Securities Lending Transactions

The Company has no repurchase agreements and/or securities lending transactions.

## I. Working Capital Finance Investments

The Company has no working capital finance investments.

**NOTE 6 – JOINT VENTURES, PARTNERSHIPS AND LIMITED LIABILITY COMPANIES**

No significant changes.

**NOTE 7 – INVESTMENT INCOME**

No significant changes.

**NOTE 8 – DERIVATIVE INSTRUMENTS**

No significant changes.

**NOTE 9 – INCOME TAXES**

No significant changes.

**NOTE 10 – INFORMATION CONCERNING PARENT, SUBSIDIARIES, AFFILIATES AND OTHER RELATED PARTIES**

No significant changes.

**NOTES TO FINANCIAL STATEMENTS****OTE 11 – DEBT**

## B. FHLB (Federal Home Loan Bank) Agreements

(1) NONE

(2) FHLB Capital Stock

## a. Aggregate Totals

## 1. Current Period

	1 Total 2 + 3	2 General Account	3 Protected Cell Accounts
(a) Membership Stock – Class A	\$ 0	\$ 0	\$ 0
(b) Membership Stock – Class B	522,093	522,093	0
(c) Activity Stock	0	0	0
(d) Excess Stock	18,807	18,807	0
(e) Aggregate Total (a+b+c+d)	\$ 540,900	\$ 540,900	\$ 0
(f) Actual or estimated borrowing capacity as determined by the insurer	\$ 0	XXX	XXX

## 2. Prior Year

	1 Total 2 + 3	2 General Account	3 Protected Cell Accounts
(a) Membership Stock – Class A	\$ 0	\$ 0	\$ 0
(b) Membership Stock – Class B	522,093	522,093	0
(c) Activity Stock	0	0	0
(d) Excess Stock	18,807	18,807	0
(e) Aggregate Total (a+b+c+d)	\$ 540,900	\$ 540,900	\$ 0
(f) Actual or estimated borrowing capacity as determined by the insurer	\$ 0	XXX	XXX

## b. Membership Stock (Class A and B) Eligible for Redemption

Membership Stock	1 Current Period 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	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
2. Class B	\$ 522,093	\$ 0	\$ 0	\$ 0	\$ 0	\$ 522,093

## (3) Collateral Pledged to FHLB

## a. Amount Pledged as of Reporting Date

	1 Fair Value	2 Carrying Value	3 Aggregate Total Borrowing
1. Current Period Total General and Separate Accounts Total Collateral Pledged (Lines 2+3)	\$ 6,261,186	\$ 5,597,143	\$ 0
2. Current Period General Account Total Collateral Pledged	\$ 6,261,186	\$ 5,597,143	\$ 0
3. Current Period Separate Accounts Total Collateral Pledged	\$ 0	\$ 0	\$ 0
4. Prior Year Total General and Separate Accounts Total Collateral Pledged	\$ 6,321,962	\$ 5,580,846	\$ 0

## b. Maximum Amount Pledged During Reporting Period

	1 Fair Value	2 Carrying Value	3 Amount Borrowed at Time of Maximum Collateral
1. Current Period Total General and Separate Accounts Total Collateral Pledged (Lines 2+3)	\$ 12,522,372	\$ 11,194,286	\$ 0
2. Current Period General Account Total Collateral Pledged	\$ 6,261,186	\$ 5,597,143	\$ 0
3. Current Period Separate Accounts Total Collateral Pledged	\$ 6,261,186	\$ 5,597,143	\$ 0
4. Prior Year Total General and Separate Accounts Total Collateral Pledged	\$ 6,321,962	\$ 5,580,846	\$ 0

**NOTES TO FINANCIAL STATEMENTS**

## (4) Borrowing from FHLB

## a. Amount as of the Reporting Date

## 1. Current Period

	1 Total 2 + 3	2 General Account	3 Protected Cell Account	4 Funding Agreements Reserves Established
(a) Debt	\$ 0	\$ 0	\$ 0	XXX
(b) Funding Agreements	0	0	0	\$ 0
(c) Other	0	0	0	XXX
(d) Aggregate Total (a+b+c)	\$ 0	\$ 0	\$ 0	\$ 0

## 2. Prior Year

	1 Total 2 + 3	2 General Account	3 Protected Cell Account	4 Funding Agreements Reserves Established
(a) Debt	\$ 0	\$ 0	\$ 0	XXX
(b) Funding Agreements	0	0	0	\$ 0
(c) Other	0	0	0	XXX
(d) Aggregate Total (a+b+c)	\$ 0	\$ 0	\$ 0	\$ 0

## b. Maximum Amount During Reporting Period (Current Period)

	1 Total 2 + 3	2 General Account	3 Protected Cell Accounts
1. Debt	\$ 0	\$ 0	\$ 0
2. Funding Agreements	0	0	0
3. Other	0	0	0
4. Aggregate Total (Lines 1+2+3)	\$ 0	\$ 0	\$ 0

## c. FHLB – Prepayment Obligations

	Does the Company have Prepayment Obligations under the Following Arrangements (YES/NO)
1. Debt	NO
2. Funding Agreements	NO
3. Other	NO

**NOTE 12 – RETIREMENT PLANS, DEFERRED COMPENSATION, POSTEMPLOYMENT BENEFITS AND COMPENSATED ABSENCES AND OTHER POSTRETIREMENT BENEFIT PLANS**

A. NONE

**NOTE 13 – CAPITAL AND SURPLUS, DIVIDEND RESTRICTIONS AND QUASI-REORGANIZATIONS**

No significant changes.

**NOTE 14 – LIABILITIES, CONTINGENCIES AND ASSESSMENTS**

During 2016, the Company committed to invest \$2,500,000 in Barton Springs Music, LLC, which invests in music royalties.

**NOTE 15 – LEASES**

The Company is not involved in any material lease transactions.

**NOTE 16 – INFORMATION ABOUT FINANCIAL INSTRUMENTS WITH OFF-BALANCE SHEET RISK AND FINANCIAL INSTRUMENTS WITH CONCENTRATIONS OF CREDIT RISK**

The Company is not involved in any off-balance sheet risk or financial instruments with concentrations of credit risk.

**NOTE 17 – SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENTS OF LIABILITIES**

The Company had no transactions of this type during the current reporting period.

**NOTE 18 – GAIN OR LOSS TO THE REPORTING ENTITY FROM UNINSURED PLANS AND THE PORTION OF PARTIALLY INSURED PLANS**

The Company experienced no gain or loss during the current reporting period from uninsured plans.

**NOTES TO FINANCIAL STATEMENTS****NOTE 19 – DIRECT PREMIUM WRITTEN/PRODUCED BY MANAGING GENERAL AGENTS/THIRD PARTY ADMINISTRATORS**

No direct premium was written or produced during the current reporting period by a managing general agent or third party administrator.

**NOTE 20 – FAIR VALUE MEASUREMENTS**

A.

## (1) Fair Value Measurements at Reporting Date

Assets at Fair Value	Level 1	Level 2	Level 3	Total
Bonds	\$ 78,210	\$ 4,561,000	\$ 2,150,745	\$ 6,789,955
Common Stock	14,268,224	6,372,175	16,569,532	37,209,931
Other Invested Assets	0	0	34,739,957	34,739,957
Total	\$ 14,346,434	\$ 10,933,175	\$ 53,460,234	\$ 78,739,843

Liabilities at Fair Value	Level 1	Level 2	Level 3	Total
Derivative (Liabilities)	\$ 14,070	\$ 0	\$ 0	\$ 14,070
Total	\$ 14,070	\$ 0	\$ 0	\$ 14,070

## (2) Fair Value Measurements in (Level 3) of the Fair Value Hierarchy

a. Assets	Beginning Balance at current period	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 at current period
Bonds	\$ 2,057,723	\$ 0	\$ 0	\$ 54,881	\$ 136,545	\$ 0	\$ 0	\$ (98,404)	\$ 0	\$ 2,150,745
Common Stock	16,214,317	0	0	0	355,215	0	0	0	0	16,569,532
Other Invested Assets	34,698,572	0	0	0	(585,942)	3,494,714	0	(2,867,387)	0	34,739,957
Total	\$ 52,970,612	\$ 0	\$ 0	\$ 54,881	\$ (94,182)	\$ 3,494,714	\$ 0	\$ (2,965,791)	\$ 0	\$ 53,460,234

b. Liabilities	Beginning Balance at current period	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 at current period
	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

## (3) NONE

(4) The Company measures its assets and liabilities recorded at fair value based on the framework set forth in the statutory accounting guidance. The framework establishes a fair value hierarchy of three levels based upon the transparency of information used in measuring the fair value of assets or liabilities as of the measurement date. The fair value hierarchy prioritizes the inputs in the valuation techniques used to measure fair value into three categories.

Level 1 – Valuation is based upon quoted prices for identical assets or liabilities in active markets that the Company is able to access. Level 1 fair value is not subject to valuation adjustments.

Level 2 - Valuation is based upon quoted prices for similar assets and liabilities in active markets or quoted prices for identical or similar instruments in markets that are not active. In addition, the Company may use various valuation techniques or pricing models that use observable inputs to measure fair value.

Level 3 - Valuation is based upon unobservable inputs that are supported by little or no market activity and are significant to the fair value of the assets or liabilities. Unobservable inputs reflect the Company's own assumptions about inputs that market participants would use in pricing the assets or liability.

