



LIFE AND ACCIDENT AND HEALTH COMPANIES - ASSOCIATION EDITION

QUARTERLY STATEMENT

AS OF JUNE 30, 2018

OF THE CONDITION AND AFFAIRS OF THE

Family Heritage Life Insurance Company of America

NAIC Group Code02900290NAIC Company Code77968Employer's ID Number34-1626521

(Current)(Prior)

Organized under the Laws ofOhio, State of Domicile or Port of EntryOH

Country of DomicileUnited States of America

Incorporated/Organized08/22/1989Commenced Business11/17/1989

Statutory Home Office6001 East Royalton Road, Suite 200Cleveland, OH, US 44147-3529

(Street and Number)(City or Town, State, Country and Zip Code)

Main Administrative Office6001 East Royalton Road, Suite 200Cleveland, OH, US 44147-3529440-922-5200

(Street and Number)(City or Town, State, Country and Zip Code)(Area Code) (Telephone Number)

Mail AddressP.O. Box 470608Cleveland, OH, US 44147-3529

(Street and Number or P.O. Box)(City or Town, State, Country and Zip Code)

Primary Location of Books and Records6001 East Royalton Road, Suite 200Cleveland, OH, US 44147-3529440-922-5200

(Street and Number)(City or Town, State, Country and Zip Code)(Area Code) (Telephone Number)

Internet Website Addresswww.FamilyHeritageLife.com

Statutory Statement ContactJohn Alan Wise440-922-5200

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OFFICERS

PresidentJames Eric "Bo" McPartland #SecretaryJoel Patrick Scarborough

TreasurerMichael Shane HenrieAppointed ActuaryBarbara Sue Emig

OTHER

David Kendall Carlson, Senior Vice PresidentDavid Robert Cochrane, Senior Vice PresidentTony Michael Martella, Senior Vice President

Seamus Fitzpatrick, Senior Vice PresidentJeffrey Scott Morris, Senior Vice PresidentWilliam Michael Pressley, Vice President

DIRECTORS OR TRUSTEES

James Eric "Bo" McPartland #Joel Patrick ScarboroughJeffrey Scott Morris

Ben Walter LutekMichael Shane HenrieMaria Rose Burnett

State ofTexasSS:

County ofCollin

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.

James Eric "Bo" McPartlandPresidentMichael Shane HenrieTreasurerJoel Patrick ScarboroughSecretary

Subscribed and sworn to before me thisa. Is this an original filing?Yes [X] No []

day ofb. 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, 148, 188, 242		1, 148, 188, 242	1, 067, 029, 634
2. Stocks:				
2.1 Preferred stocks			0	0
2.2 Common stocks			0	0
3. Mortgage loans on real estate:				
3.1 First liens	10, 517, 966		10, 517, 966	3, 466, 679
3.2 Other than first liens			0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ encumbrances)			0	0
4.2 Properties held for the production of income (less \$ encumbrances)			0	0
4.3 Properties held for sale (less \$ encumbrances)			0	0
5. Cash (\$ (9, 659, 809)), cash equivalents (\$ 9, 453, 539) and short-term investments (\$ 0)	(206, 270)		(206, 270)	8, 628, 284
6. Contract loans (including \$ premium notes)	80, 853		80, 853	64, 811
7. Derivatives			0	0
8. Other invested assets	22, 476, 405		22, 476, 405	22, 454, 500
9. Receivables for securities			0	0
10. Securities lending reinvested collateral assets			0	0
11. Aggregate write-ins for invested assets	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	1, 181, 057, 196	0	1, 181, 057, 196	1, 101, 643, 908
13. Title plants less \$ charged off (for Title insurers only)			0	0
14. Investment income due and accrued	10, 813, 794		10, 813, 794	9, 790, 457
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	10, 804, 736		10, 804, 736	8, 794, 906
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)	51, 721, 943		51, 721, 943	43, 144, 025
15.3 Accrued retrospective premiums (\$) and contracts subject to redetermination (\$)			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	5, 188, 903		5, 188, 903	4, 083, 388
16.2 Funds held by or deposited with reinsured companies			0	0
16.3 Other amounts receivable under reinsurance contracts	117, 684, 279		117, 684, 279	106, 539, 105
17. Amounts receivable relating to uninsured plans			0	0
18.1 Current federal and foreign income tax recoverable and interest thereon	849, 471		849, 471	1, 701, 848
18.2 Net deferred tax asset	40, 949, 000	27, 116, 000	13, 833, 000	13, 074, 000
19. Guaranty funds receivable or on deposit	1, 480, 993		1, 480, 993	1, 498, 621
20. Electronic data processing equipment and software	171, 090	117, 512	53, 578	87, 947
21. Furniture and equipment, including health care delivery assets (\$)	27, 515	27, 515	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates			0	0
23. Receivables from parent, subsidiaries and affiliates			0	0
24. Health care (\$) and other amounts receivable			0	0
25. Aggregate write-ins for other than invested assets	10, 795, 345	10, 795, 345	0	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	1, 431, 544, 265	38, 056, 372	1, 393, 487, 893	1, 290, 358, 205
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	0
28. Total (Lines 26 and 27)	1, 431, 544, 265	38, 056, 372	1, 393, 487, 893	1, 290, 358, 205
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198)(Line 11 above)	0	0	0	0
2501. Agent Balances	10, 188, 924	10, 188, 924	0	
2502. Prepaid Expenses	565, 924	565, 924	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 through 2503 plus 2598)(Line 25 above)	10, 795, 345	10, 795, 345	0	0

