



QUARTERLY STATEMENT

As of March 31, 2018
of the Condition and Affairs of the

Family Heritage Life Insurance Company of America

NAIC Group Code.....0290, 0290 (Current Period) (Prior Period)	NAIC Company Code..... 77968	Employer's ID Number..... 34-1626521
Organized under the Laws of OH	State of Domicile or Port of Entry OH	Country of Domicile US
Incorporated/Organized..... August 22, 1989	Commenced Business..... November 17, 1989	
Statutory Home Office	6001 East Royalton Road, Suite 200 .. Cleveland .. OH .. US .. 44147-3529 <i>(Street and Number) (City or Town, State, Country and Zip Code)</i>	
Main Administrative Office	6001 East Royalton Road, Suite 200 .. Cleveland .. OH .. US .. 44147-3529 <i>(Street and Number) (City or Town, State, Country and Zip Code)</i>	440-922-5200 <i>(Area Code) (Telephone Number)</i>
Mail Address	P. O. Box 470608 .. Cleveland .. OH .. US .. 44147-3529 <i>(Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)</i>	
Primary Location of Books and Records	6001 East Royalton Road, Suite 200 .. Cleveland .. OH .. US .. 44147-3529 <i>(Street and Number) (City or Town, State, Country and Zip Code)</i>	440-922-5200 <i>(Area Code) (Telephone Number)</i>
Internet Web Site Address	www.FamilyHeritageLife.com	
Statutory Statement Contact	John A. Wise <i>(Name)</i> acctdept@familyheritagelife.com <i>(E-Mail Address)</i>	440-922-5200 <i>(Area Code) (Telephone Number) (Extension)</i> 440-922-5120 <i>(Fax Number)</i>

OFFICERS

Name	Title	Name	Title
1. J. Matthew Darden	President	2. M. Shane Henrie	Treasurer & CFO
3. Maria Burnett	Assistant Secretary	4. Kenneth J. Matson	President & CEO, FHL Agency Division

OTHER

David K. Carlson	Senior Vice President	David Cochrane	Senior Vice President
Seamus Fitzpatrick	Senior Vice President, FHL Agency Division	James "Bo" Gentile	Senior Vice President, FHL Agency Division
Mary E. Henderson	Senior Vice President	Corey Jones	Senior Vice President
Eric Lenz	Senior Vice President	Tony M. Martella	Senior Vice President, FHL Agency Division
Jeffrey S. Morris	Senior Vice President	Latrice Robinson	Senior Vice President
Joel P. Scarborough	Senior Vice President & Secretary	Jeremy King	Vice President
Travis W. Korth	Vice President	Bret D. Mottl	Vice President
W. Michael Pressley	Vice President	Robert Schmidt	Vice President, FHL Agency Division
Eric Shanaberger	Vice President, FHL Agency Division	Daniel T. Shelton	Vice President, FHL Agency Division
Duaine L. Styles	Vice President	Barbara Sue Emig	Appointed Actuary

DIRECTORS OR TRUSTEES

J. Matthew Darden	Joel Scarborough	Jeffrey S. Morris	Ben W. Lutek
M. Shane Henrie	Maria Burnett		

State of..... Ohio
County of..... Cuyahoga

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) J. Matthew Darden _____ 1. (Printed Name) _____ President _____ (Title)	_____ (Signature) M. Shane Henrie _____ 2. (Printed Name) _____ Treasurer & CFO _____ (Title)	_____ (Signature) Maria Burnett _____ 3. (Printed Name) _____ Assistant Secretary _____ (Title)
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Subscribed and sworn to before me
This _____ day of _____

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

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.....	1,122,460,587		1,122,460,587	1,067,029,634
2. Stocks:				
2.1 Preferred stocks.....			0	
2.2 Common stocks.....			0	
3. Mortgage loans on real estate:				
3.1 First liens.....	7,723,805		7,723,805	3,466,679
3.2 Other than first liens.....			0	
4. Real estate:				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....			0	
4.2 Properties held for the production of income (less \$.....0 encumbrances).....			0	
4.3 Properties held for sale (less \$.....0 encumbrances).....			0	
5. Cash (\$.....(7,331,197)), cash equivalents (\$.....6,144,120) and short-term investments (\$.....0).....	(1,187,077)		(1,187,077)	8,628,284
6. Contract loans (including \$.....0 premium notes).....	70,072		70,072	64,811
7. Derivatives.....			0	
8. Other invested assets.....	22,465,480		22,465,480	22,454,500
9. Receivables for securities.....			0	
10. Securities lending reinvested collateral assets.....			0	
11. Aggregate write-ins for invested assets.....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	1,151,532,867	0	1,151,532,867	1,101,643,908
13. Title plants less \$.....0 charged off (for Title insurers only).....			0	
14. Investment income due and accrued.....	10,178,527		10,178,527	9,790,457
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	8,858,751		8,858,751	8,794,906
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	47,265,088		47,265,088	43,144,025
15.3 Accrued retrospective premiums (\$.....0) and contracts subject to redetermination (\$.....0).....			0	
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	4,261,094		4,261,094	4,083,388
16.2 Funds held by or deposited with reinsured companies.....			0	
16.3 Other amounts receivable under reinsurance contracts.....	110,562,831		110,562,831	106,539,105
17. Amounts receivable relating to uninsured plans.....			0	
18.1 Current federal and foreign income tax recoverable and interest thereon.....			0	1,701,848
18.2 Net deferred tax asset.....	38,791,000	25,233,000	13,558,000	13,074,000
19. Guaranty funds receivable or on deposit.....	1,535,496		1,535,496	1,498,621
20. Electronic data processing equipment and software.....	159,558	91,152	68,406	87,947
21. Furniture and equipment, including health care delivery assets (\$.....0).....	30,655	30,655	0	
22. Net adjustment in assets and liabilities due to foreign exchange rates.....			0	
23. Receivables from parent, subsidiaries and affiliates.....			0	
24. Health care (\$.....0) and other amounts receivable.....			0	
25. Aggregate write-ins for other than invested assets.....	6,836,018	6,836,018	0	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	1,380,011,885	32,190,825	1,347,821,060	1,290,358,205
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			0	
28. Total (Lines 26 and 27).....	1,380,011,885	32,190,825	1,347,821,060	1,290,358,205

DETAILS OF WRITE-INS

1101.....			0	
1102.....			0	
1103.....			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. Agent Balances.....	6,422,388	6,422,388	0	
2502. Prepaid Expenses.....	373,133	373,133	0	
2503. Other Assets Non-Admitted.....	40,497	40,497	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).....	6,836,018	6,836,018	0	0

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Aggregate reserve for life contracts \$.....151,094,767 less \$.....0 included in Line 6.3 (including \$.....144,235,072 Modco Reserve).....	151,094,767	133,670,851
2. Aggregate reserve for accident and health contracts (including \$.....0 Modco Reserve).....	943,566,271	918,756,792
3. Liability for deposit-type contracts (including \$.....0 Modco Reserve).....		
4. Contract claims:		
4.1 Life.....	5,789,233	5,625,388
4.2 Accident and health.....	23,821,216	22,626,947
5. Policyholders' dividends \$.....0 and coupons \$.....0 due and unpaid.....		
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including \$.....0 Modco).....		
6.2 Dividends not yet apportioned (including \$.....0 Modco).....		
6.3 Coupons and similar benefits (including \$.....0 Modco).....		
7. Amount provisionally held for deferred dividend policies not included in Line 6.....		
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$.....0 discount; including \$.....0 accident and health premiums.....	74,354	52,175
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts.....		
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.....		
9.3 Other amounts payable on reinsurance, including \$.....480,744 assumed and \$.....55,759,180 ceded.....	56,239,924	53,204,023
9.4 Interest Maintenance Reserve.....	850,969	924,470
10. Commissions to agents due or accrued - life and annuity contracts \$.....24,300, accident and health \$.....1,586,000 and deposit-type contract funds \$.....0.....	1,610,300	1,594,600
11. Commissions and expense allowances payable on reinsurance assumed.....	42,258,393	41,437,019
12. General expenses due or accrued.....	3,218,599	2,862,947
13. Transfers to Separate Accounts due or accrued (net) (including \$.....0 accrued for expense allowances recognized in reserves, net of reinsured allowances).....		
14. Taxes, licenses and fees due or accrued, excluding federal income taxes.....	1,011,356	1,298,885
15.1 Current federal and foreign income taxes, including \$.....0 on realized capital gains (losses).....	1,306,980	
15.2 Net deferred tax liability.....		
16. Unearned investment income.....		7,589
17. Amounts withheld or retained by company as agent or trustee.....	33	26
18. Amounts held for agents' account, including \$.....0 agents' credit balances.....		
19. Remittances and items not allocated.....	496,563	880,631
20. Net adjustment in assets and liabilities due to foreign exchange rates.....		
21. Liability for benefits for employees and agents if not included above.....	433,066	426,718
22. Borrowed money \$.....0 and interest thereon \$.....463,750.....	463,750	70,000
23. Dividends to stockholders declared and unpaid.....	4,000,000	
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve.....	5,724,619	5,315,180
24.02 Reinsurance in unauthorized and certified (\$.....0) companies.....		
24.03 Funds held under reinsurance treaties with unauthorized and certified (\$.....0) reinsurers.....		
24.04 Payable to parent, subsidiaries and affiliates.....	57,829	
24.05 Drafts outstanding.....		
24.06 Liability for amounts held under uninsured plans.....		
24.07 Funds held under coinsurance.....		
24.08 Derivatives.....		
24.09 Payable for securities.....		
24.10 Payable for securities lending.....		
24.11 Capital notes \$.....0 and interest thereon \$.....0.....		
25. Aggregate write-ins for liabilities.....	1,795,260	1,281,043
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25).....	1,243,813,482	1,190,035,284
27. From Separate Accounts statement.....		
28. Total liabilities (Lines 26 and 27).....	1,243,813,482	1,190,035,284
29. Common capital stock.....	2,556,950	2,556,950
30. Preferred capital stock.....		
31. Aggregate write-ins for other-than-special surplus funds.....	0	0
32. Surplus notes.....	30,000,000	30,000,000
33. Gross paid in and contributed surplus.....	32,646,050	32,646,050
34. Aggregate write-ins for special surplus funds.....	0	0
35. Unassigned funds (surplus).....	38,804,578	35,119,921
36. Less treasury stock, at cost:		
36.1 .....0.000 shares common (value included in Line 29 \$.....0).....		
36.2 .....0.000 shares preferred (value included in Line 30 \$.....0).....		
37. Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (including \$.....0 in Separate Accounts Statement).....	101,450,628	97,765,971
38. Totals of Lines 29, 30 and 37.....	104,007,578	100,322,921
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3).....	1,347,821,060	1,290,358,205