The Company determines the existence of an active market for an asset or liability based on its judgment as to whether transactions for the asset or liability occur in such markets with sufficient frequency and volume to provide reliable pricing information. If the Company concludes that there has been significant decrease in the volume and level of activity for an investment in relation to normal market activity for such investment, adjustments to transactions and quoted prices are made to estimate fair value.

## (5) NONE

B. NONE

C.

**NOTES TO FINANCIAL STATEMENTS**

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)
Bonds	\$ 190,248,364	\$ 183,217,428	\$ 7,537,669	\$ 180,559,950	\$ 2,150,745	\$ 0
Preferred Stock	11,775,000	11,775,000	0	0	11,775,000	0
Common Stock	37,209,945	37,209,945	14,268,224	6,372,189	16,569,532	0
Mortgage Loans	13,995,329	13,995,329	0	0	11,743,842	2,251,487
Real Estate	23,398,695	23,398,695	0	0	23,398,695	0
Cash	10,114,284	10,114,284	10,114,284	0	0	0
Cash Equivalent	500,000	500,000	0	0	500,000	0
Contract Loans	10,613,033	10,613,033	10,613,033	0	0	0
Other Invested Assets	34,739,957	34,739,957	0	0	34,739,957	0
Derivative (Liabilities)	(14,070)	(14,070)	(14,070)	0	0	0
Payable for Securities	(275,549)	(275,549)	0	(275,549)	0	0

D. NONE

**NOTE 21 – OTHER ITEMS**

## H. Offsetting and Netting of Assets and Liabilities

The Company does not offset or net assets and liabilities.

**NOTE 22 – EVENTS SUBSEQUENT**

The Company is not aware of any events occurring subsequent to the close of the books for this statement that may have a material effect on its financial condition or results or operation.

**NOTE 23 – REINSURANCE**

No significant changes.

**NOTE 24 – RETROSPECTIVELY RATED CONTRACTS AND CONTRACTS SUBJECT TO REDETERMINATION**

The Company has no contracts with these provisions in force.

**NOTE 25 – CHANGE IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES**

The Company experienced no change in incurred losses and loss adjustment expenses.

**NOTE 26 – INTERCOMPANY POOLING ARRANGEMENTS**

The Company has no inter-company pooling arrangements.

**NOTE 27 – STRUCTURED SETTLEMENTS**

The Company has no structured settlements.

**NOTE 28 – HEALTH CARE RECEIVABLES**

The Company has no health care receivables.

**NOTE 29 – PARTICIPATING POLICIES**

No significant change.

**NOTE 30 – PREMIUM DEFICIENCY RESERVES**

No significant changes

**NOTE 31 – RESERVES FOR LIFE CONTRACTS AND DEPOSIT-TYPE CONTRACTS**

No significant changes.

**NOTE 32 – ANALYSIS OF ANNUITY ACTUARIAL RESERVES AND DEPOSIT LIABILITIES BY WITHDRAWAL CHARACTERISTICS**

No significant changes.

**NOTE 33 – PREMIUM AND ANNUITY CONSIDERATIONS DEFERRED AND UNCOLLECTED**

No significant changes.

**NOTE 34 – SEPARATE ACCOUNTS**

The Company maintains no separate accounts.

**NOTE 35 – LOSS/CLAIM ADJUSTMENT EXPENSES**

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## **NOTES TO FINANCIAL STATEMENTS**

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The Company has no loss/claim adjustment expenses.

**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 [ ]

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.

4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [ ] No [X]

4.2 If yes, provide name of 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	2 NAIC Company Code	3 State of Domicile
Name of Entity	0	

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. 12/31/2014

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). 01/15/2016

6.4 By what department or departments?  
Ohio 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 [X] No [ ] N/A [ ]

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 with 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.  
First Southern Bancorp, Inc.

8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [X] No [ ]

8.4 If the 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
First Southern National Bank	Stanford, KY		YES		

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 [X] 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 [X]

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 [X]

9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).

**FINANCIAL**

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

10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?

Yes [ ] No [X]

10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount:

\$ \_\_\_\_\_ 0

**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 [X]

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:

\$ 11,899,510

13. Amount of real estate and mortgages held in short-term investments:

\$ 0

14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates?

Yes [X] No [ ]

14.2 If yes, please complete the following:

14.21 Bonds  
 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)  
 14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above

1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
\$ 0	\$ 0
4,000,000	4,000,000
5,687,009	5,736,922
0	0
0	0
11,468,705	9,079,211
\$ 21,155,714	\$ 18,816,133
\$ 0	\$ 0

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB?

Yes [ ] No [X]

15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state?

Yes [ ] No [ ]

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 current statement date:

16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2: \$ 0  
 16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2: \$ 0  
 16.3 Total payable for securities lending reported on the liability page: \$ 0

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
TD Ameritrade	PO Box 2209, Omaha, NE 68103
The Federal Home Loan Bank of Cincinnati	PO Box 598, Cincinnati, OH 45201
Charles Schwab	211 Main Street, San Francisco, CA 94105
Hilliard Lyons	446 East Main Street, Bowling Green, KY 42101
Goldman Sachs Execution & Clearing, LP	200 West Street, 2nd Floor, New York, NY 10282

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 and complete information relating thereto:

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

17.5 Identify all investment advisors, broker/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository	2 Name(s)	3 Address

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:

**Universal Guaranty Life Insurance Company**  
**GENERAL INTERROGATORIES (continued)**

**PART 2 - LIFE & HEALTH**

1. Report the statement value of mortgage loans at the end of this reporting period for the following categories:

1.1	Long-term mortgages in good standing	Amount
1.11	Farm mortgages.....	\$.....0
1.12	Residential mortgages.....	\$.....655,968
1.13	Commercial mortgages.....	\$.....10,352,874
1.14	Total mortgages in good standing.....	<u>\$.....11,008,842</u>
1.2	Long-term mortgages in good standing with restructured terms	
1.21	Total mortgages in good standing with restructured terms.....	\$.....69,827
1.3	Long-term mortgage loans upon which interest is overdue more than three months	
1.31	Farm mortgages.....	\$.....0
1.32	Residential mortgages.....	\$.....735,000
1.33	Commercial mortgages.....	\$.....20,834
1.34	Total mortgages with interest overdue more than three months.....	<u>\$.....755,834</u>
1.4	Long-term mortgage loans in process of foreclosure	
1.41	Farm mortgages.....	\$.....0
1.42	Residential mortgages.....	\$.....0
1.43	Commercial mortgages.....	\$.....2,160,826
1.44	Total mortgages in process of foreclosure.....	<u>\$.....2,160,826</u>
1.5	Total mortgage loans (Lines 1.14 + 1.21 + 1.34 + 1.44) (Page 2, Column 3, Lines 3.1 + 3.2)	\$.....13,995,329
1.6	Long-term mortgages foreclosed, properties transferred to real estate in current quarter	
1.61	Farm mortgages.....	\$.....0
1.62	Residential mortgages.....	\$.....0
1.63	Commercial mortgages.....	\$.....0
1.64	Total mortgages foreclosed and transferred to real estate.....	<u>\$.....0</u>
2.	Operating Percentages:	
2.1	A&H loss percent.....	<u>0.0</u>
2.2	A&H cost containment percent.....	<u>0.0</u>
2.3	A&H expense percent excluding cost containment expenses.....	<u>0.0</u>
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.....	\$.....0
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.....	\$.....0

**Universal Guaranty Life Insurance Company**  
**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 Reinsurer	8 Certified Reinsurer Rating (1 through 6)	9 Effective Date of Certified Reinsurer Rating
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**NONE**