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Aggregate reserve for life contracts \$170,140,789 less \$ included in Line 6.3 (including \$162,786,424 Modco Reserve)	170,140,789	133,670,851
2. Aggregate reserve for accident and health contracts (including \$ Modco Reserve)	967,034,612	918,756,792
3. Liability for deposit-type contracts (including \$ Modco Reserve)		0
4. Contract claims:		
4.1 Life	6,713,903	5,625,388
4.2 Accident and health	23,103,455	22,626,947
5. Policyholders' dividends \$ and coupons \$ due and unpaid		0
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including \$ Modco)		0
6.2 Dividends not yet apportioned (including \$ Modco)		0
6.3 Coupons and similar benefits (including \$ Modco)		0
7. Amount provisionally held for deferred dividend policies not included in Line 6		0
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ discount; including \$ accident and health premiums	64,281	52,175
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts		0
9.2 Provision for experience rating refunds, including the liability of \$ accident and health experience rating refunds of which \$ is for medical loss ratio rebate per the Public Health Service Act		0
9.3 Other amounts payable on reinsurance, including \$560,518 assumed and \$59,483,408 ceded	60,043,926	53,204,023
9.4 Interest Maintenance Reserve	964,092	924,470
10. Commissions to agents due or accrued-life and annuity contracts \$25,100 , accident and health \$1,827,600 and deposit-type contract funds \$	1,852,700	1,594,600
11. Commissions and expense allowances payable on reinsurance assumed	44,509,505	41,437,019
12. General expenses due or accrued	3,666,219	2,862,947
13. Transfers to Separate Accounts due or accrued (net) (including \$ accrued for expense allowances recognized in reserves, net of reinsured allowances)		0
14. Taxes, licenses and fees due or accrued, excluding federal income taxes	771,255	1,298,885
15.1 Current federal and foreign income taxes, including \$ on realized capital gains (losses)	0	0
15.2 Net deferred tax liability		0
16. Unearned investment income	0	7,589
17. Amounts withheld or retained by company as agent or trustee	61	26
18. Amounts held for agents' account, including \$ agents' credit balances		0
19. Remittances and items not allocated	482,101	880,631
20. Net adjustment in assets and liabilities due to foreign exchange rates		0
21. Liability for benefits for employees and agents if not included above	439,414	426,718
22. Borrowed money \$ and interest thereon \$70,000	70,000	70,000
23. Dividends to stockholders declared and unpaid		0
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve	6,035,093	5,315,180
24.02 Reinsurance in unauthorized and certified (\$) companies		0
24.03 Funds held under reinsurance treaties with unauthorized and certified (\$) reinsurers		0
24.04 Payable to parent, subsidiaries and affiliates	6,927	0
24.05 Drafts outstanding		0
24.06 Liability for amounts held under uninsured plans		0
24.07 Funds held under coinsurance		0
24.08 Derivatives	0	0
24.09 Payable for securities		0
24.10 Payable for securities lending		0
24.11 Capital notes \$ and interest thereon \$		0
25. Aggregate write-ins for liabilities	1,484,491	1,281,043
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25)	1,287,382,824	1,190,035,284
27. From Separate Accounts Statement		0
28. Total liabilities (Lines 26 and 27)	1,287,382,824	1,190,035,284
29. Common capital stock	2,556,000	2,556,950
30. Preferred capital stock		0
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	32,647,000	32,646,050
34. Aggregate write-ins for special surplus funds	0	0
35. Unassigned funds (surplus)	40,902,069	35,119,921
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 29 \$)		0
36.2 shares preferred (value included in Line 30 \$)		0