DETAILS OF WRITE-INS

2501. Unclaimed Property.....	1,795,260	1,281,043
2502.		
2503.		
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).....	1,795,260	1,281,043
3101.		
3102.		
3103.		
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.		
3402.		
3403.		
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.....	74,602,786	71,135,584	284,266,981
2. Considerations for supplementary contracts with life contingencies.....			
3. Net investment income.....	12,136,788	10,420,917	45,306,592
4. Amortization of Interest Maintenance Reserve (IMR).....	81,673	164,855	645,216
5. Separate Accounts net gain from operations excluding unrealized gains or losses.....			
6. Commissions and expense allowances on reinsurance ceded.....	42,853,876	38,003,423	161,413,631
7. Reserve adjustments on reinsurance ceded.....	11,925,052	8,770,467	41,306,928
8. Miscellaneous Income:			
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts.....			
8.2 Charges and fees for deposit-type contracts.....			
8.3 Aggregate write-ins for miscellaneous income.....	0	0	3,029
9. Totals (Lines 1 to 8.3).....	141,600,175	128,495,246	532,942,377
10. Death benefits.....	142,773	145,001	578,248
11. Matured endowments (excluding guaranteed annual pure endowments).....			
12. Annuity benefits.....			
13. Disability benefits and benefits under accident and health contracts.....	19,516,984	17,167,546	70,490,406
14. Coupons, guaranteed annual pure endowments and similar benefits.....			
15. Surrender benefits and withdrawals for life contracts.....	37,116	26,216	119,149
16. Group conversions.....			
17. Interest and adjustments on contract or deposit-type contract funds.....	22		73
18. Payments on supplementary contracts with life contingencies.....			
19. Increase in aggregate reserves for life and accident and health contracts.....	42,233,395	38,314,728	162,273,567
20. Totals (Lines 10 to 19).....	61,930,290	55,653,491	233,461,443
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only).....	15,208,466	14,284,667	59,280,992
22. Commissions and expense allowances on reinsurance assumed.....	42,258,393	37,445,522	159,147,108
23. General insurance expenses.....	7,225,028	6,625,808	26,526,139
24. Insurance taxes, licenses and fees, excluding federal income taxes.....	1,514,278	1,457,630	6,069,100
25. Increase in loading on deferred and uncollected premiums.....	2,883,848	3,550,258	12,653,827
26. Net transfers to or (from) Separate Accounts net of reinsurance.....			
27. Aggregate write-ins for deductions.....	0	0	0
28. Totals (Lines 20 to 27).....	131,020,303	119,017,376	497,138,609
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28).....	10,579,872	9,477,870	35,803,768
30. Dividends to policyholders.....			
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30).....	10,579,872	9,477,870	35,803,768
32. Federal and foreign income taxes incurred (excluding tax on capital gains).....	3,008,201	3,999,729	13,078,197
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).....	7,571,671	5,478,141	22,725,571
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$.....1,240 (excluding taxes of \$.....613 transferred to the IMR).....	(14)	(31,998)	269,730
35. Net income (Line 33 plus Line 34).....	7,571,657	5,446,143	22,995,301
CAPITAL AND SURPLUS ACCOUNT			
36. Capital and surplus, December 31, prior year.....	100,322,921	104,227,691	104,227,691
37. Net income (Line 35).....	7,571,657	5,446,143	22,995,301
38. Change in net unrealized capital gains (losses) less capital gains tax of \$.....25,000.....	91,964	(8,119)	136,732
39. Change in net unrealized foreign exchange capital gain (loss).....			
40. Change in net deferred income tax.....	1,338,000	995,684	(26,302,316)
41. Change in nonadmitted assets.....	(908,718)	659,585	24,542,363
42. Change in liability for reinsurance in unauthorized and certified companies.....			
43. Change in reserve on account of change in valuation basis, (increase) or decrease.....			
44. Change in asset valuation reserve.....	(409,439)	(260,467)	(1,386,876)
45. Change in treasury stock.....			
46. Surplus (contributed to) withdrawn from Separate Accounts during period.....			
47. Other changes in surplus in Separate Accounts Statement.....			
48. Change in surplus notes.....			
49. Cumulative effect of changes in accounting principles.....			
50. Capital changes:			
50.1 Paid in.....			
50.2 Transferred from surplus (Stock Dividend).....			
50.3 Transferred to surplus.....			
51. Surplus adjustment:			
51.1 Paid in.....			
51.2 Transferred to capital (Stock Dividend).....			
51.3 Transferred from capital.....			
51.4 Change in surplus as a result of reinsurance.....			
52. Dividends to stockholders.....	(4,000,000)	(6,860,000)	(23,818,000)
53. Aggregate write-ins for gains and losses in surplus.....	1,193	1,272	(71,974)
54. Net change in capital and surplus (Lines 37 through 53).....	3,684,657	(25,902)	(3,904,770)
55. Capital and surplus as of statement date (Lines 36 + 54).....	104,007,578	104,201,789	100,322,921

DETAILS OF WRITE-INS

08.301. Misc Income.....			3,029
08.302.			
08.303.			
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).....	0	0	3,029
2701.			
2702.			
2703.			
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. change in executive benefit plans.....	2,193	1,956	(27,290)
5302. change in executive benefit plans - Def FIT.....	(1,000)	(684)	(44,684)
5303.			
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).....	1,193	1,272	(71,974)

CASH FLOW

	1 Current Year to Date	2 Prior Year To Date	3 Prior Year Ended December 31
CASH FROM OPERATIONS			
1. Premiums collected net of reinsurance.....	67,543,794	62,919,601	256,787,905
2. Net investment income.....	8,865,416	6,798,574	29,999,781
3. Miscellaneous income.....	42,018,497	45,588,050	156,149,012
4. Total (Lines 1 through 3).....	118,427,707	115,306,225	442,936,698
5. Benefit and loss related payments.....	6,742,982	16,125,680	29,487,711
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			
7. Commissions, expenses paid and aggregate write-ins for deductions.....	65,322,230	59,187,651	247,197,312
8. Dividends paid to policyholders.....			
9. Federal and foreign income taxes paid (recovered) net of \$.00 tax on capital gains (losses).....			13,620,000
10. Total (Lines 5 through 9).....	72,065,212	75,313,331	290,305,023
11. Net cash from operations (Line 4 minus Line 10).....	46,362,495	39,992,894	152,631,675
CASH FROM INVESTMENTS			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds.....	376,231	1,022,500	24,877,426
12.2 Stocks.....			
12.3 Mortgage loans.....			
12.4 Real estate.....		655,000	655,000
12.5 Other invested assets.....			9,680
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....			
12.7 Miscellaneous proceeds.....			
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	376,231	1,677,500	25,542,106
13. Cost of investments acquired (long-term only):			
13.1 Bonds.....	52,438,983	64,010,752	149,259,048
13.2 Stocks.....			
13.3 Mortgage loans.....	4,242,997		3,465,000
13.4 Real estate.....			
13.5 Other invested assets.....			5,253,340
13.6 Miscellaneous applications.....		(4,767,355)	
13.7 Total investments acquired (Lines 13.1 to 13.6).....	56,681,980	59,243,397	157,977,388
14. Net increase or (decrease) in contract loans and premium notes.....	5,261	4,258	21,800
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14).....	(56,311,010)	(57,570,155)	(132,457,082)
CASH FROM FINANCING AND MISCELLANEOUS SOURCES			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes.....			
16.2 Capital and paid in surplus, less treasury stock.....			
16.3 Borrowed funds.....		16,000,000	
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....			
16.5 Dividends to stockholders.....		6,860,000	23,818,000
16.6 Other cash provided (applied).....	133,154	(716,753)	6,745,017
17. Net cash from financing and miscellaneous sources (Lines 16.1 through 16.4 minus Line 16.5 plus Line 16.6).....	133,154	8,423,247	(17,072,983)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17).....	(9,815,361)	(9,154,014)	3,101,610
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	8,628,284	5,526,674	5,526,674
19.2 End of period (Line 18 plus Line 19.1).....	(1,187,077)	(3,627,340)	8,628,284
Note: Supplemental disclosures of cash flow information for non-cash transactions:			
20.0001			

EXHIBIT 1

DIRECT PREMIUMS AND DEPOSIT-TYPE CONTRACTS

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
1. Industrial life.....			
2. Ordinary life insurance.....	903,190	818,487	3,387,650
3. Ordinary individual annuities.....			
4. Credit life (group and individual).....			
5. Group life insurance.....			
6. Group annuities.....			
7. A&H - group.....	3,225,746	2,797,035	11,863,124
8. A&H - credit (group and individual).....			
9. A&H - other.....	64,215,698	60,011,379	246,931,352
10. Aggregate of all other lines of business.....	0	0	0
11. Subtotal.....	68,344,634	63,626,901	262,182,126
12. Deposit-type contracts.....			
13. Total.....	68,344,634	63,626,901	262,182,126

DETAILS OF WRITE-INS

1001.			
1002.			
1003.			
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

	SSAP #	F/S Page	F/S Line #	2018	2017
NET INCOME					
(1) Family Heritage Life Insurance Company of America Company state basis (Page 4, Line 35, Columns 1 & 3)	XXX	XXX	XXX	\$ 7,571,657	\$ 22,995,301
(2) State Prescribed Practices that are an increase/(decrease) from NAIC SAP None				\$	\$
(3) State Permitted Practices that are an increase/(decrease) from NAIC SAP None				\$	\$
(4) NAIC SAP (1 – 2 – 3 = 4)	XXX	XXX	XXX	\$ 7,571,657	\$ 22,995,301
SURPLUS					
(5) Family Heritage Life Insurance Company of America Company state basis (Page 3, line 38, Columns 1 & 2)	XXX	XXX	XXX	\$ 104,007,578	\$ 100,322,921
(6) State Prescribed Practices that are an increase/(decrease) from NAIC SAP None				\$	\$
(7) State Permitted Practices that are an increase/(decrease) from NAIC SAP None				\$	\$
(8) NAIC SAP (5 – 6 – 7 = 8)	XXX	XXX	XXX	\$ 104,007,578	\$ 100,322,921

C. Accounting Policy

(6) Basis for Loan-Backed Securities and Adjustment Methodology

Loan-backed securities and other structured securities are stated at amortized cost or the lower of amortized cost or fair value. Anticipated prepayments are used at the time of purchase to determine the effective yield. Changes in the timing of expected cash flows after original acquisition are accounted for using the retrospective method. Securities that are determined to be other-than-temporarily impaired are accounted for using the prospective method.

D. Going Concern

After evaluating the entity's ability to continue as a going concern, management was not aware of any conditions or events which raised substantial doubts concerning the entity's ability to continue as a going concern as of the date of the filing of this statement.

Note 2 – Accounting Changes and Corrections of Errors

No significant changes

Note 3 – Business Combinations and Goodwill

No significant change.

Note 4 – Discontinued Operations

No significant changes

Note 5 – Investments

A. Mortgage Loans, including Mezzanine Real Estate Loans

(1) During the quarter, the minimum and maximum rate of interest received for new commercial mortgage loans was 5.75 percent.

(2) During the quarter, the maximum percentage of any one loan to the value of collateral at the time of the loan was 58.1 percent.