**Universal Guaranty Life Insurance Company**  
**SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS**

Current Year to Date - Allocated by States and Territories

States, Etc.	Active Status	Life Insurance Premiums	Direct Business Only				
			Life Contracts		A&H Insurance Premiums, Including Policy Membership and Other Fees	Other Considerations	Total Columns 2 through 5
			2	3			
1. Alabama.....	AL	12,002	130	0	0	0	12,132
2. Alaska.....	AK	240	20	0	0	0	260
3. Arizona.....	AZ	5,727	168	21	0	0	5,916
4. Arkansas.....	AR	45,189	.27	0	0	0	45,216
5. California.....	CA	7,941	210	0	0	0	8,151
6. Colorado.....	CO	14,621	146	37	0	0	14,804
7. Connecticut.....	CT	N.	.466	0	0	0	.466
8. Delaware.....	DE	N.	.574	0	0	0	.574
9. District of Columbia.....	DC	N.	.543	0	0	0	.543
10. Florida.....	FL	N.	69,320	665	45	0	70,030
11. Georgia.....	GA	L.	32,056	220	18	0	32,294
12. Hawaii.....	HI	N.	.100	0	0	0	.100
13. Idaho.....	ID	L.	.1,007	0	0	0	.1,007
14. Illinois.....	IL	L.	327,065	17,009	0	0	344,074
15. Indiana.....	IN	L.	68,437	7,139	1,485	0	77,061
16. Iowa.....	IA	L.	50,201	10,830	0	0	61,031
17. Kansas.....	KS	L.	112,701	690	501	0	113,892
18. Kentucky.....	KY	L.	15,318	163	146	0	15,627
19. Louisiana.....	LA	L.	75,997	6,976	0	0	82,973
20. Maine.....	ME	N.	.2,308	0	0	0	.2,308
21. Maryland.....	MD	N.	.3,433	324	0	0	.3,757
22. Massachusetts.....	MA	L.	.3,528	.40	0	0	.3,568
23. Michigan.....	MI	N.	46,478	420	42	0	46,940
24. Minnesota.....	MN	L.	.2,828	0	0	0	.2,828
25. Mississippi.....	MS	L.	60,206	317	0	0	60,523
26. Missouri.....	MO	L.	63,930	5,227	113	0	69,270
27. Montana.....	MT	L.	15,562	.47	0	0	15,609
28. Nebraska.....	NE	L.	20,571	1,595	0	0	22,166
29. Nevada.....	NV	L.	.1,348	0	0	0	.1,348
30. New Hampshire.....	NH	N.	0	0	0	0	0
31. New Jersey.....	NJ	N.	.1,821	151	0	0	.1,972
32. New Mexico.....	NM	L.	.6,927	401	0	0	.7,328
33. New York.....	NY	N.	.2,504	.57	0	0	.2,561
34. North Carolina.....	NC	L.	35,806	538	21	0	36,365
35. North Dakota.....	ND	L.	.378	0	0	0	.378
36. Ohio.....	OH	L.	593,437	6,790	78	0	600,305
37. Oklahoma.....	OK	L.	54,126	746	29	0	54,901
38. Oregon.....	OR	L.	.4,577	0	0	0	.4,577
39. Pennsylvania.....	PA	L.	51,118	4,947	0	0	56,065
40. Rhode Island.....	RI	L.	.250	0	0	0	.250
41. South Carolina.....	SC	L.	39,482	.20	0	0	39,502
42. South Dakota.....	SD	L.	.618	7	10	0	.635
43. Tennessee.....	TN	L.	51,290	254	52	0	51,596
44. Texas.....	TX	L.	221,691	3,200	0	0	224,891
45. Utah.....	UT	L.	.1,499	255	0	0	.1,754
46. Vermont.....	VT	N.	0	0	0	0	0
47. Virginia.....	VA	L.	42,549	1,968	0	0	44,517
48. Washington.....	WA	L.	.3,592	.35	0	0	.3,627
49. West Virginia.....	WV	L.	150,590	386	2,513	0	153,489
50. Wisconsin.....	WI	L.	.5,330	662	0	0	.5,992
51. Wyoming.....	WY	N.	15,832	.20	0	0	15,852
52. American Samoa.....	AS	N.	0	0	0	0	0
53. Guam.....	GU	N.	0	0	0	0	0
54. Puerto Rico.....	PR	N.	0	0	0	0	0
55. US Virgin Islands.....	VI	N.	0	0	0	0	0
56. Northern Mariana Islands.....	MP	N.	0	0	0	0	0
57. Canada.....	CAN	N.	0	0	0	0	0
58. Aggregate Other Alien.....	OT	XXX	0	0	0	0	0
59. Subtotal.....		(a).37	2,343,114	72,800	5,111	0	2,421,025
90. Reporting entity contributions for employee benefit plans.....		XXX	0	0	0	0	0
91. Dividends or refunds applied to purchase paid-up additions and annuities.....		XXX	31,449	0	0	0	31,449
92. Dividends or refunds applied to shorten endowment or premium paying period.....		XXX	0	0	0	0	0
93. Premium or annuity considerations waived under disability or other contract provisions.....		XXX	17,230	0	0	0	17,230
94. Aggregate other amounts not allocable by State.....		XXX	0	0	0	0	0
95. Totals (Direct Business).....		XXX	2,391,793	72,800	5,111	0	2,469,704
96. Plus Reinsurance Assumed.....		XXX	.9,949	0	(75)	0	.9,874
97. Totals (All Business).....		XXX	2,401,742	72,800	5,036	0	2,479,578
98. Less Reinsurance Ceded.....		XXX	.656,207	0	.1,790	0	.657,997
99. Totals (All Business) less Reinsurance Ceded.....		XXX	1,745,535	72,800	.3,246	0	1,821,581

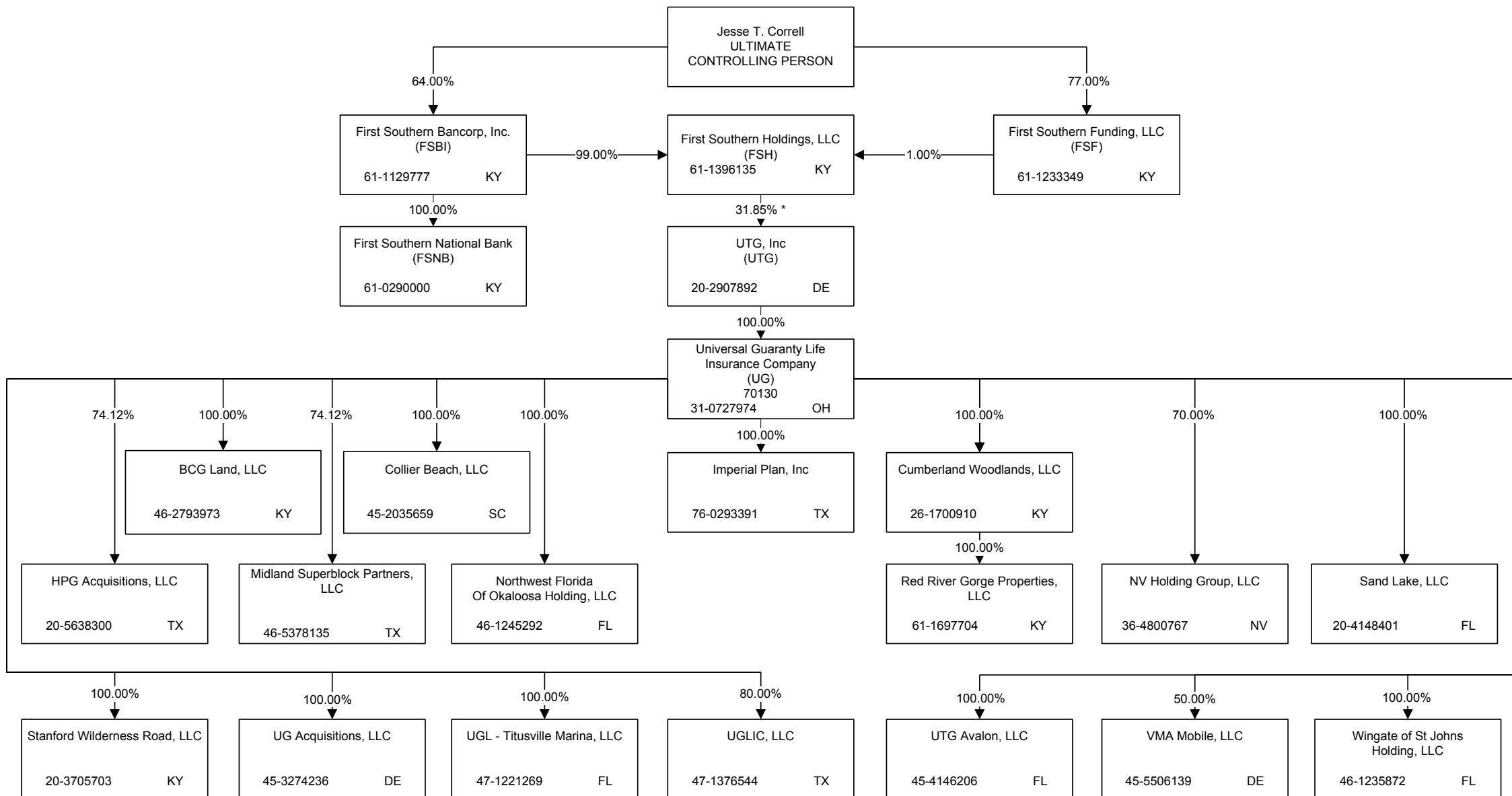
## DETAILS OF WRITE-INS

58001.....	XXX	0	0	0	0	0	0
58002.....	XXX	0	0	0	0	0	0
58003.....	XXX	0	0	0	0	0	0
58998. Summary of remaining write-ins for line 58 from overflow page.....	XXX	0	0	0	0	0	0
58999. Total (Lines 58001 thru 58003 plus 58998) (Line 58 above).....	XXX	0	0	0	0	0	0
9401.....	XXX	0	0	0	0	0	0
9402.....	XXX	0	0	0	0	0	0
9403.....	XXX	0	0	0	0	0	0
9498. Summary of remaining write-ins for line 94 from overflow page.....	XXX	0	0	0	0	0	0
9499. Total (Lines 9401 thru 9403 plus 9498) (Line 94 above).....	XXX	0	0	0	0	0	0

(L) - Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) - Registered - Non-domiciled RRGs; (Q) - Qualified - Qualified or Accredited Reinsurer;

(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.

(a) Insert the number of L responses except for Canada and Other Alien.