37. Surplus (Total Lines 31+32+33+34+35-36) (including \$ in Separate Accounts Statement)	103,549,069	97,765,971
38. Totals of Lines 29, 30 and 37	106,105,069	100,322,921
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3)	1,393,487,893	1,290,358,205
DETAILS OF WRITE-INS		
2501. Unclaimed Property	1,484,491	1,281,043
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	1,484,491	1,281,043
3101.		
3102.		
3103.		
3198. Summary of remaining write-ins for Line 31 from overflow page	0	0
3199. Totals (Lines 3101 through 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 through 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	153,860,389	143,689,457	284,266,981
2. Considerations for supplementary contracts with life contingencies		0	0
3. Net investment income	24,770,240	21,242,732	45,306,592
4. Amortization of Interest Maintenance Reserve (IMR)	163,435	328,277	645,216
5. Separate Accounts net gain from operations excluding unrealized gains or losses		0	0
6. Commissions and expense allowances on reinsurance ceded	87,969,405	78,105,145	161,413,631
7. Reserve adjustments on reinsurance ceded	24,901,502	18,691,117	41,306,928
8. Miscellaneous Income:			
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts		0	0
8.2 Charges and fees for deposit-type contracts		0	0
8.3 Aggregate write-ins for miscellaneous income	0	3,000	3,029
9. Totals (Lines 1 to 8.3)	291,664,971	262,059,728	532,942,377
10. Death benefits	293,129	278,861	578,248
11. Matured endowments (excluding guaranteed annual pure endowments)		0	0
12. Annuity benefits		0	0
13. Disability benefits and benefits under accident and health contracts	39,167,694	34,566,847	70,490,406
14. Coupons, guaranteed annual pure endowments and similar benefits		0	0
15. Surrender benefits and withdrawals for life contracts	85,263	42,389	119,149
16. Group conversions		0	0
17. Interest and adjustments on contract or deposit-type contract funds	129	63	73
18. Payments on supplementary contracts with life contingencies		0	0
19. Increase in aggregate reserves for life and accident and health contracts	84,747,758	80,848,606	162,273,567
20. Totals (Lines 10 to 19)	124,293,973	115,736,766	233,461,443
21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only)	30,973,032	28,806,647	59,280,992
22. Commissions and expense allowances on reinsurance assumed	86,767,898	76,979,618	159,147,108
23. General insurance expenses	14,749,540	12,937,339	26,526,139
24. Insurance taxes, licenses and fees, excluding federal income taxes	3,109,013	2,978,955	6,069,100
25. Increase in loading on deferred and uncollected premiums	7,423,689	8,295,217	12,653,827
26. Net transfers to or (from) Separate Accounts net of reinsurance		0	0
27. Aggregate write-ins for deductions	0	0	0
28. Totals (Lines 20 to 27)	267,317,145	245,734,542	497,138,609
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	24,347,826	16,325,186	35,803,768
30. Dividends to policyholders		0	0
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	24,347,826	16,325,186	35,803,768
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	7,187,205	7,112,416	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)	17,160,621	9,212,770	22,725,571
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$(7,160) (excluding taxes of \$72,332 transferred to the IMR)	7,160	(277,421)	269,730
35. Net income (Line 33 plus Line 34)	17,167,781	8,935,349	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)	17,167,781	8,935,349	22,995,301
38. Change in net unrealized capital gains (losses) less capital gains tax of \$27,000	102,159	148,376	136,732
39. Change in net unrealized foreign exchange capital gain (loss)		0	0
40. Change in net deferred income tax	3,498,000	2,111,684	(26,302,316)
41. Change in nonadmitted assets	(6,774,265)	(1,148,444)	24,542,363
42. Change in liability for reinsurance in unauthorized and certified companies		0	0