(3) NONE

(4) Age Analysis of Mortgage Loans and Identification of Mortgage Loans in which the Insurer is a Participant or Co-Lender in a Mortgage Loan Agreement:

	Farm	Residential		Commercial		Mezzanine	Total
		Insured	All Other	Insured	All Other		
a. Current Year							
1. Recorded Investment (All)							
(a) Current	\$	\$	\$	\$	\$ 7,723,805	\$	\$ 7,723,805
(b) 30-59 Days Past Due	\$	\$	\$	\$	\$	\$	\$
(c) 60-89 Days Past Due	\$	\$	\$	\$	\$	\$	\$

NOTES TO FINANCIAL STATEMENTS

	Farm	Residential		Commercial		Mezzanine	Total
		Insured	All Other	Insured	All Other		
(d) 90-179 Days Past Due	\$	\$	\$	\$	\$	\$	\$
(e) 180+ Days Past Due	\$	\$	\$	\$	\$	\$	\$
2. Accruing Interest 90-179 Days Past Due							
(a) Recorded Investment	\$	\$	\$	\$	\$	\$	\$
(b) Interest Accrued	\$	\$	\$	\$	\$	\$	\$
3. Accruing Interest 180+ Days Past Due							
(a) Recorded Investment	\$	\$	\$	\$	\$	\$	\$
(b) Interest Accrued	\$	\$	\$	\$	\$	\$	\$
4. Interest Reduced							
(a) Recorded Investment	\$	\$	\$	\$	\$	\$	\$
(b) Number of Loans							
(c) Percent Reduced	%	%	%	%	%	%	%
5. Participant or Co-Lender in a Mortgage Loan Agreement							
(a) Recorded Investment	\$	\$	\$	\$	\$ 7,723,805	\$	\$ 7,723,805
b. Prior Year							
1. Recorded Investment (All)							
(a) Current	\$	\$	\$	\$	\$ 3,466,679	\$	\$ 3,466,679
(b) 30-59 Days Past Due	\$	\$	\$	\$	\$	\$	\$
(c) 60-89 Days Past Due	\$	\$	\$	\$	\$	\$	\$
(d) 90-179 Days Past Due	\$	\$	\$	\$	\$	\$	\$
(e) 180+ Days Past Due	\$	\$	\$	\$	\$	\$	\$
2. Accruing Interest 90-179 Days Past Due							
(a) Recorded Investment	\$	\$	\$	\$	\$	\$	\$
(b) Interest Accrued	\$	\$	\$	\$	\$	\$	\$
3. Accruing Interest 180+ Days Past Due							
(a) Recorded Investment	\$	\$	\$	\$	\$	\$	\$
(b) Interest Accrued	\$	\$	\$	\$	\$	\$	\$
4. Interest Reduced							
(a) Recorded Investment	\$	\$	\$	\$	\$	\$	\$
(b) Number of Loans							
(c) Percent Reduced	%	%	%	%	%	%	%
5. Participant or Co-Lender in a Mortgage Loan Agreement							
(a) Recorded Investment	\$	\$	\$	\$	\$ 3,466,679	\$	\$ 3,466,679

- (5) No Change
- (6) No Change
- (7) No Change
- (8) No Change
- (9) No Change

NOTES TO FINANCIAL STATEMENTS**D. Loan-Backed Securities**

The Company does not own any residential or commercial mortgage-backed securities. Investments in other structured securities include whole business securitizations and other asset-backed securities.

- (1) Call, redemption, and sinking fund information for other structured securities were obtained from Bloomberg and bond prospectuses.
- (2) NONE
- (3) NONE
- (4) The following table shows loan-backed and other structured securities that have an unrealized loss as of the end of the current quarter:

a. The aggregate amount of unrealized losses:	1. Less than 12 Months	\$ (121,006)
	2. 12 Months or Longer	\$
b. The aggregate related fair value of securities with unrealized losses:	1. Less than 12 Months	\$ 4,709,586
	2. 12 Months or Longer	\$

- (5) Several sources of information are considered when determining impairments are, or are not, other-than-temporary. These include, but are not limited to, the following. Credit rating agency information related to the security is reviewed, in addition to direct discussions with the rating analyst as needed. Reports from third party research providers and sell-side research analysts are reviewed. Market and trading information on the securities and other like-securities is monitored to assess trends impacting the securities. Market liquidity is analyzed to gauge how much it is impacting prices versus actual credit quality changes. Some sources of information will not be available for all securities. Where applicable, additional information is gathered for collateralized investments. This includes analysis of the individual underlying collateral and estimates of potential future collateral performance. Multiple cash flow scenarios are calculated based on various loss rate assumptions and used to assess the likelihood of future possible impairment.

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**A. Deferred Tax Assets/(Liabilities)****1. Components of Net Deferred Tax Asset/(Liability)**

	2018			2017			Change		
	1 Ordinary	2 Capital	3 (Col 1+2) Total	4 Ordinary	5 Capital	6 (Col 4+5) Total	7 (Col 1-4) Ordinary	8 (Col 2-5) Capital	9 (Col 7+8) Total
a. Gross deferred tax assets	\$ 48,710,000	\$ 9,679,000	\$ 58,389,000	\$ 46,581,000	\$ 9,897,000	\$ 56,478,000	\$ 2,129,000	\$ (218,000)	\$ 1,911,000
b. Statutory valuation allowance adjustment	-	-	-	-	-	-	-	-	-
c. Adjusted gross deferred tax assets (1a-1b)	\$ 48,710,000	\$ 9,679,000	\$ 58,389,000	\$ 46,581,000	\$ 9,897,000	\$ 56,478,000	\$ 2,129,000	\$ (218,000)	\$ 1,911,000
d. Deferred tax assets nonadmitted	18,189,000	7,044,000	25,233,000	17,793,000	6,612,000	24,405,000	396,000	432,000	828,000
e. Subtotal net admitted deferred tax asset (1c-1d)	\$ 30,521,000	\$ 2,635,000	\$ 33,156,000	\$ 28,788,000	\$ 3,285,000	\$ 32,073,000	\$ 1,733,000	\$ (650,000)	1,083,000
f. Deferred tax liabilities	19,574,000	24,000	19,598,000	18,978,000	21,000	18,999,000	596,000	3,000	599,000
g. Net admitted deferred tax assets/(net deferred tax liability) (1e-1f)	\$ 10,947,000	\$ 2,611,000	\$ 13,558,000	\$ 9,810,000	\$ 3,264,000	\$ 13,074,000	\$ 1,137,000	\$ (653,000)	\$ 484,000

The company has not established a statutory valuation allowance in determining its adjusted gross deferred tax assets as management believes that it is more likely than not that all of its gross deferred tax assets will be realized.

NOTES TO FINANCIAL STATEMENTS

2. Admission Calculation Components SSAP No. 101

	2018			2017			Change		
	1 Ordinary	2 Capital	3 (Col 1+2) Total	4 Ordinary	5 Capital	6 (Col 4+5) Total	7 (Col 1-4) Ordinary	8 (Col 2-5) Capital	9 (Col 7+8) Total
a. Federal income taxes paid in prior years recoverable through loss carrybacks	-	-	-	-	-	-	-	-	-
b. Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above) after application of the threshold limitation. (The lesser of 2(b)1 and 2(b)2 below:	10,947,000	2,611,000	13,558,000	9,810,000	3,264,000	13,074,000	1,137,000	(653,000)	484,000
Adjusted gross deferred tax assets expected to be realized following the balance sheet date	10,947,000	3,247,000	14,194,000	9,810,000	3,398,000	13,208,000	1,137,000	(151,000)	986,000
Adjusted gross deferred tax assets allowed per limitation threshold			13,558,000			13,074,000			484,000
c. Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities	19,574,000	24,000	19,598,000	18,978,000	21,000	18,999,000	596,000	3,000	599,000
d. Deferred tax assets admitted as the result of application of SSAP 101. Total (2(a)+2(b)+2(c)	30,521,000	2,635,000	33,156,000	28,788,000	3,285,000	32,073,000	1,733,000	(650,000)	1,083,000

3. Other Admissibility Criteria

	2018	2017
a. Ratio percentage used to determine recovery period and threshold limitation amount	1,250.0%	1,210.0%
b. Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above	95,669,025	92,564,101

4. Impact of Tax Planning Strategies

(a) Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage.

	03/31/2018		12/31/2017		Change	
	1 Ordinary	2 Capital	3 Ordinary	4 Capital	5 (Col. 1-3) Ordinary	6 (Col. 2-4) Capital
1. Adjusted gross DTAs amount from Note 9A1(c)	48,710,000	9,679,000	46,581,000	9,897,000	2,129,000	(218,000)
2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	0 %	2.0%	0 %	2.0%	0 %	0 %
3. Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	30,521,000	2,635,000	28,788,000	3,285,000	1,733,000	(650,000)
4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies	4.0%	45.0%	5.0%	36.0%	(1.0)%	9.0%

(b) Does the company's tax planning strategies include the use of reinsurance? NO

NOTES TO FINANCIAL STATEMENTS

B. There are no temporary differences for which deferred tax liabilities are not recognized.

The change in deferred income taxes reported in surplus before consideration of nonadmitted asset is comprised of the following components

	03/31/2018			12/31/2017			Change		
	1 Ordinary	2 Capital	3 (Col 1+2) Total	4 Ordinary	5 Capital	6 (Col 4+5) Total	7 (Col 1-4) Ordinary	8 (Col 2-5) Capital	9 (Col 7+8) Total
Net deferred tax asset (liability)	29,136,000	9,655,000	38,791,000	27,603,000	9,876,000	37,479,000	1,533,000	(221,000)	1,312,000
- Tax - effect of unrealized gains and losses	0	(24,000)	(24,000)	0	1,000	1,000	0	(25,000)	(25,000)
- Tax - effect of other surplus gains and losses	82,429	0	82,429	83,429	0	83,429	(1,000)	0	(1,000)
- Prior period adjustment, unrealized gain and losses	0	0	0	0	0	0	0	0	0
Net tax effect without unrealized gains and losses and prior period adjustments	29,053,571	9,679,000	38,732,571	27,519,571	9,875,000	37,394,571	1,534,000	(196,000)	1,338,000

C. Current and Deferred Income Taxes

1. Current Income Tax

	1 2018	2 2017	3 (Col 1-2) Change
a. Federal	3,008,201	13,078,197	(10,069,996)
b. Foreign	-	-	-
c. Subtotal	3,008,201	13,078,197	(10,069,996)
d. Federal income tax on net capital gains	627	(135,590)	136,217
e. Utilization of capital loss carry-forwards	-	-	-
f. Other	-	-	-
g. Federal and Foreign income taxes incurred	3,008,828	12,942,607	(9,933,779)