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

**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
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Public Traded (U.S. or International)	Name of Parent, Subsidiaries or Affiliates	Domi-ciliary 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)	*
<b>Members</b>														
0.....		0.....	61-1129777..	0.....	0.....		First Southern Bancorp, Inc.....	KY.....	UIP.....	Jesse T. Correll.....	Ownership.....	64.000	Jesse T. Correll.....	0.....
0.....		0.....	61-1233349..	0.....	0.....		First Southern Funding, LLC.....	KY.....	NIA.....	Jesse T. Correll.....	Ownership.....	77.000	Jesse T. Correll.....	0.....
0.....		0.....	61-1396135..	0.....	0.....		First Southern Holdings, LLC.....	KY.....	UIP.....	First Southern Bancorp, Inc.....	Ownership.....	99.000	Jesse T. Correll.....	0.....
0.....		0.....	61-0290000..	702612..	0.....		First Southern National Bank.....	KY.....	NIA.....	First Southern Bancorp, Inc.....	Ownership.....	100.000	Jesse T. Correll.....	0.....
0.....		0.....	20-2907892..	0.....	0.....		UTG, Inc.....	DE.....	DS.....	First Southern Holdings, LLC.....	Ownership.....	31.850	Jesse T. Correll.....	0.....
0.....	70130....	31-0727974..	0.....	0.....			Universal Guaranty Life Insurance Co.....	OH.....	RE.....	UTG, Inc.....	Ownership.....	100.000	Jesse T. Correll.....	0.....
0.....		0.....	76-0293391..	0.....	0.....		Imperial Plan, Inc.....	TX.....	DS.....	Universal Guaranty Life Insurance Co.....	Ownership.....	100.000	Jesse T. Correll.....	0.....
0.....		0.....	46-2793973..	0.....	0.....		BCG Land, LLC.....	KY.....	DS.....	Universal Guaranty Life Insurance Co.....	Ownership.....	100.000	Jesse T. Correll.....	0.....
0.....		0.....	45-2035659..	0.....	0.....		Collier Beach, LLC.....	SC.....	DS.....	Universal Guaranty Life Insurance Co.....	Ownership.....	100.000	Jesse T. Correll.....	0.....
0.....		0.....	26-1700910..	0.....	0.....		Cumberland Woodlands, LLC.....	KY.....	DS.....	Universal Guaranty Life Insurance Co.....	Ownership.....	100.000	Jesse T. Correll.....	0.....
0.....		0.....	61-1697704..	0.....	0.....		Red River Gorge Properties, LLC.....	KY.....	DS.....	Cumberland Woodlands, LLC.....	Ownership.....	100.000	Jesse T. Correll.....	0.....
0.....		0.....	20-5638300..	0.....	0.....		HPG Acquisitions, LLC.....	TX.....	DS.....	Universal Guaranty Life Insurance Co.....	Ownership.....	74.120	Jesse T. Correll.....	0.....
0.....		0.....	46-5378135..	0.....	0.....		Midland Superblock Partners, LLC.....	TX.....	DS.....	Universal Guaranty Life Insurance Co.....	Ownership.....	74.120	Jesse T. Correll.....	0.....
0.....		0.....	46-1245292..	0.....	0.....		Northwest Florida of Okaloosa Holding, LLC.....	FL.....	DS.....	Universal Guaranty Life Insurance Co.....	Ownership.....	100.000	Jesse T. Correll.....	0.....
0.....		0.....	36-4800767..	0.....	0.....		NV Holding Group, LLC.....	NV.....	DS.....	Universal Guaranty Life Insurance Co.....	Ownership.....	70.000	Jesse T. Correll.....	0.....
0.....		0.....	20-4148401..	0.....	0.....		Sand Lake, LLC.....	FL.....	DS.....	Universal Guaranty Life Insurance Co.....	Ownership.....	100.000	Jesse T. Correll.....	0.....
0.....		0.....	20-3705703..	0.....	0.....		Stanford Wilderness Road, LLC.....	KY.....	DS.....	Universal Guaranty Life Insurance Co.....	Ownership.....	100.000	Jesse T. Correll.....	0.....
0.....		0.....	45-3274236..	0.....	0.....		UG Acquisitions, LLC.....	DE.....	DS.....	Universal Guaranty Life Insurance Co.....	Ownership.....	100.000	Jesse T. Correll.....	0.....
0.....		0.....	47-1221269..	0.....	0.....		UGL Titusville Marina, LLC.....	FL.....	DS.....	Universal Guaranty Life Insurance Co.....	Ownership.....	100.000	Jesse T. Correll.....	0.....
0.....		0.....	47-1376544..	0.....	0.....		UGLIC, LLC.....	TX.....	DS.....	Universal Guaranty Life Insurance Co.....	Ownership.....	100.000	Jesse T. Correll.....	0.....
0.....		0.....	45-4146206..	0.....	0.....		UTG Avalon, LLC.....	FL.....	DS.....	Universal Guaranty Life Insurance Co.....	Ownership.....	100.000	Jesse T. Correll.....	0.....
0.....		0.....	45-5506139..	0.....	0.....		VMA Mobile, LLC.....	DE.....	DS.....	Universal Guaranty Life Insurance Co.....	Ownership.....	50.000	Jesse T. Correll.....	0.....

**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?	NO
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

**Explanations:**

1. The data for this supplement is not required to be filed.
2. The data for this supplement is not required to be filed.
3. The data for this supplement is not required to be filed.
4. The data for this supplement is not required to be filed.
5. The data for this supplement is not required to be filed.
6. The data for this supplement is not required to be filed.
7. The data for this supplement is not required to be filed.

**Bar Code:**

Statement as of March 31, 2016 of the **Universal Guaranty Life Insurance Company**  
**Overflow Page for Write-Ins**

**NONE**

**Universal Guaranty 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.....	24,659,866	11,540,429
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....	180,022	19,565,957
2.2 Additional investment made after acquisition.....	0	3,409,300
3. Current year change in encumbrances.....	0	0
4. Total gain (loss) on disposals.....	0	2,204,578
5. Deduct amounts received on disposals.....	551,415	11,736,437
6. Total foreign exchange change in book/adjusted carrying value.....	0	0
7. Deduct current year's other-than-temporary impairment recognized.....	0	54,901
8. Deduct current year's depreciation.....	63,050	269,060
9. Book/adjusted carrying value at end of current period (Lines 1+2+3+4-5+6-7-8).....	24,225,423	24,659,866
10. Deduct total nonadmitted amounts.....	826,729	826,729
11. Statement value at end of current period (Line 9 minus Line 10).....	23,398,694	23,833,137

**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.....	14,735,583	23,161,982
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....	0	10,448,266
2.2 Additional investment made after acquisition.....	12,365	92,085
3. Capitalized deferred interest and other.....	0	0
4. Accrual of discount.....	913,215	3,237,516
5. Unrealized valuation increase (decrease).....	0	0
6. Total gain (loss) on disposals.....	0	0
7. Deduct amounts received on disposals.....	1,665,834	22,204,266
8. Deduct amortization of premium and mortgage interest points and commitment fees.....	0	0
9. Total foreign exchange change in book value/recorded investment excluding accrued interest.....	0	0
10. Deduct current year's other-than-temporary impairment recognized.....	0	0
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....	13,995,329	14,735,583
12. Total valuation allowance.....	0	0
13. Subtotal (Line 11 plus Line 12).....	13,995,329	14,735,583
14. Deduct total nonadmitted amounts.....	0	0
15. Statement value at end of current period (Line 13 minus Line 14).....	13,995,329	14,735,583

**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.....	34,698,572	39,737,746
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....	518,240	13,784,111
2.2 Additional investment made after acquisition.....	2,976,474	2,681,504
3. Capitalized deferred interest and other.....	0	0
4. Accrual of discount.....	0	0
5. Unrealized valuation increase (decrease).....	(585,943)	1,115,696
6. Total gain (loss) on disposals.....	0	2,915,032
7. Deduct amounts received on disposals.....	2,867,387	25,535,517
8. Deduct amortization of premium and depreciation.....	0	0
9. Total foreign exchange change in book/adjusted carrying value.....	0	0
10. Deduct current year's other-than-temporary impairment recognized.....	0	0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....	34,739,956	34,698,572
12. Deduct total nonadmitted amounts.....	0	0
13. Statement value at end of current period (Line 11 minus Line 12).....	34,739,956	34,698,572

**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.....	235,024,034	235,922,121
2. Cost of bonds and stocks acquired.....	3,342,525	33,476,435
3. Accrual of discount.....	17,629	116,855
4. Unrealized valuation increase (decrease).....	185,593	1,249,129
5. Total gain (loss) on disposals.....	228,360	2,028,635
6. Deduct consideration for bonds and stocks disposed of.....	6,393,062	30,913,702
7. Deduct amortization of premium.....	152,706	601,107
8. Total foreign exchange change in book/adjusted carrying value.....	0	0
9. Deduct current year's other-than-temporary impairment recognized.....	50,000	6,254,332
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8-9).....	232,202,373	235,024,034
11. Deduct total nonadmitted amounts.....	0	0
12. Statement value at end of current period (Line 10 minus Line 11).....	232,202,373	235,024,034

**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
<b>BONDS</b>								
1. NAIC 1 (a).....	93,117,646	157,162	2,965,000	(2,637,784)	87,672,024			93,117,646
2. NAIC 2 (a).....	79,914,313	535,543	2,839,684	(1,582,953)	76,027,219			79,914,313
3. NAIC 3 (a).....	6,203,961	0	0	2,098,586	8,302,547			6,203,961
4. NAIC 4 (a).....	3,050,943	0	0	1,986,703	5,037,646			3,050,943
5. NAIC 5 (a).....	4,864,677	0	290	(4,700,002)	164,385			4,864,677
6. NAIC 6 (a).....	1,496,130	2,242,126	.43,522	2,318,874	6,013,608			1,496,130
7. Total Bonds.....	188,647,670	2,934,831	5,848,496	(2,516,576)	183,217,429	0	0	188,647,670
<b>PREFERRED STOCK</b>								
8. NAIC 1.....	3,200,000	0	0	0	3,200,000			3,200,000
9. NAIC 2.....	0	0	0	0	0			0
10. NAIC 3.....	.8,575,000	0	0	0	8,575,000			8,575,000
11. NAIC 4.....	0	0	0	0	0			0
12. NAIC 5.....	0	0	0	0	0			0
13. NAIC 6.....	0	0	0	0	0			0
14. Total Preferred Stock.....	11,775,000	0	0	0	11,775,000	0	0	11,775,000
15. Total Bonds and Preferred Stock.....	200,422,670	2,934,831	5,848,496	(2,516,576)	194,992,429	0	0	200,422,670

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

NAIC 1 \$.....0; NAIC 2 \$.....0; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0.