43. Change in reserve on account of change in valuation basis, (increase) or decrease		0	0
44. Change in asset valuation reserve	(719,913)	(532,493)	(1,386,876)
45. Change in treasury stock		0	0
46. Surplus (contributed to) withdrawn from Separate Accounts during period		0	0
47. Other changes in surplus in Separate Accounts Statement		0	0
48. Change in surplus notes	0	0	0
49. Cumulative effect of changes in accounting principles		0	0
50. Capital changes:			
50.1 Paid in		0	0
50.2 Transferred from surplus (Stock Dividend)		0	0
50.3 Transferred to surplus	(950)	0	0
51. Surplus adjustment:			
51.1 Paid in	950	0	0
51.2 Transferred to capital (Stock Dividend)		0	0
51.3 Transferred from capital		0	0
51.4 Change in surplus as a result of reinsurance		0	0
52. Dividends to stockholders	(7,495,000)	(13,518,000)	(23,818,000)
53. Aggregate write-ins for gains and losses in surplus	3,386	3,228	(71,974)
54. Net change in capital and surplus for the year (Lines 37 through 53)	5,782,148	(4,000,300)	(3,904,770)
55. Capital and surplus, as of statement date (Lines 36 + 54)	106,105,069	100,227,391	100,322,921
DETAILS OF WRITE-INS			
08.301. Misc Income		3,000	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 through 08.303 plus 08.398) (Line 8.3 above)	0	3,000	3,029
2701.			
2702.			
2703.			
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0	0
2799. Totals (Lines 2701 through 2703 plus 2798)(Line 27 above)	0	0	0
5301. change in executive benefit plans	4,386	3,912	(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 through 5303 plus 5398)(Line 53 above)	3,386	3,228	(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	135,852,340	126,304,649	256,787,905
2. Net investment income	17,051,067	13,476,323	29,999,781
3. Miscellaneous income	84,860,613	74,770,802	156,149,012
4. Total (Lines 1 to 3)	237,764,020	214,551,774	442,936,698
5. Benefit and loss related payments	15,384,481	15,275,314	29,487,711
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions	131,953,324	120,321,763	247,197,312
8. Dividends paid to policyholders	0	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses)	6,400,000	8,040,000	13,620,000
10. Total (Lines 5 through 9)	153,737,805	143,637,077	290,305,023
11. Net cash from operations (Line 4 minus Line 10)	84,026,215	70,914,697	152,631,675
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	2,161,393	7,662,602	24,877,426
12.2 Stocks	0	0	0
12.3 Mortgage loans	0	0	0
12.4 Real estate	0	655,000	655,000
12.5 Other invested assets	0	0	9,680
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	0	0	0
12.7 Miscellaneous proceeds	0	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	2,161,393	8,317,602	25,542,106
13. Cost of investments acquired (long-term only):			
13.1 Bonds	76,292,090	77,045,687	149,259,048
13.2 Stocks	0	0	0
13.3 Mortgage loans	7,014,709	0	3,465,000
13.4 Real estate	0	0	0
13.5 Other invested assets	0	1,253,340	5,253,340
13.6 Miscellaneous applications	0	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6)	83,306,799	78,299,027	157,977,388
14. Net increase (or decrease) in contract loans and premium notes	16,042	9,829	21,800
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(81,161,448)	(69,991,254)	(132,457,082)
Cash from Financing and Miscellaneous Sources			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes	0	0	0
16.2 Capital and paid in surplus, less treasury stock	0	0	0
16.3 Borrowed funds	0	5,000,000	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities	0	0	0
16.5 Dividends to stockholders	7,495,000	13,518,000	23,818,000
16.6 Other cash provided (applied)	(4,204,321)	(1,636,936)	6,745,017
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)	(11,699,321)	(10,154,936)	(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 Lines 15 and 17) ..	(8,834,554)	(9,231,493)	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)	(206,270)	(3,704,819)	8,628,284