2. Deferred Tax Assets

	1 2018	2 2017	3 (Col 1-2) Change
a. Ordinary:			
1. Discounting of unpaid losses	-	-	-
2. Unearned premium reserve	-	-	-
3. Policyholder reserves	26,096,000	24,642,000	1,454,000
4. Investments	-	-	-
5. Deferred acquisition costs	17,235,000	16,479,000	756,000
6. Policyholder dividends accrual	-	-	-
7. Fixed assets	-	-	-
8. Compensation and benefits accrual	91,000	90,000	1,000
9. Pension accrual	-	-	-
10. Receivables - nonadmitted	-	-	-
11. Net operating loss carry-forward	-	-	-
12. Tax credit carry-forward	-	-	-
13. Other (items <5% of total ordinary tax assets)	57,000	51,000	6,000
Other (items >=5% of total ordinary tax assets)			
14. Agent balances	1,349,000	1,327,000	22,000
15. Prepaids	78,000	89,000	(11,000)
16. Intangibles	3,804,000	3,903,000	(99,000)
99. Subtotal	48,710,000	46,581,000	2,129,000
b. Statutory valuation allowance adjustment	-	-	-
c. Nonadmitted	18,189,000	17,793,000	396,000
d. Admitted ordinary deferred tax assets (2a99-2b-2c)	30,521,000	28,788,000	1,733,000
e. Capital:			
1. Investments	9,315,000	9,533,000	(218,000)
2. Net capital loss carry-forward	-	-	-
3. Real estate	-	-	-
4. Other (items <5% of total capital tax assets)	364,000	364,000	-
Other (items >=5% of total capital tax assets)			
99. Subtotal	9,679,000	9,897,000	(218,000)
f. Statutory valuation allowance adjustment	-	-	-
g. Nonadmitted	7,044,000	6,612,000	432,000
h. Admitted capital deferred tax assets (2e99-2f-2g)	2,635,000	3,285,000	(650,000)
i. Admitted deferred tax assets (2d+2h)	33,156,000	32,073,000	1,083,000

NOTES TO FINANCIAL STATEMENTS

3. Deferred Tax Liabilities

	1	2	3
	2018	2017	(Col 1-2) Change
a. Ordinary:			
1. Investments			
2. Fixed assets	23,000	22,000	1,000
3. Deferred and uncollected premium	10,431,000	9,546,000	885,000
4. Policyholder reserves	8,997,000	9,287,000	(290,000)
5. Other (items <5% of total ordinary tax liabilities)	123,000	123,000	-
Other (items >=5% of total ordinary tax liabilities)			
99. Subtotal	19,574,000	18,978,000	596,000
b. Capital:			
1. Investments	-	-	-
2. Real estate	-	-	-
3. Other (tems <5% of total capital tax liabilities)	24,000	21,000	3,000
Other (items >=5% of total capital tax liabilities)			
99. Subtotal	24,000	21,000	3,000
c. Deferred tax liabilities (3a99+3b99)	19,598,000	18,999,000	599,000
4. Net Deferred Tax Assets (2i – 3c)	13,558,000	13,074,000	484,000

On December 22, 2017, the Tax Cuts and Jobs Act (Tax Legislation) was signed into law which significantly revises corporate income tax rates from 35% to 21%, among other modifications. Based on our analysis of the Tax Legislation, the Company was able to determine a reasonable estimate for the tax reform adjustment. The approximate change in the Company's net DTA caused by the tax rate change as of December 31, 2017 was \$(24,986,000), as illustrated below. There was no adjustment to this amount for the period ended March 31, 2018. However, we will continue to analyze relevant information to complete our accounting for income taxes which may result in an adjustment to our estimate in 2018. The accounting is expected to be complete when the 2017 U.S. corporate income tax return is filed in 2018.

<u>At December 31, 2017</u>	Deferred Taxes at 35%	Deferred Taxes at 21%	Tax Rate Impact
Operating Deferred Tax Items	\$ 62,326,000	\$ 37,395,000	\$ 24,931,000
Unrealized Deferred Tax Items	139,000	84,000	55,000
Net Deferred Taxes	\$ 62,465,000	\$ 37,479,000	\$ 24,986,000

D.

Among the more significant book to tax adjustments were the following:

	<u>3/31/2018</u>	<u>12/31/2017</u>	<u>Change</u>
(1) Current income taxes incurred	3,008,828	12,942,607	(9,933,779)
(2) Change in deferred income tax (without tax on unrealized gains and losses or foreign exchange gains and losses)	(1,338,000)	26,302,316	(27,640,316)
(3) Total income tax reported	<u>1,670,828</u>	<u>39,244,923</u>	<u>(37,574,095)</u>
(4) Net gain from operations before federal income tax and realized gains	10,579,872	35,803,768	(25,223,896)
(5) Realized Capital gains (losses) before federal income tax, after transfer to IMR	<u>613</u>	<u>134,141</u>	<u>(133,528)</u>
(6) Income before taxes	10,580,485	35,937,909	(25,357,424)
Expected Income tax expense (benefit) at the statutory rate	<u>2,221,902</u>	<u>12,578,268</u>	<u>(10,356,366)</u>
(7) Increase (decrease) in actual tax reported resulting from:			
a. Tax Adjustment for IMR	(15,000)	(414,000)	399,000
b. Deferred tax benefit on nonadmitted assets	(17,000)	2,175,000	(2,192,000)
c. Change in Deferred Taxes due to Tax Reform	0	24,931,000	(24,931,000)
d. Prior year adjustments	0	1,000	(1,000)
e. Nondeductible expenses	14,000	46,000	(32,000)
f. Tax exempt interest	(25,000)	0	(25,000)
g. Tax assets transferred/created as a result of the sale	0	0	0
h. Tax credits	0	(9,000)	9,000
i. Other - Miscellaneous	(508,074)	(63,345)	(444,729)
(8) Total income tax reported	<u>1,670,828</u>	<u>39,244,923</u>	<u>(37,574,095)</u>

NOTES TO FINANCIAL STATEMENTS**E. Operating Loss Carryforwards and Income Taxes Available for Recoupment**

- As of 3/31/2018, the Company has no net operating loss or tax credit carryforwards.
- The following is income tax expense for current year and proceeding years that is available for recoupment in the event of future net losses:

Year	Amounts
2018	-
2017	289,000
2016	-

- The aggregate amount of deposits admitted under Section 6603 of the Internal Revenue Code = NONE

F. Consolidated Federal Income Tax Return

The Company's federal income tax return is consolidated with its ultimate parent, Torchmark Corporation, as well as its affiliated subsidiaries including Liberty National Life Insurance Company, American Income Life Insurance Company, United American Insurance Company, National Income Life Insurance Company, TMK Buildings Corporation, Brown Service Funeral Homes Company, Inc., Torchmark Insurance Agency, Inc., Specialized Advertising Group, Inc., Globe Marketing Services, Inc., ALLIC Receivables Corporation, American Income Marketing Services, Inc., Liberty National Auto Club, Inc., Globe Life Insurance Agency, Inc., Globe Life Insurance Company of New York (formerly First United American Insurance Company), and TMK Re, Ltd.

Each company pays a share of the total tax liability determined as if computed separately. Companies that would report a loss are reimbursed to the extent that their losses are utilized by affiliates with taxable income. The calculation is made pursuant to Federal Income Tax Regulation 1.1552-1(a)(2) and 1.1502-33(d)(3)(ii).

G. Federal or Foreign Federal Income Tax Loss Contingencies - Not applicable**Note 10 – Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties**

The Company borrowed \$5,000,000 from an affiliate, United American Insurance Company, on February 21, 2018 at an interest rate of 4.50%. The borrowing was repaid in full on March 6, 2018. Total interest paid was \$9,375.

The Company borrowed \$3,000,000 from an affiliate, American Income Life Insurance Company, on March 9, 2018 at an interest rate of 4.50%. The borrowing was repaid in full on March 23, 2018. Total interest paid was \$5,250.

Note 11 – Debt

Not applicable

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

The Company participates in a Supplemental Executive Retirement Plan (SERP) sponsored through its ultimate parent Torchmark Corp, which provides to a limited number of executives an additional supplemental defined pension benefit. The supplemental benefit is based on the participant's qualified plan benefit without consideration to regulatory limits on compensation and benefit payments applicable to qualified plans, except that eligible compensation is capped at \$1 million.

Note 13 – Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations

Dividends on company stock are paid as declared by its Board of Directors and are subject to regulations of the State of Ohio.

	<u>DECLARED</u>	<u>PAID</u>
\$4,000,000 ordinary dividend	03/19/2018	04/02/2018

Note 14 – Liabilities, Contingencies and Assessments

Not applicable

Note 15 – Leases

No significant changes

Note 16 – Information about Financial Instruments with Off-Balance Sheet Risk and Financial Instruments with Concentrations of Credit Risk

No significant changes

Note 17 – Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

Not applicable

NOTES TO FINANCIAL STATEMENTS**Note 18 – Gain or Loss to the Reporting Entity from Uninsured Plans and the Portion of Partially Insured Plans**

No significant changes

Note 19 – Direct Premium Written/Produced by Managing General Agents/Third Party Administrators

No significant changes

Note 20 – Fair Value Measurements

A. Fair Value Measurements

(1) Fair Value Measurements at Reporting Date

	Level 1	Level 2	Level 3	Total	Net Asset Value (NAV) Included in Level 2
Assets at Fair Value					
Bonds - Municipals	\$	\$ 15,453	\$	\$ 15,453	\$
Total	\$	\$ 15,453	\$	\$ 15,453	\$
Liabilities at Fair Value					
None	\$	\$	\$	\$	\$
Total	\$	\$	\$	\$	\$

During the quarter, the Company did not have any transfers between Levels 1 and 2 for assets measured and reported at fair value on the statement of financial position. Transfers between levels are recognized at the end of the reporting period in which they occur.

- (2) As of quarter-end, the Company did not have any securities categorized as Level 3 that are measured and reported at fair value on the statement of financial position.
- (3) During the quarter, the Company did not have any transfers into or out of Level 3 for assets measured and reported at fair value on the statement of financial position.
- (4) The majority of the Company's securities are not actively traded and direct quotes are not generally available. Management therefore determines the fair values of securities after consideration of data provided by third-party pricing services, independent broker/dealers, and other resources. Prices provided by third-party pricing services are not binding offers but are estimated exit values. They are based on observable market data inputs which can vary by security type. Such inputs include benchmark yields, available trades, broker/dealer quotes, issuer spreads, benchmark securities, bids, offers, and other inputs that are corroborated in the market. All fair value measurements based on prices determined with observable market data are reported as Level 1 or Level 2 measurements. When third-party vendor prices are not available, the Company attempts to obtain valuations from other sources, including but not limited to broker/dealers, broker quotes, and prices on comparable securities.

When valuations have been obtained for all securities in the portfolio, management reviews and analyzes the prices to insure their reasonableness, taking into account available observable information. When two or more valuations are available for a security and the variance between the valuations is 10% or less, the close correlation suggests similar observable inputs were used in deriving the prices, and the average of the prices is used. Securities valued in this manner are classified as Level 2. When the variance exceeds 10%, further review is performed on the available valuations to determine if they can be corroborated within reasonable tolerance to any other observable evidence. If one of the valuations or the average of the available valuations can be corroborated with other observable evidence, then the corroborated value is used and reported as Level 2. The Company uses information and analytical techniques deemed appropriate for determining the point within the range of reasonable fair value estimates that is most representative of fair value under current market conditions. Valuations that cannot be corroborated within a reasonable tolerance are classified as Level 3.