Statement as of March 31, 2016 of the **Universal Guaranty Life Insurance Company**  
**SCHEDULE DA - PART 1**

Short-Term Investments

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999.....	0	XXX.....	0	0	0

**SCHEDULE DA - VERIFICATION**

Short-Term Investments

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	.....(0)	.....4,554,290
2. Cost of short-term investments acquired.....	.....0	.....100,151
3. Accrual of discount.....	.....0	.....0
4. Unrealized valuation increase (decrease).....	.....0	.....0
5. Total gain (loss) on disposals.....	.....0	.....0
6. Deduct consideration received on disposals.....	.....0	.....4,654,441
7. Deduct amortization of premium.....	.....0	.....0
8. Total foreign exchange change in book/adjusted carrying value.....	.....0	.....0
9. Deduct current year's other-than-temporary impairment recognized.....	.....0	.....0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	.....(0)	.....(0)
11. Deduct total nonadmitted amounts.....	.....0	.....0
12. Statement value at end of current period (Line 10 minus Line 11).....	.....(0)	.....(0)

**SCHEDULE DB - PART A - VERIFICATION**

## Options, Caps, Floors, Collars, Swaps and Forwards

1. Book/adjusted carrying value, December 31, prior year (Line 9, prior year)	(28,610)
2. Cost paid/(consideration received) on additions	0
3. Unrealized valuation increase/(decrease)	14,540
4. Total gain (loss) on termination recognized	0
5. Considerations received/(paid) on terminations	0
6. Amortization	0
7. Adjustment to the book/adjusted carrying value of hedge item	0
8. Total foreign exchange change in book/adjusted carrying value	0
9. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3 + 4 - 5 + 6 + 7 + 8)	(14,070)
10. Deduct nonadmitted assets	0
11. Statement value at end of current period (Line 9 minus Line 10)	(14,070)

**SCHEDULE DB - PART B - VERIFICATION**

## Futures Contracts

1. Book/adjusted carrying value, December 31, prior year (Line 6, prior year)	0
2. Cumulative cash change (Section 1, Broker Name/Net Cash Deposits Footnote - Cumulative Cash Change column)	0
3.1 Add:	
Change in variation margin on open contracts - Highly Effective Hedges:	
3.11 Section 1, Column 15, current year to date minus	0
3.12 Section 1, Column 15, prior year	0
Change in variation margin on open contracts - All Other:	
3.13 Section 1, Column 18, current year to date minus	0
3.14 Section 1, Column 18, prior year	0
3.2 Add:	
Change in adjustment to basis of hedged item:	
3.21 Section 1, Column 17, current year to date minus	0
3.22 Section 1, Column 17, prior year	0
Change in amount recognized:	
3.23 Section 1, Column 19, current year to date minus	0
3.24 Section 1, Column 19, prior year	0
3.3 Subtotal (Line 3.1 minus Line 3.2)	0
4.1 Cumulative variation margin on terminated contracts during the year	0
4.2 Less:	
4.21 Amount used to adjust basis of hedged item	0
4.22 Amount recognized	0
4.3 Subtotal (Line 4.1 minus Line 4.2)	0
5. Dispositions gains (losses) on contracts terminated in prior year:	
5.1 Total gain (loss) recognized for terminations in prior year	0
5.2 Total gain (loss) adjusted into the hedged item(s) for the terminations in prior year	0
6. Book/adjusted carrying value at end of current period (Lines 1 + 2 + 3.3 - 4.3 - 5.1 - 5.2)	0
7. Deduct nonadmitted assets	0
8. Statement value at end of current period (Line 6 minus Line 7)	0

**Sch. DB - Pt. C - Sn. 1**  
**NONE**

**Sch. DB - Pt. C - Sn. 2**  
**NONE**

**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.....	(14,070)
2. Part B, Section 1, Column 15 plus Part B, Section 1 Footnote - Total Ending Cash Balance.....	0
3. Total (Line 1 plus Line 2).....	(14,070)
4. Part D, Section 1, Column 5.....	0
5. Part D, Section 1, Column 6.....	0
6. Total (Line 3 minus Line 4 minus Line 5).....	(14,070)

**Fair Value Check**

7. Part A, Section 1, Column 16.....	(14,070)
8. Part B, Section 1, Column 13.....	0
9. Total (Line 7 plus Line 8).....	(14,070)
10. Part D, Section 1, Column 8.....	0
11. Part D, Section 1, Column 9.....	0
12. Total (Line 9 minus Line 10 minus Line 11).....	(14,070)

**Potential Exposure Check**

13. Part A, Section 1, Column 21.....	0
14. Part B, Section 1, Column 20.....	0
15. Part D, Section 1, Column 11.....	0
16. Total (Line 13 plus Line 14 minus Line 15).....	0

**Universal Guaranty Life Insurance Company**  
**SCHEDULE E- VERIFICATION**  
**Cash Equivalents**

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	0	0
2. Cost of cash equivalents acquired.....	500,000	0
3. Accrual of discount.....	0	0
4. Unrealized valuation increase (decrease).....	0	0
5. Total gain (loss) on disposals.....	0	0
6. Deduct consideration received on disposals.....	0	0
7. Deduct amortization of premium.....	0	0
8. Total foreign exchange change in book/ adjusted carrying value.....	0	0
9. Deduct current year's other-than-temporary impairment recognized.....	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	500,000	0
11. Deduct total nonadmitted amounts.....	0	0
12. Statement value at end of current period (Line 10 minus Line 11).....	500,000	0

**SCHEDULE A - PART 2**

Showing all Real Estate ACQUIRED AND ADDITIONS MADE During the Current Quarter

1 Description of Property	Location		4 City	5 Name of Vendor	6 Actual Cost at Time of Acquisition	7 Amount of Encumbrances	8 Book/Adjusted Carrying Value Less Encumbrances	9 Additional Investment Made After Acquisition
	2 State	3 Date Acquired						
<b>Acquired by Purchase</b>								
121 East Main Street.....	Stanford.....	KY... 02/24/2016....	George and Connie Saufley.....		180,022	0	0	0
0199999. Totals.....					180,022	0	0	0
0399999. Totals.....					180,022	0	0	0

**SCHEDULE A - PART 3**

Showing all Real Estate DISPOSED During the Quarter, Including Payments During the Final Year on "Sales Under Contract "

1 Description of Property	Location		4 Disposal Date	5 Name of Purchaser	6 Actual Cost	7 Expended for Additions, Permanent Improvements and Changes in Encumbrances	8 Book/Adjusted Carrying Value Less Encumbrances Prior Year	Change in Book/Adjusted Carrying Value Less Encumbrances					14 Total Foreign Exchange Change in B.A.C.V.	15 Book/Adjusted Carrying Value Less Encumbrances on Disposal	16 Amounts Received During Year	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Gross Income Earned Less Interest Incurred on Encumbrances	Taxes, Repairs, and Expenses Incurred
	2 City	3 State						9 Current Year's Depreciation	10 Current Year's Other-Than-Temporary Impairment Recognized	11 Current Year's Change in Encumbrances	12 Total Change in B.A.C.V. (11 - 9 - 10)	13 Current Year's Change in B.A.C.V.								
<b>Property Disposed</b>																				
BCG Land, LLC.....	Boyd, Carter & Greenup County	KY.. 02/26/2016	Various.....		548,338	0	0	0	0	0	0	0	548,338	548,338	0	0	0	0	0	0
Midland Beltway Property.....	Midland.....	TX.. 03/23/2016	Return of capital.....		577	0	0	0	0	0	0	0	577	577	0	0	0	0	0	0
UTG Avalon, LLC.....	St. Lucie County.....	FL.. 03/07/2016	Various.....		2,500	0	0	0	0	0	0	0	2,500	2,500	0	0	0	0	0	0
0199999. Totals.....					551,415	0	0	0	0	0	0	0	551,415	551,415	0	0	0	0	0	0
0399999. Totals.....					551,415	0	0	0	0	0	0	0	551,415	551,415	0	0	0	0	0	0

QE01

**SCHEDULE B - PART 2**

Showing all Mortgage Loans ACQUIRED AND ADDITIONS MADE During the Current Quarter

1	Location			4	5	6	7	8	9
	2	3	State						
Loan Number	City			Loan Type	Date Acquired	Rate of Interest	Actual Cost at Time of Acquisition	Additional Investment Made After Acquisition	Value of Land and Buildings
<b>Mortgages in Good Standing - Commercial Mortgages - All Other</b>									
024F842.....	Perry County.....	TN.....		07/29/2015.....		6.500.....	0.....	12,115.....	3,100,000.....
0599999. Total - Mortgages in Good Standing - Commercial Mortgages - All Other.....				....XXX.....	....XXX.....		0.....	12,115.....	3,100,000.....
0899999. Total - Mortgages in Good Standing.....				....XXX.....	....XXX.....		0.....	12,115.....	3,100,000.....
<b>Restructured Mortgages - Commercial Mortgages - All Other</b>									
300F031 300F029.....	Columbus.....	OH.....		12/30/2009.....		6.000.....	0.....	.250.....	1,520,000.....
1399999. Total - Restructured Mortgages - Commercial Mortgages - All Other.....				....XXX.....	....XXX.....		0.....	.250.....	1,520,000.....
1699999. Total - Restructured Mortgages.....				....XXX.....	....XXX.....		0.....	.250.....	1,520,000.....
3399999. Total Mortgages.....				....XXX.....	....XXX.....		0.....	12,365.....	4,620,000.....