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

20.0001. Non-cash bond exchanges - acquisitions (line 13.1)	6,627,202	2,858,250	2,858,250
20.0002. Non-cash bond exchanges - disposals (line 12.1)	6,627,202	2,858,250	2,858,250

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		0	0
2. Ordinary life insurance	1,939,071	1,764,813	3,387,650
3. Ordinary individual annuities		0	0
4. Credit life (group and individual)		0	0
5. Group life insurance		0	0
6. Group annuities		0	0
7. A & H - group	6,534,465	5,639,861	11,863,124
8. A & H - credit (group and individual)		0	0
9. A & H - other	130,925,306	120,472,854	246,931,352
10. Aggregate of all other lines of business	0	0	0
11. Subtotal	139,398,842	127,877,528	262,182,126
12. Deposit-type contracts	0	0	0
13. Total	139,398,842	127,877,528	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. Totals (Lines 1001 through 1003 plus 1098)(Line 10 above)	0	0	0

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	XXX	XXX	XXX	\$ 17,167,781	\$ 22,995,301
Company state basis					
(Page 4, Line 35, Columns 1 & 3)					
(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	\$ 17,167,781	\$ 22,995,301
SURPLUS					
(5) Family Heritage Life Insurance Company of America	XXX	XXX	XXX	\$ 106,105,069	\$ 100,322,921
Company state basis					
(Page 3, Line 38, Columns 1 & 2)					
(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	\$ 106,105,069	\$ 100,322,921

B. Use of Estimates in the Preparation of the Financial Statement

No significant change

C. Accounting Policy

(1) Basis for Short-Term Investments

No significant change

(2) Basis for Bonds and Amortization Schedule

No significant change

(3) Basis for Common Stocks

Not applicable

(4) Basis for Preferred Stocks

Not applicable

(5) Basis for Mortgage Loans

No significant change

(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.

(7) Accounting Policies for Investments in Subsidiaries, Controlled and Affiliated Entities

Not applicable

(8) Accounting Policies for Investments in Joint Ventures, Partnerships and Limited Liability Entities

No significant change

(9) Accounting Policies for Derivatives

Not applicable

(10) Anticipated Investment Income Used in Premium Deficiency Calculation

Not applicable

(11) Management's Policies and Methodologies for Estimating Liabilities for Losses and Loss/Claim Adjustment Expenses for A&H Contracts

No significant change

(12) Changes in the Capitalization Policy and Predefined Thresholds from Prior Period

No significant change

(13) Methods Used to Estimate Pharmaceutical Rebate Receivables

Not applicable

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

Not applicable

Note 3 – Business Combinations and Goodwill

Not applicable

Note 4 – Discontinued Operations

Not applicable

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 6.047 and 6.324 percent, respectively.

(2) During the quarter, the maximum percentage of any one loan to the value of collateral at the time of the loan was 57.6 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:

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				Farm	Residential		Commercial		Mezzanine	Total
					Insured	All Other	Insured	All Other		
a.	Current Year									
	1.	Recorded Investment (All)								
		(a)	Current	\$	-	\$	-	\$	-	\$ 10,517,966
		(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	\$	-	\$	-	\$	-	\$ 10,517,966
b.	Prior Year									
	1.	Recorded Investment (All)								
		(a)	Current	\$	-	\$	-	\$	-	\$ 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

(5) No significant change

(6) No significant change

(7) No significant change

(8) No significant change

(9) No significant change

B. Debt Restructuring

Not applicable

C. Reverse Mortgages

Not applicable

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	\$	(111,151)
		2.	12 Months or Longer	\$	-
b.	The aggregate related fair value of securities with unrealized losses:	1.	Less than 12 Months	\$	8,521,741
		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 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.

E. Dollar Repurchase Agreements and/or Securities Lending Transactions

Not applicable

F. Repurchase Agreements Transactions Accounted for as Secured Borrowing

Not applicable

G. Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing

Not applicable

H. Repurchase Agreements Transactions Accounted for as a Sale

Not applicable

I. Reverse Repurchase Agreements Transactions Accounted for as a Sale

Not applicable

J. Real Estate

(1) Recognized Impairment Loss

No significant change

(2) Sold or Classified Real Estate Investments as Held for Sale

No significant change

(3) Changes to a Plan of Sale for an Investment in Real Estate

None

(4) Retail Land Sales Operations

None

(5) Real Estate Investments with Participating Mortgage Loan Features

None

K. Low-Income Housing Tax Credits

(1) Number of Remaining Years of Unexpired Tax Credits and Holding Period for LIHTC Investments