- (5) Derivative assets and liabilities - NONE

B. Fair Value Reporting under SSAP 100 and Other Accounting Pronouncements

NONE

C. Fair Value Level

The table below shows the fair values of all financial instruments by level within the fair value hierarchy.

Type of Financial Instrument	Aggregate Fair Value	Admitted Assets	(Level 1)	(Level 2)	(Level 3)	Not Practicable (Carrying Value)	Net Asset Value (NAV) Included in Level 2
Bonds	\$1,178,751,522	\$ 1,122,460,587	\$	\$ 1,127,060,165	\$ 51,691,357	\$	\$
Mortgage loans***	\$ 7,723,805	\$ 7,723,805	\$	\$	\$ 7,723,805	\$	\$
Other invested asset - Surplus Notes	\$ 22,815,854	\$ 22,115,516	\$	\$ 22,815,854	\$	\$	\$
Contract loans	\$ 70,072	\$ 70,072	\$	\$	\$	\$ 70,072	\$
Cash and cash equivalents	\$ (1,499,401)	\$ (1,499,401)	\$ (1,499,401)	\$	\$	\$	\$
Exempt Money Market Mutual Funds Identified by SVO	\$ 312,324	\$ 312,324	\$	\$ 312,324	\$	\$	\$ 312,324

*** The Company invests in mortgage loans with 1 month floating rates. For this reason, the fair value approximates book value

NOTES TO FINANCIAL STATEMENTS

D. Not Practicable to Estimate Fair Value

Type of Class or Financial Instrument	Carrying Value	Effective Interest Rate	Maturity Date	Explanation
Contract Loans	\$ 70,072	Various%	Various	Quoted market price not available

Note 21 – Other Items

No significant changes

Note 22 – Events Subsequent

No significant changes

Note 23 – Reinsurance

No significant changes

Note 24 – Retrospectively Rated Contracts and Contracts Subject to Redetermination

No significant changes

Note 25 – Change in Incurred Losses and Loss Adjustment Expenses

Reserves on accident and health contracts for incurred losses and loss adjustment expenses attributable to insured events or prior years developed as anticipated during 2017. See Schedule H - Part 3 and the Five Year Historical Data. Original estimates are increased or decreased as additional information becomes known regarding individual claims. However, no significant trends or unanticipated events were noted in 2017. None of the Company's accident and health contracts are subject to retrospective rating or experience refunds.

Note 26 – Intercompany Pooling Arrangements

No significant changes

Note 27 – Structured Settlements

No significant changes

Note 28 – Health Care Receivables

No significant changes

Note 29 – Participating policies

No significant changes

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

No significant changes

Note 35 – Loss/Claim Adjustment Expenses

No significant changes

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.
- 3.4 Is the reporting entity publicly traded or a member of a publicly traded group? Yes [X] No []
- 3.5 If the response to 3.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group. 320335
- 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 Name of Entity	2 NAIC Company Code	3 State of Domicile

5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? If yes, attach an explanation. Yes [] No [X] N/A []
- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2015
- 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. 12/31/2015
- 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). 02/28/2017
- 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 [] No [] N/A [X]
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [] No [] N/A [X]
- 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 [] No [X]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.

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

- 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).

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

FINANCIAL

- 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: \$ 0
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 [] No [X]
- 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
	0	0
	0	0
	0	0
	0	0
	0	0
\$	0	\$ 0
\$	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
The Northern Trust Company	50 South LaSalle Street, Chicago, IL 60603

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

1 Name of Firm or Individual	2 Affiliation
Torchmark Corporation	A
Prudential Private Placement Investors, LP	U
Blackrock Investment Management, LLC	U

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

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

1 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed
	Torchmark Corporation		Not Registered	DS
106442	Prudential Private Placement Investors, LP		U.S. Securities & Exchange Commission	No
108928	Blackrock Investment Management,		U.S. Securities & Exchange	No

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

1	2	3	4	5
Central Registration Depository Number	Name of Firm or Individual	Legal Entity Identifier (LEI)	Registered With	Investment Management Agreement (IMA) Filed
	LLC		Commission	

18.1 Have all the filing requirements of the *Purposes and Procedures Manual of the NAIC Investment Analysis Office* been followed? Yes [X] No []

18.2 If no, list exceptions:

19. By self-designating 5*GI securities, the reporting entity is certifying the following elements for each self-designated 5*GI security:

- a. Documentation necessary to permit a full credit analysis of the security does not exist.
- b. Issuer or obligor is current on all contracted interest and principal payments.
- c. The insurer has an actual expectation of ultimate payment of all contracted interest and principal.

Has the reporting entity self-designated 5*GI securities?

Yes [] No [X]

Family Heritage Life Insurance Company of America
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.....	\$.....	
1.12	Residential mortgages.....	\$.....	
1.13	Commercial mortgages.....	\$.....	7,723,805
1.14	Total mortgages in good standing.....	\$.....	7,723,805
1.2	Long-term mortgages in good standing with restructured terms		
1.21	Total mortgages in good standing with restructured terms.....	\$.....	
1.3	Long-term mortgage loans upon which interest is overdue more than three months		
1.31	Farm mortgages.....	\$.....	
1.32	Residential mortgages.....	\$.....	
1.33	Commercial mortgages.....	\$.....	
1.34	Total mortgages with interest overdue more than three months.....	\$.....	0
1.4	Long-term mortgage loans in process of foreclosure		
1.41	Farm mortgages.....	\$.....	
1.42	Residential mortgages.....	\$.....	
1.43	Commercial mortgages.....	\$.....	
1.44	Total mortgages in process of foreclosure.....	\$.....	0
1.5	Total mortgage loans (Lines 1.14 + 1.21 + 1.34 + 1.44) (Page 2, Column 3, Lines 3.1 + 3.2)	\$.....	7,723,805
1.6	Long-term mortgages foreclosed, properties transferred to real estate in current quarter		
1.61	Farm mortgages.....	\$.....	
1.62	Residential mortgages.....	\$.....	
1.63	Commercial mortgages.....	\$.....	
1.64	Total mortgages foreclosed and transferred to real estate.....	\$.....	0
2.	Operating Percentages:		
2.1	A&H loss percent.....	.....	66.2
2.2	A&H cost containment percent.....	.....
2.3	A&H expense percent excluding cost containment expenses.....	.....	35.2
3.1	Do you act as a custodian for health savings accounts?.....	Yes []	No [X]
3.2	If yes, please provide the amount of custodial funds held as of the reporting date.....	\$.....	
3.3	Do you act as an administrator for health savings accounts?.....	Yes []	No [X]
3.4	If yes, please provide the balance of the funds administered as of the reporting date.....	\$.....	
4.	Is the reporting entity licensed or chartered, registered, qualified, eligible or writing business in at least two states?.....	Yes [X]	No []
4.1	If no, does the reporting entity assume reinsurance business that covers risks residing in at least one state other than the state of domicile or the reporting entity?.....	Yes []	No []

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

Family Heritage Life Insurance Company of America

SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

Current Year to Date - Allocated by States and Territories

1	States, Etc.	Active Status (a)	Direct Business Only					
			Life Contracts		4	5	6	7
			2	3				
			Life Insurance Premiums	Annuity Considerations	A&H Insurance Premiums, Including Policy Membership and Other Fees	Other Considerations	Total Columns 2 through 5	Deposit-Type Contracts
1.	Alabama.....	AL L	9,435		748,378		757,813	
2.	Alaska.....	AK L			10,013		10,013	
3.	Arizona.....	AZ L	22,469		1,285,361		1,307,830	
4.	Arkansas.....	AR L	45,678		2,105,400		2,151,078	
5.	California.....	CA L	15,020		1,518,853		1,533,873	
6.	Colorado.....	CO L	13,777		2,004,443		2,018,220	
7.	Connecticut.....	CT L	21		5,179		5,200	
8.	Delaware.....	DE L	461		143,943		144,404	
9.	District of Columbia.....	DC L			2,789		2,789	
10.	Florida.....	FL L	19,643		1,306,618		1,326,261	
11.	Georgia.....	GA L	27,506		2,614,679		2,642,185	
12.	Hawaii.....	HI L			19,480		19,480	
13.	Idaho.....	ID L	705		296,593		297,298	
14.	Illinois.....	IL L	20,248		3,117,551		3,137,799	
15.	Indiana.....	IN L	4,045		2,229,307		2,233,352	
16.	Iowa.....	IA L	8,235		1,548,408		1,556,643	
17.	Kansas.....	KS L	12,313		2,264,303		2,276,616	
18.	Kentucky.....	KY L	27,695		1,928,603		1,956,298	
19.	Louisiana.....	LA L	4,979		1,329,891		1,334,870	
20.	Maine.....	ME L	279		110,438		110,717	
21.	Maryland.....	MD L	383		297,937		298,320	
22.	Massachusetts.....	MA L	313		4,095		4,408	
23.	Michigan.....	MI L	626		465,895		466,521	
24.	Minnesota.....	MN L	8,894		3,235,323		3,244,217	
25.	Mississippi.....	MS L	4,063		273,861		277,924	
26.	Missouri.....	MO L	13,989		1,982,292		1,996,281	
27.	Montana.....	MT L	3,855		591,465		595,320	
28.	Nebraska.....	NE L	3,761		2,253,075		2,256,836	
29.	Nevada.....	NV L	2,651		275,438		278,089	
30.	New Hampshire.....	NH L	2,831		169,741		172,572	
31.	New Jersey.....	NJ L	818		10,619		11,437	
32.	New Mexico.....	NM L	4,062		437,922		441,984	
33.	New York.....	NY N					0	
34.	North Carolina.....	NC L	33,471		2,323,987		2,357,458	
35.	North Dakota.....	ND L	1,405		374,788		376,193	
36.	Ohio.....	OH L	19,923		5,295,461		5,315,384	
37.	Oklahoma.....	OK L	15,686		1,002,953		1,018,639	
38.	Oregon.....	OR L	1,952		353,066		355,018	
39.	Pennsylvania.....	PA L	5,231		735,234		740,465	
40.	Rhode Island.....	RI L			15,974		15,974	
41.	South Carolina.....	SC L	14,077		703,717		717,794	
42.	South Dakota.....	SD L	4,102		1,367,506		1,371,608	
43.	Tennessee.....	TN L	37,344		1,421,467		1,458,811	
44.	Texas.....	TX L	376,732		13,767,086		14,143,818	
45.	Utah.....	UT L	214		1,019,303		1,019,517	
46.	Vermont.....	VT L	984		9,424		10,408	
47.	Virginia.....	VA L	28,458		1,289,487		1,317,945	
48.	Washington.....	WA L	24,576		936,245		960,821	
49.	West Virginia.....	WV L	15,125		784,111		799,236	
50.	Wisconsin.....	WI L	1,495		821,133		822,628	
51.	Wyoming.....	WY L	2,911		664,132		667,043	
52.	American Samoa.....	AS N					0	
53.	Guam.....	GU N					0	
54.	Puerto Rico.....	PR L			1,641		1,641	
55.	US Virgin Islands.....	VI N					0	
56.	Northern Mariana Islands.....	MP N					0	
57.	Canada.....	CAN N					0	
58.	Aggregate Other Alien.....	OT .XXX	0	0	0	0	0	0
59.	Subtotal.....	.XXX	862,441	0	67,474,608	0	68,337,049	0
90.	Reporting entity contributions for employee benefit plans.....	.XXX					0	
91.	Dividends or refunds applied to purchase paid-up additions and annuities.....	.XXX					0	
92.	Dividends or refunds applied to shorten endowment or premium paying period.....	.XXX					0	
93.	Premium or annuity considerations waived under disability or other contract provisions.....	.XXX					0	
94.	Aggregate other amounts not allocable by State.....	.XXX	0	0	0	0	0	0
95.	Totals (Direct Business).....	.XXX	862,441	0	67,474,608	0	68,337,049	0
96.	Plus Reinsurance Assumed.....	.XXX	55,620,539				55,620,539	
97.	Totals (All Business).....	.XXX	56,482,980	0	67,474,608	0	123,957,588	0
98.	Less Reinsurance Ceded.....	.XXX	55,641,455		758,104		56,399,559	
99.	Totals (All Business) less Reinsurance Ceded.....	.XXX	841,525	0	66,716,504	0	67,558,029	0