**SCHEDULE B - PART 3**

Showing all Mortgage Loans DISPOSED, Transferred or Repaid During the Current Quarter

1	Location			4	5	6	7	Change in Book Value/Recorded Investment					14	15	16	17	18	
	2	3	State					Book Value/Recorded Investment Excluding Accrued Interest Prior Year	Unrealized Valuation Increase (Decrease)	Current Year's (Amortization) / Accretion	Current Year's Other-Than-Temporary Impairment Recognized	Capitalized Deferred Interest and Other	Total Change in Book Value (8 + 9 - 10 + 11)	Total Foreign Exchange Change in Book Value	Excluding Accrued Interest on Disposal	Consideration	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal
Loan Number	City	State	Loan Type	Date Acquired	Disposal Date													
<b>Mortgages Closed by Repayment</b>																		
024F741 300F081.....	Fort Pierce.....	FL.....		01/19/2010.....	09/25/2015.....	0.....	0.....	33,724.....	0.....	0.....	0.....	33,724.....	0.....	33,724.....	33,724.....	0.....	0.....	0.....
024F749 300F083.....	Fort Pierce.....	FL.....		01/19/2010.....	09/25/2015.....	0.....	0.....	34,833.....	0.....	0.....	0.....	34,833.....	0.....	34,833.....	34,833.....	0.....	0.....	0.....
024F833.....	Danville.....	KY.....		04/11/2013.....	03/24/2016.....	53,291.....	0.....	103,529.....	0.....	0.....	0.....	103,529.....	0.....	126,522.....	126,522.....	0.....	0.....	0.....
300F031 300F029.....	Columbus.....	OH.....		12/30/2009.....	03/01/2016.....	22,993.....	0.....	738,658.....	0.....	0.....	0.....	738,658.....	0.....	778,108.....	778,108.....	0.....	0.....	0.....
0199999. Total - Mortgages Closed by Repayment.....						76,284.....	0.....	910,744.....	0.....	0.....	0.....	910,744.....	0.....	973,187.....	973,187.....	0.....	0.....	0.....
<b>Mortgages With Partial Repayments</b>																		
024F624.....	Wheeling.....	WV.....		12/14/2009.....		0.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	568.....	568.....	0.....	0.....	0.....
024F630.....	Wickliff.....	OH.....		12/14/2009.....		0.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	1,904.....	1,904.....	0.....	0.....	0.....
024F748.....	Lancaster.....	KY.....		03/12/2010.....		1,483,983.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	15,647.....	15,647.....	0.....	0.....	0.....
024F803.....	Phoenix.....	AZ.....		09/21/2010.....		2,186,750.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	25,925.....	25,925.....	0.....	0.....	0.....
024F840.....	Inez, Mt. Sterling, Catlettsburg.....	KY, WV.....		04/24/2015.....		2,864,839.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	58,044.....	58,044.....	0.....	0.....	0.....
024F841.....	Huntington.....	WV.....		06/25/2015.....		1,854,516.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	119,020.....	119,020.....	0.....	0.....	0.....
024F843.....	Fort Pierce.....	FL.....		07/31/2015.....		558,477.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	1,763.....	1,763.....	0.....	0.....	0.....
024F844.....	Fort Pierce.....	FL.....		09/22/2015.....		523,290.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	452,068.....	452,068.....	0.....	0.....	0.....
300F019.....	Toledo.....	OH.....		12/30/2009.....		.72,827.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	3,000.....	3,000.....	0.....	0.....	0.....
300F031 300F029.....	Columbus.....	OH.....		12/30/2009.....		53,291.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	14,090.....	14,090.....	0.....	0.....	0.....
ML-0218011.....	Winchester.....	TN.....		12/30/2009.....		.28,651.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	618.....	618.....	0.....	0.....	0.....
0299999. Total - Mortgages With Partial Repayments.....						9,626,624.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	692,647.....	692,647.....	0.....	0.....	0.....
0599999. Total Mortgages.....						9,702,908.....	0.....	910,744.....	0.....	0.....	0.....	0.....	0.....	1,665,834.....	1,665,834.....	0.....	0.....	0.....

QE02

**SCHEDULE BA - PART 2**

Showing Other Long-Term Invested Assets ACQUIRED AND ADDITIONS MADE During the Current Quarter

1 CUSIP Identification	2 Name or Description	Location		5 Name of Vendor or General Partner	6 NAIC Designation	7 Date Originally Acquired	8 Type and Strategy	9 Actual Cost at Time of Acquisition	10 Additional Investment Made after Acquisition	11 Amount of Encumbrances	12 Commitment for Additional Investment	13 Percentage of Ownership	
		3 City	4 State										
<b>Oil and Gas Production Payments - Unaffiliated</b>													
	Liberty Property.....	Midland.....	TX.....	Liberty AOG Partners, Ltd.....		03/24/2015.....	0.....	0.....	2,976,474.....	0.....	0.....	0.....	37.500
	White Package.....	Loving County.....	TX.....	Inspire AOG Partners, LTD.....		02/02/2016.....	0.....	370,240.....	0.....	0.....	0.....	0.....	.87.500
0199999. Total - Oil and Gas Production Payments - Unaffiliated.....								370,240.....	2,976,474.....	0.....	0.....	0.....	XXX.....
<b>Joint Venture or Partnership Interests That Have Underlying Characteristics of Other - Unaffiliated</b>													
	Barton Springs Music, LLC.....	Nashville.....	TN.....	Barton Springs Music, LLC.....		01/04/2016.....	0.....	148,000.....	0.....	0.....	0.....	2,352,000	.25.000
99999. Total - Joint Venture or Partnership Interests That Have Underlying Characteristics of Other - Unaffiliated.....								148,000.....	0.....	0.....	0.....	2,352,000	XXX.....
4499999. Subtotal - Unaffiliated.....								.518,240.....	2,976,474.....	0.....	0.....	2,352,000	XXX.....
4699999. Totals.....								.518,240.....	2,976,474.....	0.....	0.....	2,352,000	XXX.....

**SCHEDULE BA - PART 3**

Showing Other Long-Term Invested Assets DISPOSED, Transferred or Repaid During the Current Quarter

1 CUSIP Identification	2 Name or Description	Location		5 Name of Purchaser or Nature of Disposal	6 Date Originally Acquired	7 Disposal Date	8 Book/Adjusted Carrying Value Less Encumbrances, Prior Year	Changes in Book/Adjusted Carrying Value						15 Book/Adjusted Carrying Value Less Encumbrances on Disposal	16 Total Foreign Exchange Change in B.A.C.V.	17 Book/Adjusted Carrying Value Less Encumbrances on Disposal	18 Foreign Exchange Gain (Loss) on Disposal	19 Realized Gain (Loss) on Disposal	20 Total Gain (Loss) on Disposal	Investment Income			
		3 City	4 State					9 Unrealized Valuation Increase (Decrease)	10 Current Year's (Depreciation) or (Amortization) / Accretion	11 Current Year's Other-Than-Temporary Impairment Recognized	12 Capitalized Deferred Interest and Other	13 Total Change in B.A.C.V. (9+10-11+12)	14 Total Foreign Exchange Change in B.A.C.V.										
<b>Oil and Gas Production Payments - Unaffiliated</b>																							
	Liberty Property.....	Midland.....	TX.....	Various.....	03/24/2015	03/31/2016	2,628,842.....	0.....	0.....	0.....	0.....	0.....	0.....	147,928.....	147,928.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	
0199999. Total - Oil and Gas Production Payments - Unaffiliated.....							2,628,842.....	0.....	0.....	0.....	0.....	0.....	0.....	147,928.....	147,928.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	
<b>Mineral Rights - Unaffiliated</b>																							
	Master Mineral Holdings I, LP.....	Various.....	OH, PA, WV.....	Return of Capital.....	11/08/2013	03/15/2016	6,258,594.....	0.....	0.....	0.....	0.....	0.....	0.....	14,331.....	14,331.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	
0599999. Total - Mineral Rights - Unaffiliated.....							6,258,594.....	0.....	0.....	0.....	0.....	0.....	0.....	14,331.....	14,331.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	
<b>Joint Venture or Partnership Interests That Have Underlying Characteristics of Real Estate - Unaffiliated</b>																							
	LS Clarkston Investco, LLC.....	Clarkston.....	GA.....	Return of Capital.....	11/09/2012	02/19/2016	.237,206.....	-(237,206).....	0.....	0.....	(237,206).....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	3,180,843	
	PGS Pooler Investco, LLC.....	Pooler.....	GA.....	Return of Capital.....	06/30/2014	01/18/2016	1,485,511.....	0.....	0.....	0.....	0.....	0.....	0.....	5,128.....	5,128.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	
	Resource Land Fund III, LLC.....	Colorado Springs.....	CO.....	Return of Capital.....	01/19/206.....	02/26/2016	1,428,798.....	0.....	0.....	0.....	0.....	0.....	0.....	.52,000.....	.52,000.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	
1799999. Total - Joint Venture or Partnership Interests That Have Underlying Characteristics of Real Estate - Unaffiliated.....							3,151,515.....	-(237,206).....	0.....	0.....	(237,206).....	0.....	0.....	.57,128.....	.57,128.....	0.....	0.....	0.....	0.....	0.....	0.....	3,180,843	
<b>Joint Venture or Partnership Interests That Have Underlying Characteristics of Other - Unaffiliated</b>																							
	Llano Music, LLC.....	Nashville.....	TN.....	Return of Capital.....	09/22/2010	01/19/2016	1,944,144.....	0.....	0.....	0.....	0.....	0.....	0.....	148,000.....	148,000.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	
2199999. Total - Joint Venture or Partnership Interests That Have Underlying Characteristics of Other - Unaffiliated.....							1,944,144.....	0.....	0.....	0.....	0.....	0.....	0.....	148,000.....	148,000.....	0.....	0.....	0.....	0.....	0.....	0.....	0.....	
<b>Collateral Loans - Unaffiliated</b>																							
	13015 Avondale Holding, LLC.....	Avondale.....	AZ.....	Return of Capital.....	12/15/2015	01/31/2016	2,500,000.....	0.....	0.....	0.....	0.....	0.....	0.....	2,500,000.....	2,500,000.....	0.....	0.....	0.....	0.....	0.....	0.....	500,000	
	2599999. Total - Collateral Loans - Unaffiliated.....						2,500,000.....	0.....	0.....	0.....	0.....	0.....	0.....	2,500,000.....	2,500,000.....	0.....	0.....	0.....	0.....	0.....	0.....	500,000	
	4499999. Subtotal - Unaffiliated.....						16,483,095.....	-(237,206).....	0.....	0.....	(237,206).....	0.....	0.....	2,867,387.....	2,867,387.....	0.....	0.....	0.....	0.....	0.....	0.....	3,680,843	
	4699999. Totals.....						16,483,095.....	-(237,206).....	0.....	0.....	(237,206).....	0.....	0.....	2,867,387.....	2,867,387.....	0.....	0.....	0.....	0.....	0.....	0.....	3,680,843	