No change

(2) Amount of LIHTC and Other Tax Benefits Recognized

No significant change

(3) Balance of Investment Recognized

No significant change

(4) Regulatory Reviews

No significant change

(5) LIHTC Investments which Exceed 10% of Total Admitted Assets

None

(6) Recognized Impairment

None

(7) Amount and Nature of Write-Downs or Reclassifications

None

L. Restricted Assets

(1) Restricted Assets (Including Pledged)

No significant change

(2) Detail of Assets Pledged as Collateral Not Captured in Other Categories (Contacts that Share Similar Characteristics, Such as Reinsurance and Derivatives, are Reported in the Aggregate)

None

(3) Detail of Other Restricted Assets (Contacts that Share Similar Characteristics, such as Reinsurance and Derivatives, are Reported in the Aggregate)

None

(4) Collateral Received and Reflected as Assets Within the Reporting Entity's Financial Statements

None

M. Working Capital Finance Investments

Not applicable

N. Offsetting and Netting of Assets and Liabilities

Not applicable

O. Structured Notes

Not applicable

P. 5* Securities

Not applicable

Q. Short Sales

Not applicable

R. Repayment Penalty and Acceleration Fees

	General Account	Separate Account
(1) Number of CUSIPs	2	
(2) Aggregate Amount of Investment Income	\$ 35,200	

Note 6 – Joint Ventures, Partnerships and Limited Liability Companies

A. No change

B. No change

Note 7 – Investment Income

No change

Note 8 – Derivative Instruments

Not applicable

Note 9 – Income Taxes

A. Deferred Tax Assets/(Liabilities)

1. Components of Net Deferred Tax Asset/(Liability)

	2018			2017			Change		
	1	2	3	4	5	6	7	8	9
	Ordinary	Capital	(Col 1+2) Total	Ordinary	Capital	(Col 4+5) Total	(Col 1-4) Ordinary	(Col 2-5) Capital	(Col 7+8) Total
a. Gross deferred tax assets	\$ 51,737,000	\$ 9,487,000	\$ 61,224,000	\$ 46,581,000	\$ 9,897,000	\$ 56,478,000	\$ 5,156,000	\$ (410,000)	\$ 4,746,000
b. Statutory valuation allowance adjustment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
c. Adjusted gross deferred tax assets									
(1a-1b)	\$ 51,737,000	\$ 9,487,000	\$ 61,224,000	\$ 46,581,000	\$ 9,897,000	\$ 56,478,000	\$ 5,156,000	\$ (410,000)	\$ 4,746,000
d. Deferred tax assets nonadmitted	\$ 19,704,000	\$ 7,412,000	\$ 27,116,000	\$ 17,793,000	\$ 6,612,000	\$ 24,405,000	\$ 1,911,000	\$ 800,000	\$ 2,711,000
e. Subtotal net admitted deferred tax asset									
(1c-1d)	\$ 32,033,000	\$ 2,075,000	\$ 34,108,000	\$ 28,788,000	\$ 3,285,000	\$ 32,073,000	\$ 3,245,000	\$ (1,210,000)	\$ 2,035,000
f. Deferred tax liabilities	\$ 20,249,000	\$ 26,000	\$ 20,275,000	\$ 18,978,000	\$ 21,000	\$ 18,999,000	\$ 1,271,000	\$ 5,000	\$ 1,276,000
g. Net admitted deferred tax asset/(net deferred tax liability) (1e-1f)	\$ 11,784,000	\$ 2,049,000	\$ 13,833,000	\$ 9,810,000	\$ 3,264,000	\$ 13,074,000	\$ 1,974,000	\$ (1,215,000)	\$ 759,000

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 that not all of its gross deferred tax assets will be released.

2. Admission Calculation Components SSAP No. 101

STATEMENT AS OF JUNE 30, 2018 OF THE Family Heritage Life Insurance Company of America