DETAILS OF WRITE-INS

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

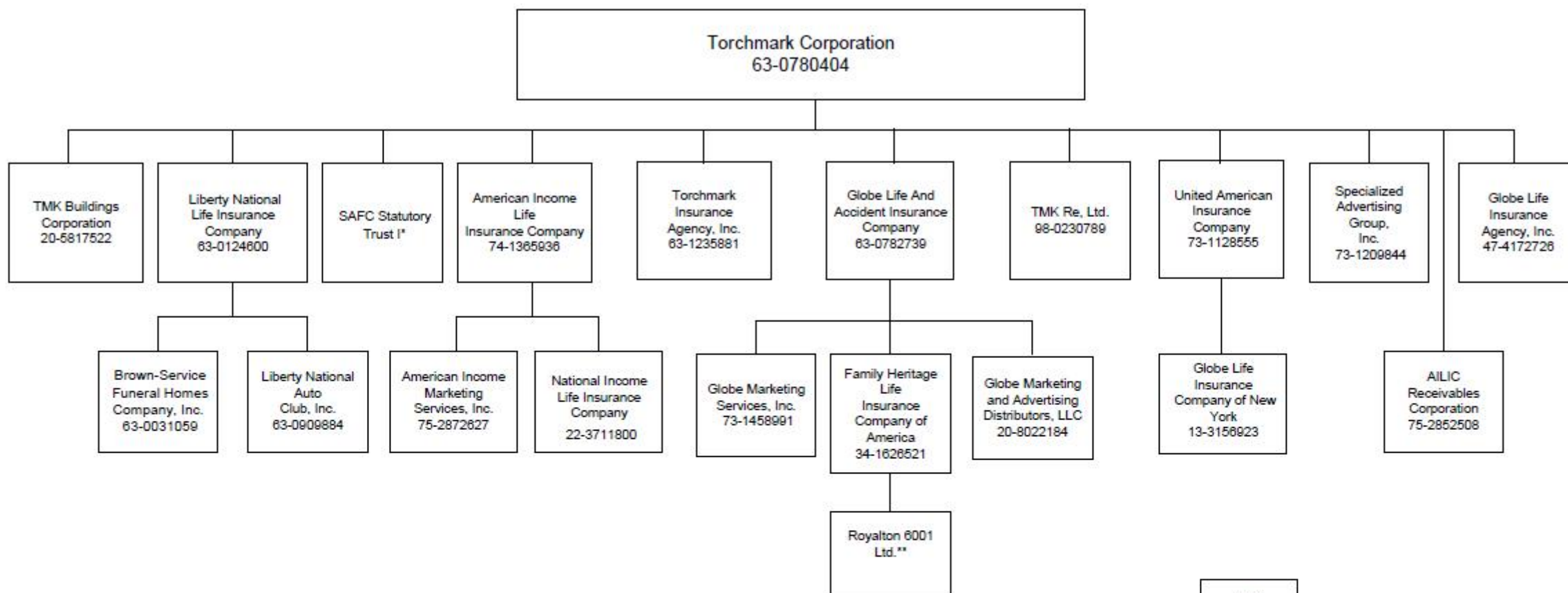
(a) Active Status Count

L - Licensed or Chartered - Licensed insurance carrier or domiciled RRG..... 51
 E - Eligible - Reporting entities eligible or approved to write surplus lines in the state..... 0

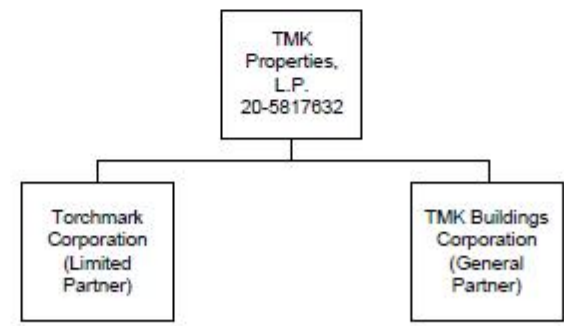
R - Registered - Non-domiciled RRGs..... 0
 Q - Qualified - Qualified or accredited reinsurer..... 0
 N - None of the above - Not allowed to write business in the state..... 6

SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 – ORGANIZATIONAL CHART



Q12



Company	State of Domicile
AILIC Receivables Corporation (ARC)	Delaware
American Income Life Insurance Company (AIL)	Indiana
American Income Marketing Services, Inc. (AIMS)	Texas
Brown-Service Funeral Homes Company, Inc. (Brown Service)	Alabama
Family Heritage Life Insurance Company of America	Ohio
Globe Life Insurance Company of New York	New York
Globe Life And Accident Insurance Company (Globe)	Nebraska
Globe Life Insurance Agency, Inc.	Texas
Globe Marketing Services, Inc. (Globe Marketing)	Oklahoma
Liberty National Auto Club, Inc. (Auto Club)	Alabama
Liberty National Life Insurance Company (LNL)	Nebraska
National Income Life Insurance Company (NILCO)	New York
Specialized Advertising Group, Inc.	Texas
TMK Buildings Corporation (TBC)	Texas
TMK Re, Ltd. (TMK Re)	Bermuda
Torchmark Corporation (TMK)	Delaware
Torchmark Insurance Agency, Inc. (TIA)	Alabama
United American Insurance Company (UA)	Nebraska

*Special purpose business trust whose obligations were assumed by Torchmark in the acquisition of Family Heritage, common securities of which are owned by Torchmark and preferred securities publicly held.

**Limited liability company, in which Family Heritage has a 50% interest, which leases home office property to Family Heritage; remaining 50% interest held by an unaffiliated entity.

SCHEDULE Y

PART 1A - DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	Is an SCA Filing Required? (Y/N)	*
Members															
.....	Torchmark Corporation.....	.....	63-0780404..	.....	.....320335	NYSE.....	Torchmark Corporation.....	DE.....	UDP.....	.....	.....	.....	.....	.....N.....	.....
.....	.....	.....	20-5817522..	.....	.....	.....	TMK Buildings Corp.....	TX.....	NIA.....	Torchmark Corporation.....	Ownership.....	...100.000	Torchmark Corporation.....	.....N.....	.....
.....	.....	.....	20-5817632..	.....	.....	.....	TMK Properties LLP.....	TX.....	NIA.....	Torchmark Corporation.....	Ownership.....	...99.000	Torchmark Corporation.....	.....N.....	.....
.....	.....	.....	98-0230789..	.....	.....	.....	TMK RE Ltd.....	BMU.....	IA.....	Torchmark Corporation.....	Ownership.....	...100.000	Torchmark Corporation.....	.....N.....	.....
.....	.....	.....	63-1235881..	.....	.....	.....	Torchmark Insurance Agency, Inc.....	AL.....	NIA.....	Torchmark Corporation.....	Ownership.....	...100.000	Torchmark Corporation.....	.....N.....	.....
.....	.....	.....	73-1209844..	.....	.....	.....	Specialized Marketing Group, Inc.....	TX.....	NIA.....	Torchmark Corporation.....	Ownership.....	...100.000	Torchmark Corporation.....	.....N.....	.....
.....	.....	.....	47-4172726..	.....	.....	.....	Globe Life Insurance Agency, Inc.....	TX.....	NIA.....	Torchmark Corporation.....	Ownership.....	...100.000	Torchmark Corporation.....	.....N.....	.....
0290	Torchmark Corporation.....	77968...	34-1626521..	.....	.....	.....	Family Heritage Life Insurance Company of America	OH.....	RE.....	Globe Life and Accident Insurance Company.	Ownership.....	...100.000	Torchmark Corporation.....	.....N.....	.....
.....	.....	.....	.....	.....	.....	.....	Royalton 6001Ltd. (Joint Venture).....	OH.....	DS.....	Family Heritage Life Insurance Company of America	Ownership.....	...50.000	Torchmark Corporation.....	.....N.....	.....
0290	Torchmark Corporation.....	65331...	63-0124600..	.....	.....	.....	Liberty National Life Insurance Company.....	NE.....	IA.....	Torchmark Corporation.....	Ownership.....	...100.000	Torchmark Corporation.....	.....N.....	.....
.....	.....	.....	63-0031059..	.....	.....	.....	Brown-Service Funeral Homes Company Inc.....	AL.....	NIA.....	Liberty National Life Insurance Company.....	Ownership.....	...100.000	Torchmark Corporation.....	.....N.....	.....
.....	.....	.....	63-0909884..	.....	.....	.....	Liberty National Auto Club, Inc.....	AL.....	NIA.....	Liberty National Life Insurance Company.....	Ownership.....	...100.000	Torchmark Corporation.....	.....N.....	.....
0290	Torchmark Corporation.....	91472...	63-0782739..	.....	.....1610611	.....	Globe Life and Accident Insurance Company..	NE.....	UIP.....	Torchmark Corporation.....	Ownership.....	...100.000	Torchmark Corporation.....	.....N.....	.....
.....	.....	.....	73-1458991..	.....	.....	.....	Globe Marketing Services, Inc.....	OK.....	NIA.....	Globe Life and Accident Insurance Company.	Ownership.....	...100.000	Torchmark Corporation.....	.....N.....	.....
.....	.....	.....	20-8022184..	.....	.....	.....	Globe Marketing and Advertising Distributors, LLC	DE.....	NIA.....	Globe Life and Accident Insurance Company.	Ownership.....	...100.000	Torchmark Corporation.....	.....N.....	.....
0290	Torchmark Corporation.....	60577...	74-1365936..	.....	.....1102198	.....	American Income Life Insurance Company.....	IN.....	IA.....	Torchmark Corporation.....	Ownership.....	...100.000	Torchmark Corporation.....	.....N.....	.....
0290	Torchmark Corporation.....	10093...	22-3711800..	.....	.....	.....	National Income Life Insurance Company.....	NY.....	IA.....	American Income Life Insurance Company....	Ownership.....	...100.000	Torchmark Corporation.....	.....N.....	.....
.....	.....	.....	75-2852508..	.....	.....	.....	AILIC Receivables Corporation.....	DE.....	NIA.....	Torchmark Corporation.....	Ownership.....	...100.000	Torchmark Corporation.....	.....N.....	.....
.....	.....	.....	75-2872627..	.....	.....	.....	American Income Marketing Services, Inc.....	TX.....	NIA.....	American Income Life Insurance Company....	Ownership.....	...100.000	Torchmark Corporation.....	.....N.....	.....
0290	Torchmark Corporation.....	92916...	73-1128555..	.....	.....	.....	United American Insurance Company.....	NE.....	IA.....	Torchmark Corporation.....	Ownership.....	...100.000	Torchmark Corporation.....	.....N.....	.....
0290	Torchmark Corporation.....	74101...	13-3156923..	.....	.....	.....	Globe Life Insurance Company of New York....	NY.....	IA.....	United American Insurance Company.....	Ownership.....	...100.000	Torchmark Corporation.....	.....N.....	.....