QE03

**SCHEDULE D - PART 3**

Show all Long-Term Bonds and Stock Acquired During the Current Quarter

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
<b>Bonds - Industrial and Miscellaneous</b>									
969490 AE 1	Clayton Williams Energy.....		01/20/2016...	Brownstone Investment Group LLC.....		487,054	700,000	15,909	6FE.....
464288 62 0	ISHARES Barclays Credit Bond F.....		03/18/2016...	ConvergEx.....		535,543	0	0	2.....
52471T AD 9	Legacy Reserves LP/Legacy.....		01/27/2016...	Brownstone Investment Group LLC.....		1,755,072	8,400,000	.81,027	6FE.....
78464A 45 8	SPDR Nuveen Barclays Muni Bond ETF.....		02/05/2016...	Charles Schwab Bluegrass.....		78,581	0	0	1.....
78464A 42 5	SPDR Nuveen Barclays Short Term ET.....		02/05/2016...	Charles Schwab Bluegrass.....		78,581	0	0	1.....
3899999.	Total Bonds - Industrial and Miscellaneous.....					2,934,831	9,100,000	.96,936	XXX
8399997.	Total Bonds - Part 3.....					2,934,831	9,100,000	.96,936	XXX
8399999.	Total Bonds.....					2,934,831	9,100,000	.96,936	XXX
<b>Common Stocks - Industrial and Miscellaneous</b>									
023477 30 0	AMEN PPTYS Inc.....		03/30/2016...	HILLIARD LYONS, INC.....	.4,000	.1,618	XXX	0	U.....
20539A 10 5	Computer Services, Inc. KY.....		03/30/2016...	HILLIARD LYONS, INC.....	7,325,000	273,931	XXX	0	U.....
74347R 50 3	Proshares Short S&P 500.....		02/05/2016...	Charles Schwab Bluegrass.....	2,326,000	.52,513	XXX	0	L.....
808524 86 2	SCH ST US TRSR ETF.....		02/05/2016...	Charles Schwab Bluegrass.....	.87,000	.4,417	XXX	0	L.....
81369Y 30 8	Sector SPDR TR Con STPLSShares.....		02/05/2016...	Charles Schwab Bluegrass.....	.505,000	.25,215	XXX	0	L.....
9099999.	Total Common Stocks - Industrial and Miscellaneous.....					.357,694	XXX	0	XXX
<b>Common Stocks - Parent, Subsidiaries and Affiliates</b>									
85440# 10 5	Stanford Wilderness Road, LLC.....		02/22/2016...	CAPITAL INFUSION.....	.000	50,000	XXX	0	U.....
9199999.	Total Common Stocks - Parent, Subsidiaries and Affiliates.....					.50,000	XXX	0	XXX
9799997.	Total Common Stocks - Part 3.....					.407,694	XXX	0	XXX
9799999.	Total Common Stocks.....					.407,694	XXX	0	XXX
9899999.	Total Preferred and Common Stocks.....					.407,694	XXX	0	XXX
9999999.	Total Bonds, Preferred and Common Stocks.....					.3,342,525	XXX	.96,936	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues.....3.

**SCHEDULE D - PART 4**

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the Current Quarter

1 CUSIP Identification	2 Description	3 For eign	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/Adjusted Carrying Value at Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest / Stock Dividends Received During Year	21 Stated Contractual Maturity Date	22 NAIC Designa- tion or Market Indicator (a)	
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other-Than- Temporary Impairment Recognized	14 Total Change in B/A.C.V. (11+12+13)	15 Total Foreign Exchange Change in B/A.C.V.								

**Bonds - U.S. Government**

912828 EW 6	US Treasury Note.....	02/15/2016..	MATURITY.....		1,265,000	1,265,000	1,215,191	1,264,206	0	.794	0	.794	0	1,265,000	0	0	0	0	28,463	02/15/2016...	1.....
912828 QA 1	US Treasury Note.....	03/31/2016..	MATURITY.....		1,700,000	1,700,000	1,697,483	1,699,869	0	.131	0	.131	0	1,700,000	0	0	0	0	0	03/31/2016...	1.....
0599999. Total Bonds - U.S. Government.....					2,965,000	2,965,000	2,912,674	2,964,075	0	.925	0	.925	0	2,965,000	0	0	0	0	28,463	XXX	XXX

**Bonds - Industrial and Miscellaneous**

59151K AG 3	Methanex Corp.....	03/23/2016..	Brownstone Investment Group LL.....		377,482	400,000	406,007	404,043	0	-(129)	0	-(129)	0	403,915	0	(26,433)	(26,433)	12,133	03/01/2022...	2FE.....
74040K AC 6	Preferred Term Secs II LTD / *PP*.....	03/01/2016..	Sink PMT @ 100.000000.....		73,803	73,803	32,642	32,642	0	0	0	0	0	32,642	0	41,161	41,161	0	03/01/2031...	6FE.....
74040K AG 7	Preferred Term Secs II LTD/RESTR.....	03/01/2016..	Sink PMT @ 100.000000.....		24,601	24,601	10,881	10,881	0	0	0	0	0	10,881	0	13,720	13,720	0	03/01/2031...	6FE.....
740408 AC 3	Preferred Term Secs LTD/PFD RESTR.....	03/15/2016..	Sink PMT @ 100.000000.....		503	503	290	290	0	0	0	0	0	290	0	212	212	24	09/15/2030...	5FE.....
761713 BM 7	Reynolds American Inc.....	02/17/2016..	ConvergEx.....		2,118,360	2,000,000	1,897,218	1,914,858	0	1,247	0	1,247	0	1,916,104	0	202,256	202,256	19,167	05/20/2023...	2FE.....
92343V BY 9	Verizon Communications Inc.....	03/18/2016..	Falcon Square.....		543,202	500,000	523,363	520,138	0	(473)	0	(473)	0	519,665	0	23,537	23,537	10,836	03/15/2024...	2FE.....
3899999. Total Bonds - Industrial and Miscellaneous.....					3,137,951	2,998,907	2,870,401	2,882,852	0	.645	0	.645	0	2,883,497	0	254,453	254,453	42,160	XXX	XXX
8399997. Total Bonds - Part 4.....					6,102,951	5,963,907	5,783,075	5,846,927	0	1,570	0	1,570	0	5,848,497	0	254,453	254,453	70,623	XXX	XXX
8399999. Total Bonds.....					6,102,951	5,963,907	5,783,075	5,846,927	0	1,570	0	1,570	0	5,848,497	0	254,453	254,453	70,623	XXX	XXX

QE05

**Common Stocks - Industrial and Miscellaneous**

73935A 10 4	Powershares QQQ Trust Ser I.....	02/03/2016..	Charles Schwab Bluegrass.....		479,000	48,126	XXX	54,845	53,581	1,264	0	0	1,264	0	54,845	0	(6,719)	(6,719)	0	XXX	L.....
808524 85 4	SCH Intm US TRSR ETF.....	02/05/2016..	Charles Schwab Bluegrass.....		63,000	3,464	XXX	3,401	3,377	24	0	0	24	0	3,401	0	63	63	9	XXX	L.....
808524 83 9	SCH US AGG Bond ETF.....	02/05/2016..	Charles Schwab Bluegrass.....		1,268,000	66,133	XXX	65,806	65,302	504	0	0	504	0	65,806	0	327	327	236	XXX	L.....
808524 10 2	SCHW US BRD MKT ETF.....	01/14/2016..	Charles Schwab Bluegrass.....		2,170,000	98,909	XXX	109,818	106,417	3,401	0	0	3,401	0	109,818	0	(10,909)	(10,909)	0	XXX	L.....
808524 20 1	SCHW US LARGE CAP ETF.....	01/15/2016..	Charles Schwab Bluegrass.....		1,646,000	73,479	XXX	82,334	79,946	2,388	0	0	2,388	0	82,334	0	(8,855)	(8,855)	0	XXX	L.....
9099999. Total Common Stocks - Industrial and Miscellaneous.....					290,111	XXX	316,204	308,623	7,581	0	0	7,581	0	316,204	0	(26,093)	(26,093)	245	XXX	XXX	
9799997. Total Common Stocks - Part 4.....					290,111	XXX	316,204	308,623	7,581	0	0	7,581	0	316,204	0	(26,093)	(26,093)	245	XXX	XXX	
9799999. Total Common Stocks.....					290,111	XXX	316,204	308,623	7,581	0	0	7,581	0	316,204	0	(26,093)	(26,093)	245	XXX	XXX	
9899999. Total Preferred and Common Stocks.....					290,111	XXX	316,204	308,623	7,581	0	0	7,581	0	316,204	0	(26,093)	(26,093)	245	XXX	XXX	
9999999. Total Bonds, Preferred and Common Stocks.....					6,393,062	XXX	6,099,279	6,155,550	7,581	1,570	0	9,151	0	6,164,701	0	228,360	228,360	70,868	XXX	XXX	

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues: 0.

**SCHEDULE DB - PART A - SECTION 1**

Showing all Options, Caps, Floors, Collars, Swaps and Forwards Open as of Current Statement Date

1 Description	2 Description of Item(s) Hedged, Used for Income Generation or Replicated	3 Schedule / Exhibit Identifier	4 Type(s) of Risk(s) (a)	5 Exchange, Counterparty or Central Clearinghouse	6 Trade Date	7 Date of Maturity or Expiration	8 Number of Contracts	9 Notional Amount	10 Strike Price, Rate of Index Received (Paid)	11 Cumulative Prior Year(s) Initial Cost of Premium (Received) Paid	12 Current Year Initial Cost of Premium (Received) Paid	13 Current Year Income	14 Book/Adjusted Carrying Value	15 C o d e	16 Fair Value	17 Unrealized Valuation Increase (Decrease)	18 Total Foreign Exchange Change in B.I.A.C.V.	19 Current Year's (Amortization) / Accretion	20 Adjustment to Carrying Value of Hedged Items	21 Potential Exposure	22 Credit Quality of Reference Entity	23 Hedge Effectiveness at Inception and at Year- end (b)
<b>Written Options - Other - Put Options</b>																						
TLT.....	.....	N/A.....	.....	CBOE.....	06/04/2015	01/03/5191	.....(469)	.....(4,221)	.....90,0000	.....(108,881)	.....0	.....0	.....(14,070)	.....	.....(14,070)	.....14,540	.....0	.....0	.....0	.....0	.....0	.....
0729999. Total-Written Options-Other-Put Options.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....(108,881)	.....0	.....0	.....(14,070) XX	.....	.....(14,070)	.....14,540	.....0	.....0	.....0	.....0	.....0	XXX
0779999. Total-Written Options-Other.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....(108,881)	.....0	.....0	.....(14,070) XX	.....	.....(14,070)	.....14,540	.....0	.....0	.....0	.....0	.....0	XXX
0799999. Total-Written Options-Put Options.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....(108,881)	.....0	.....0	.....(14,070) XX	.....	.....(14,070)	.....14,540	.....0	.....0	.....0	.....0	.....0	XXX
0849999. Total-Written Options.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....(108,881)	.....0	.....0	.....(14,070) XX	.....	.....(14,070)	.....14,540	.....0	.....0	.....0	.....0	.....0	XXX
1439999. Total-Other.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....(108,881)	.....0	.....0	.....(14,070) XX	.....	.....(14,070)	.....14,540	.....0	.....0	.....0	.....0	.....0	XXX
1449999. TOTAL.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....(108,881)	.....0	.....0	.....(14,070) XX	.....	.....(14,070)	.....14,540	.....0	.....0	.....0	.....0	.....0	XXX

**SCHEDULE DB - PART B - SECTION 1**

Futures Contracts Open as of the Current Statement Date

1 Ticker Symbol	2 Number of Contracts	3 Notional Amount	4 Description	5 Description of Item(s) Hedged, Used for Income Generation or Replicated	6 Schedule / Exhibit Identifier	7 Type(s) of Risk(s) (a)	8 Date of Maturity or Expiration	9 Exchange	10 Trade Date	11 Transaction Price	12 Reporting Date Price	13 Fair Value	14 Book/Adjusted Carrying Value	Highly Effective Hedges			18 Change in Variation Margin Gain (Loss) Recognized in Current Year	19 Cumulative Variation Margin for All Other Hedges	20 Potential Exposure	21 Hedge Effectiveness at Inception and at Year- end (b)	22 Value of One (1) Point
														15 Cumulative Variation Margin	16 Deferred Variation Margin	17 Change in Variation Margin Gain (Loss) Used to Adjust Basis of Hedged Item					

**NONE**

**SCHEDULE DB - PART D - SECTION 1**

Counterparty Exposure for Derivative Instruments Open as of Current Statement Date

1 Description of Exchange, Counterparty or Central Clearinghouse	2 Master Agreement (Y or N)	3 Credit Support Annex (Y or N)	4 Fair Value of Acceptable Collateral	Book Adjusted Carrying Value			Fair Value			11 Potential Exposure	12 Off-Balance Sheet Exposure
				5 Contracts with Book/Adjusted Carrying Value > 0	6 Contracts with Book/Adjusted Carrying Value < 0	7 Exposure Net of Collateral	8 Contracts with Fair Value > 0	9 Contracts with Fair Value < 0	10 Exposure Net of Collateral		
1. Offset per SSAP No. 64.....				0	14,070						
2. Net after right of offset per SSAP No. 64.....				0	(14,070)						

**Sch. DB - Pt. D - Sn. 2**  
**NONE**

**Sch. DL - Pt. 1**  
**NONE**

**Sch. DL - Pt. 2**  
**NONE**

**Universal Guaranty 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	
<b>Open Depositories</b>								
Charles Schwab .....		.....0.000	.....2	.....0	.....200,360	.....78,785	.....79,035	XXX
JP Morgan Chase.....		.....0.000	.....0	.....0	.....35,343	.....36,775	.....36,418	XXX
FSNB Policy.....		.....0.000	.....0	.....0	.....928,162	.....3,918,238	.....3,165,781	XXX
FSNB Policy (AC).....		.....0.000	.....0	.....0	.....110,745	.....(14,182)	.....121,716	XXX
FSNB Reinsurance.....		.....0.000	.....0	.....0	.....5,007	.....5,007	.....5,007	XXX
FSNB Non-Participating ML.....		.....0.000	.....0	.....0	.....0	.....0	.....20,946	XXX
FSNB (BCG).....		.....0.000	.....0	.....0	.....10,866	.....160,621	.....556,444	XXX
FSNB NP-Somerset Plaza.....		.....0.000	.....0	.....0	.....78,459	.....104,809	.....83,094	XXX
Hilliard Lyons.....		.....0.000	.....0	.....0	.....14,632	.....14,632	.....14,632	XXX
Hilliard Lyons Metals.....		.....0.000	.....0	.....0	.....90,792	.....90,793	.....93,313	XXX
Illinois National Bank.....		.....0.000	.....0	.....0	.....344,663	.....502,791	.....734,936	XXX
Illinois National Bank (AC).....		.....0.000	.....0	.....0	.....41,956	.....38,374	.....(11,243)	XXX
TD Ameritrade.....		.....0.000	.....8	.....0	.....629,525	.....333,908	.....333,908	XXX
Federal Home Loan Bank.....		.....0.001	.....49	.....0	.....227,843	.....279,111	.....310,086	XXX
NorthPoint Trading Partners, LLC/Goldman Sachs 1.....		.....0.000	.....0	.....0	.....(1,102)	.....(1,288)	.....(2,485)	XXX
NorthPoint Trading Partners, LLC/Goldman Sachs 3.....		.....0.000	.....0	.....0	.....147,502	.....2,938,304	.....4,572,696	XXX
0199999. Total Open Depositories.....	XXX	XXX	.....59	.....0	.....2,864,753	.....8,486,678	.....10,114,284	XXX
0399999. Total Cash on Deposit.....	XXX	XXX	.....59	.....0	.....2,864,753	.....8,486,678	.....10,114,284	XXX
0599999. Total Cash.....	XXX	XXX	.....59	.....0	.....2,864,753	.....8,486,678	.....10,114,284	XXX

**SCHEDULE E - PART 2 - CASH EQUIVALENTS**

Show Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
<b>Other Cash Equivalents</b>							
R & J Development.....		02/05/2016.....	5.500	04/05/2016.....	500,000	0	3,500
8599999. Total - Other Cash Equivalents.....					500,000	0	3,500
8699999. Total - Cash Equivalents.....					500,000	0	3,500