Q13

Family Heritage Life Insurance Company of America

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:



NONE

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.....	0	670,000
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....		
2.2 Additional investment made after acquisition.....		
3. Current year change in encumbrances.....		
4. Total gain (loss) on disposals.....		(15,000)
5. Deduct amounts received on disposals.....		655,000
6. Total foreign exchange change in book/adjusted carrying value.....		
7. Deduct current year's other-than-temporary impairment recognized.....		
8. Deduct current year's depreciation.....		
9. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8).....	0	0
10. Deduct total nonadmitted amounts.....		
11. Statement value at end of current period (Line 9 minus Line 10).....	0	0

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.....	3,466,679	
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....	4,228,364	3,465,000
2.2 Additional investment made after acquisition.....	14,633	
3. Capitalized deferred interest and other.....		
4. Accrual of discount.....	14,129	1,679
5. Unrealized valuation increase (decrease).....		
6. Total gain (loss) on disposals.....		
7. Deduct amounts received on disposals.....		
8. Deduct amortization of premium and mortgage interest points and commitment fees.....		
9. Total foreign exchange change in book value/recorded investment excluding accrued interest.....		
10. Deduct current year's other-than-temporary impairment recognized.....		
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....	7,723,805	3,466,679
12. Total valuation allowance.....		
13. Subtotal (Line 11 plus Line 12).....	7,723,805	3,466,679
14. Deduct total nonadmitted amounts.....		
15. Statement value at end of current period (Line 13 minus Line 14).....	7,723,805	3,466,679

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.....	22,454,500	17,159,518
2. Cost of acquired:		
2.1 Actual cost at time of acquisition.....		5,253,340
2.2 Additional investment made after acquisition.....		
3. Capitalized deferred interest and other.....		
4. Accrual of discount.....	406	1,574
5. Unrealized valuation increase (decrease).....	12,000	121,127
6. Total gain (loss) on disposals.....		
7. Deduct amounts received on disposals.....		9,680
8. Deduct amortization of premium and depreciation.....	1,426	71,380
9. Total foreign exchange change in book/adjusted carrying value.....		
10. Deduct current year's other-than-temporary impairment recognized.....		
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10).....	22,465,480	22,454,500
12. Deduct total nonadmitted amounts.....		
13. Statement value at end of current period (Line 11 minus Line 12).....	22,465,480	22,454,500

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.....	1,067,029,634	929,749,601
2. Cost of bonds and stocks acquired.....	52,438,983	152,117,298
3. Accrual of discount.....	3,640,021	14,267,367
4. Unrealized valuation increase (decrease).....	104,964	89,605
5. Total gain (loss) on disposals.....	8,785	1,118,096
6. Deduct consideration for bonds and stocks disposed of.....	376,231	28,996,559
7. Deduct amortization of premium.....	385,569	1,070,482
8. Total foreign exchange change in book/adjusted carrying value.....		
9. Deduct current year's other-than-temporary impairment recognized.....		245,292
10. Total investment income recognized as a result of prepayment penalties and/or acceleration fees.....		
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9+10).....	1,122,460,587	1,067,029,634
12. Deduct total nonadmitted amounts.....		
13. Statement value at end of current period (Line 11 minus Line 12).....	1,122,460,587	1,067,029,634

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity

During the Current Quarter for all Bonds and Preferred Stock by NAIC Designation

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. NAIC 1 (a).....	568,828,004	24,539,768	35,794	6,475,865	599,807,843			568,828,004
2. NAIC 2 (a).....	482,709,105	27,899,215	331,652	453,938	510,730,606			482,709,105
3. NAIC 3 (a).....	8,599,839			(2,235,782)	6,364,057			8,599,839
4. NAIC 4 (a).....	2,026,153			3,226,475	5,252,628			2,026,153
5. NAIC 5 (a).....	4,666,043			(4,666,043)	0			4,666,043
6. NAIC 6 (a).....	200,490			104,963	305,453			200,490
7. Total Bonds.....	1,067,029,634	52,438,983	367,446	3,359,416	1,122,460,587	0	0	1,067,029,634
PREFERRED STOCK								
8. NAIC 1.....					0			
9. NAIC 2.....					0			
10. NAIC 3.....					0			
11. NAIC 4.....					0			
12. NAIC 5.....					0			
13. NAIC 6.....					0			
14. Total Preferred Stock.....	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock.....	1,067,029,634	52,438,983	367,446	3,359,416	1,122,460,587	0	0	1,067,029,634

QSI02

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of short-term and cash equivalent bonds by NAIC designation:
 NAIC 1 \$.....0; NAIC 2 \$.....0; NAIC 3 \$.....0; NAIC 4 \$.....0; NAIC 5 \$.....0; NAIC 6 \$.....0.

SCHEDULE DA - PART 1

Short-Term Investments

	1 Book/Adjusted Carrying Value	2 NONE Par Value	3 Original Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999.....		XXX			

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	.....4,946,286
2. Cost of short-term investments acquired.....	.....	.....
3. Accrual of discount.....	.....	.....
4. Unrealized valuation increase (decrease).....	.....	.....
5. Total gain (loss) on disposals.....	.....	.....
6. Deduct consideration received on disposals.....	.....	.....4,946,286
7. Deduct amortization of premium.....	.....	.....
8. Total foreign exchange change in book/adjusted carrying value.....	.....	.....
9. Deduct current year's other-than-temporary impairment recognized.....	.....	.....
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	.....0	.....0
11. Deduct total nonadmitted amounts.....	.....	.....
12. Statement value at end of current period (Line 10 minus Line 11).....	.....0	.....0

**Sch. DB - Pt. A - Verification
NONE**

**Sch. DB - Pt. B - Verification
NONE**

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

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

**Sch. DB - Verification
NONE**

SCHEDULE E - PART 2 - VERIFICATION

Cash Equivalents

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	12,590,649	2,501,933
2. Cost of cash equivalents acquired.....		10,088,716
3. Accrual of discount.....		
4. Unrealized valuation increase (decrease).....		
5. Total gain (loss) on disposals.....		
6. Deduct consideration received on disposals.....	6,446,529	
7. Deduct amortization of premium.....		
8. Total foreign exchange change in book/ adjusted carrying value.....		
9. Deduct current year's other-than-temporary impairment recognized.....		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	6,144,120	12,590,649
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11).....	6,144,120	12,590,649

SCHEDULE A - PART 2

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

1 Description of Property	Location		4 Date Acquired	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 City	3 State						

NONE

QE01

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 Book/Adjusted Carrying Value Less Encumbrances on Disposal	15 Amounts Received During Year	16 Foreign Exchange Gain (Loss) on Disposal	17 Realized Gain (Loss) on Disposal	18 Total Gain (Loss) on Disposal	19 Gross Income Earned Less Interest Incurred on Encumbrances	20 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 Total Foreign Exchange Change in B./A.C.V.							

NONE

SCHEDULE B - PART 2

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

1 Loan Number	2 Location		3 State	4 Loan Type	5 Date Acquired	6 Rate of Interest	7 Actual Cost at Time of Acquisition	8 Additional Investment Made After Acquisition	9 Value of Land and Buildings
	City								
Mortgages in Good Standing - Commercial Mortgages - All Other									
011161850.....	Brooklyn.....	NY.....			02/14/2018....	5.753.....	4,228,364.....	14,633.....	7,360,000.....
0599999. Total - Mortgages in Good Standing - Commercial Mortgages - All Other.....					XXX.....	XXX.....	4,228,364.....	14,633.....	7,360,000.....
0899999. Total - Mortgages in Good Standing.....					XXX.....	XXX.....	4,228,364.....	14,633.....	7,360,000.....
3399999. Total Mortgages.....					XXX.....	XXX.....	4,228,364.....	14,633.....	7,360,000.....

QE02

SCHEDULE B - PART 3

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

1 Loan Number	2 Location		4 Loan Type	5 Date Acquired	6 Disposal Date	7 Book Value/Recorded Investment Excluding Accrued Interest Prior Year	8 Change in Book Value/Recorded Investment					14 Book Value / Recorded Investment Excluding Accrued Interest on Disposal	15 Consideration	16 Foreign Exchange Gain (Loss) on Disposal	17 Realized Gain (Loss) on Disposal	18 Total Gain (Loss) on Disposal
	City	State					8 Unrealized Valuation Increase (Decrease)	9 Current Year's (Amortization) / Accretion	10 Current Year's Other-Than-Temporary Impairment Recognized	11 Capitalized Deferred Interest and Other	12 Total Change in Book Value (8 + 9 - 10 + 11)						13 Total Foreign Exchange Change in Book Value
NONE																

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									

NONE

QE03

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 Consideration	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 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.						

NONE

SCHEDULE D - PART 3

Showing all Long-Term Bonds and Stocks ACQUIRED During Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
Bonds - U.S. States, Territories and Possessions									
68609T DD 7	OREGON ST GO SER 100U.....		02/08/2018.....	SAMUEL A RAMIREZ & COMPANY INC.....		981,250	1,000,000	5,344	1FE.....
1799999	Total - Bonds - U.S. States, Territories & Possessions.....					981,250	1,000,000	5,344	XXX.....
Bonds - U.S. Political Subdivisions of States									
797355 6Z 2	SAN DIEGO CA UNIF SCH DIST GO SER K2.....		02/13/2018.....	SAMUEL A RAMIREZ & COMPANY INC.....		956,550	2,500,000		1FE.....
983068 2D 8	WYLIE TX INDEP SCH DIST GO INSURED.....		02/05/2018.....	BANK OF AMERICA MERRILL LYNCH.....		951,920	3,345,000		1FE.....
2499999	Total - Bonds - U.S. Political Subdivisions of States.....					1,908,470	5,845,000	0	XXX.....
Bonds - U.S. Special Revenue and Special Assessment									
139372 RM 0	CAPE CORAL FL WTR & SWR.....		02/05/2018.....	CITIGROUP GLOBAL MARKETS INC.....		1,022,480	1,000,000	4,444	1FE.....
249176 DF 2	DENVER CO CITY & CNTY WSTWTR.....		02/08/2018.....	CITIGROUP GLOBAL MARKETS INC.....		3,884,520	4,000,000		1FE.....
347658 YC 4	FORT LAUDERDALE FL WTR & SWR.....		02/06/2018.....	CITIGROUP GLOBAL MARKETS INC.....		3,890,000	4,000,000		1FE.....
662835 A7 2	NORTH TEXAS MUNICIPAL WTR DIST REGLW.....		02/23/2018.....	CITIGROUP GLOBAL MARKETS INC.....		1,982,380	2,000,000		1FE.....
91514A GX 7	UNIV OF TEXAS TX UNIV SER B.....		02/05/2018.....	CITIGROUP GLOBAL MARKETS INC.....		3,409,404	3,545,000	34,231	1FE.....
3199999	Total - Bonds - U.S. Special Revenue and Special Assessments.....					14,188,784	14,545,000	38,675	XXX.....
Bonds - Industrial and Miscellaneous									
039483 AS 1	ARCHER DANIELS SR UNSCD.....		01/09/2018.....	JEFFERIES LLC.....		1,312,480	1,000,000	31,111	1FE.....
04010L AV 5	ARES CAPITAL CORP SR UNSCD.....		01/08/2018.....	BANK OF AMERICA MERRILL LYNCH.....		2,988,630	3,000,000		2FE.....
134429 BH 1	CAMPBELL SOUP CO SR UNSCD.....		03/12/2018.....	CREDIT SUISSE SECURITIES LLC.....		995,270	1,000,000		2FE.....
171340 AL 6	CHURCH & DWIGHT CO INC SR UNSCD.....		02/12/2018.....	CREDIT SUISSE SECURITIES LLC.....		1,859,020	2,000,000	2,853	2FE.....
28370T AD 1	KINDER MORGAN ENER PART SR UNSCD.....		02/06/2018.....	SUSQUEHANNA FINANCIAL GROUP LLP.....		1,430,977	1,126,000	19,470	2FE.....
382388 AU 0	B F GOODRICH CO SR UNSCD.....		03/06/2018.....	MESIROW FINANCIAL INC.....		4,179,383	3,300,000	41,764	1FE.....
38239K AA 6	GOODMAN US FIN FOUR SR UNSCD 144A.....		02/07/2018.....	DEUTSCHE BANK SECURITIES INC.....		2,374,788	2,317,000	32,062	2FE.....
44106M AY 8	HOSPITALITY PROP TRUST SR UNSCD.....		01/30/2018.....	CITIGROUP GLOBAL MARKETS INC.....		974,940	1,000,000		2FE.....
49337W AC 4	KEYSPAN CORP SR UNSCD.....		01/31/2018.....	MORGAN STANLEY & CO LLC.....		1,373,970	1,000,000	17,111	2FE.....
60871R AH 3	MOLSON COORS BREWING CO SR UNSCD.....		02/14/2018.....	JP MORGAN SECURITIES LLC.....		945,690	1,000,000	3,617	2FE.....
63861Q BD 9	NATIONWIDE HEALTH PPTYS SR UNSCD.....		01/29/2018.....	SUSQUEHANNA FINANCIAL GROUP LLP.....		2,521,340	2,000,000	43,933	2FE.....
78409V AB 0	S&P GLOBAL INC SR UNSCD.....		02/08/2018.....	MORGAN STANLEY & CO LLC.....		1,937,385	1,500,000	23,744	2FE.....
81721M AM 1	SENIOR HOUSING PROP TRUST SR UNSCD.....		02/08/2018.....	UBS FINANCIAL SERVICES INC.....		2,949,360	3,000,000		2FE.....
90985F AG 1	UNITED COMMUNITY BANK JR SUBORD.....		01/10/2018.....	SANDLER O'NEILL & PARTNERS LP.....		2,000,000	2,000,000		2FE.....
775109 BG 5	ROGERS COMMUNICATIONS INC SR UNSCD.....	A.....	02/05/2018.....	RBC CAPITAL MARKETS.....		3,975,920	4,000,000		2FE.....
06744C TB 7	BARCLAYS BANK PLC SR UNSCD SER GMTN.....	D.....	01/22/2018.....	BARCLAYS CAPITAL INC.....		1,969,400	2,000,000		1FE.....
3899999	Total - Bonds - Industrial and Miscellaneous.....					33,788,553	31,243,000	215,665	XXX.....
Bonds - Hybrid Securities									
591560 AA 5	METLIFE CAP IV TR PFD JR SUB 144A.....		01/10/2018.....	MESIROW FINANCIAL INC.....		1,571,926	1,184,000	6,993	2FE.....
4899999	Total - Bonds - Hybrid Securities.....					1,571,926	1,184,000	6,993	XXX.....
8399997	Total - Bonds - Part 3.....					52,438,983	53,817,000	266,677	XXX.....
8399999	Total - Bonds.....					52,438,983	53,817,000	266,677	XXX.....
9999999	Total - Bonds, Preferred and Common Stocks.....					52,438,983	XXX	266,677	XXX.....

QE04

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

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	For rei gn	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase (Decrease)	Current Year's (Amortization) / Accretion	Current Year's Other-Than- Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest / Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
Bonds - U.S. Special Revenue and Special Assessment																					
60636Y	HM 6		01/10/2018	MISSOURI HSG DEV COMMN (TAXABLE).....		5,000	5,000	5,005	5,000				0		5,000			0	109	07/01/2033	1FE.....
928172	WG 6		12/28/2017	VIRGINIA STATE (TAXABLE).....		39,578	30,000	31,092	30,793				0		30,794		8,785	8,785	723	08/01/2030	1FE.....
3199999	Total - Bonds - U.S. Special Revenue and Special Assessments.....					44,578	35,000	36,097	35,793	0	0	0	0	0	35,794	0	8,785	8,785	832	XXX	XXX
Bonds - Industrial and Miscellaneous																					
12803P	AB 4		02/20/2018	CAJUN GLOBAL LLC SER 2017-1A CLS A2 144A....		22,500	22,500	22,326	22,420		80		80		22,500			0	366	08/20/2047	2AM.....
19260M	AA 4		01/25/2018	COINSTAR FUNDING LLC SER 2017-1A A2 144A....		5,000	5,000	5,000	5,000				0		5,000			0	65	04/25/2047	2AM.....
233046	AF 8		02/20/2018	DB MASTER FIN LLC 2017-1A CLS A2II SR SC.....		2,500	2,500	2,500	2,500				0		2,500			0	33	11/20/2047	2AM.....
26208L	AB 4		01/20/2018	DRIVEN BRANDS FDG SER 16-1A CL A2 144A.....		5,000	5,000	4,981	4,984		16		16		5,000			0	77	07/20/2046	2AM.....
26860#	AA 8		12/31/2017	EIF PIO PICO LLC SR SCD -P.....		57,892	57,892	57,892	57,892				0		57,891			0	1,207	12/31/2041	2FE.....
34417M	AB 3		01/30/2018	FOCUS BRANDS FDG SER 2017-1A A2II 144A.....		2,500	2,500	2,500	2,500				0		2,500			0	32	04/30/2047	2AM.....
41810*	AB 0		01/23/2018	HANNON ARMSTRONG SUS YLD 15-1B SUBRD- P.....		40,420	40,420	40,420	40,420				0		40,420			0	547	04/20/2034	2AM.....
47760Q	AB 9		01/30/2018	JIMMY JOHNS FDG LLC SER2017-1A CLS A2II.....		5,000	5,000	5,000	5,000				0		5,000			0	61	07/30/2047	2AM.....
724060	AA 6		01/15/2018	PIPELINE FDG CO LLC SR SCD 144A.....		31,240	31,240	38,709	31,240				0		31,240			0	1,172	01/15/2030	2FE.....
83546D	AD 0		01/20/2018	SONIC 2016-1A CLASS A2 SR SECD 144A.....		144,601	144,601	144,601	144,601				0		144,601			0	853	05/20/2046	2AM.....
87244B	AA 6		01/30/2018	TGIF FDG SER 17-1A CL A2 SR SECD 144A.....		15,000	15,000	15,000	15,000				0		15,000			0	233	04/30/2047	2AM.....
3899999	Total - Bonds - Industrial and Miscellaneous.....					331,653	331,653	338,929	331,557	0	96	0	96	0	331,652	0	0	0	4,646	XXX	XXX
8399997	Total - Bonds - Part 4.....					376,231	366,653	375,026	367,350	0	96	0	96	0	367,446	0	8,785	8,785	5,478	XXX	XXX
8399999	Total - Bonds.....					376,231	366,653	375,026	367,350	0	96	0	96	0	367,446	0	8,785	8,785	5,478	XXX	XXX
9999999	Total - Bonds, Preferred and Common Stocks.....					376,231	XXX	375,026	367,350	0	96	0	96	0	367,446	0	8,785	8,785	5,478	XXX	XXX

QE05

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

Sch. DB - Pt. A - Sn. 1
NONE

Sch. DB - Pt. B - Sn. 1
NONE

Sch. DB - Pt. D - Sn. 1
NONE

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

Sch. DL - Pt. 1
NONE

Sch. DL - Pt. 2
NONE

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	
Open Depositories								
PNC - Checking..... Cleveland, OH.....					188,635	100,833	280,982	XXX
City National Bank - Checking..... Frankfort, KY.....					191,832	126,865	172,385	XXX
Wells Fargo Bank, N.A. - DDA & Cont. Disb..... Cleveland, OH.....					(4,590,723)	(3,987,852)	(7,789,964)	XXX
0199999. Total Open Depositories.....	XXX	XXX	0	0	(4,210,256)	(3,760,154)	(7,336,597)	XXX
0399999. Total Cash on Deposit.....	XXX	XXX	0	0	(4,210,256)	(3,760,154)	(7,336,597)	XXX
0499999. Cash in Company's Office.....	XXX	XXX	XXX	XXX	5,400	5,400	5,400	XXX
0599999. Total Cash.....	XXX	XXX	0	0	(4,204,856)	(3,754,754)	(7,331,197)	XXX

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1	2	3	4	5	6	7	8	9
CUSIP	Description	Code	Date Acquired	Rate of Interest	Maturity Date	Book/Adjusted Carrying Value	Amount of Interest Due & Accrued	Amount Received During Year
Sweep Accounts								
	Wells Fargo - Stagecoach Sweep Preferred.....		03/23/2018.....	.....0.150	03/26/2018.....	.....5,831,796	.....	.....3,839
8499999	Total - Sweep Accounts.....					.....5,831,796	.....0	.....3,839
Exempt Money Market Mutual Funds as Identified by the SVO								
665279 87 3	MFB NORTHN INSTL FDS TREAS PORTFOLIO PREMIER CL.....		03/23/2018.....	.....1.480		.....243,891	.....	.....5,805
69351J 15 7	PNC Government Money Market (Class I).....		03/23/2018.....	.....1.500		.....68,433	.....	.....171
8599999	Total - Exempt Money Market Mutual Funds as Identified by the SVO.....				312,32405,976
8899999	Total - Cash Equivalents.....				6,144,12009,815

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