		2018			2017			Change		
		1	2	3	4	5	6	7	8	9
				(Col 1+2)			(Col 4+5)	(Col 1-4)	(Col 2-5)	(Col 7+8)
		Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	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	\$ 11,784,000	\$ 2,049,000	\$ 13,833,000	\$ 9,810,000	\$ 3,264,000	\$ 13,074,000	\$ 1,974,000	\$ (1,215,000)	\$ 759,000
	Adjusted gross deferred tax assets epected to be realized following the balance sheet date	\$ 11,784,000	\$ 3,272,000	\$ 15,056,000	\$ 9,810,000	\$ 3,398,000	\$ 13,208,000	\$ 1,974,000	\$ (126,000)	\$ 1,848,000
	Adjusted gross deferred tax assets allowed per limitation threshold	XXX	XXX	\$ 13,833,000	XXX	XXX	\$ 13,074,000	XXX	XXX	\$ 759,000
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	\$ 20,249,000	\$ 26,000	\$ 20,275,000	\$ 18,978,000	\$ 21,000	\$ 18,999,000	\$ 1,271,000	\$ 5,000	\$ 1,276,000
d.	Deferred tax assets admitted as the result of application of SSAP 101.									
	Total (2a)+2(b)+2(c)	\$ 32,033,000	\$ 2,075,000	\$ 34,108,000	\$ 28,788,000	\$ 3,285,000	\$ 32,073,000	\$ 3,245,000	\$ (1,210,000)	\$ 2,035,000

3. Other Admissibility Criteria

		2018	2017
a.	Ratio percentage used to determine recovery period and threshold limitation amount	1292.0%	1210.0%
b.	Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above	\$ 98,868,539	\$ 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

		06/30/2018		12/31/2017		Change	
		1	2	3	4	5	6
						(Col 1-3)	(Col 2-4)
		Ordinary	Capital	Ordinary	Capital	Ordinary	Capital
1.	Adjusted gross DTAs amount from Note 9A1(c)	\$ 51,737,000	\$ 9,487,000	\$ 46,581,000	\$ 9,897,000	\$ 5,156,000	\$ (410,000)
2.	Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	0.0%	2.0%	0.0%	2.0%	0.0%	0.0%
3.	Net admitted adjusted gross DTAs amount from Note 9A1(e)	\$ 32,033,000	\$ 2,075,000	\$ 28,788,000	\$ 3,285,000	\$ 3,245,000	\$ (1,210,000)
4.	Percentage of net admitted Adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies	7.0%	58.0%	5.0%	36.0%	2.0%	22.0%

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

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

STATEMENT AS OF JUNE 30, 2018 OF THE Family Heritage Life Insurance Company of America

	06/30/2018			12/31/2017			Change		
	1	2	3	4	5	6	7	8	9
	Ordinary	Capital	(Col 1+2)	Ordinary	Capital	(Col 4+5)	(Col 1-4)	(Col 2-5)	(Col 7+8)
			Total			Total	Ordinary	Capital	Total
Net deferred tax asset (liability)	\$ 31,488,000	\$ 9,461,000	\$ 40,949,000	\$ 27,603,000	\$ 9,876,000	\$ 37,479,000	\$ 3,885,000	\$ (415,000)	\$ 3,470,000
- Tax-effect of unrealized gains and losses	\$ -	\$ (26,000)	\$ (26,000)	\$ -	\$ 1,000	\$ 1,000	\$ -	\$ (27,000)	\$ (27,000)
- Tax-effect of other surplus gains and losses	\$ 82,429	\$ -	\$ 82,429	\$ 83,429	\$ -	\$ 83,429	\$ (1,000)	\$ -	\$ (1,000)
- Prior period adjustment unrealized gains and losses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net tax effect without unrealized gains and losses and prior period adjustments	\$ 31,405,571	\$ 9,487,000	\$ 40,892,571	\$ 27,519,571	\$ 9,875,000	\$ 37,394,571	\$ 3,886,000	\$ (388,000)	\$ 3,498,000

C. Current and Deferred Income Taxes

1. Current Income Tax

			1	2	3
					(Col 1-2)
			2018	2017	Change
a. Federal			\$ 7,187,205	\$ 13,078,197	\$ (5,890,992)
b. Foreign			\$ -	\$ -	\$ -
c. Subtotal			\$ 7,187,205	\$ 13,078,197	\$ (5,890,992)
d. Federal income tax on net capital gains			\$ 65,172	\$ (135,590)	\$ 200,762
e. Utilization of capital loss carry-forwards			\$ -	\$ -	\$ -
f. Other			\$ -	\$ -	\$ -
g. Federal and foreign income taxes incurred			\$ 7,252,377	\$ 12,942,607	\$ (5,690,230)

2. Deferred Tax Assets

			1	2	3
					(Col 1-2)
			2018	2017	Change
a. Ordinary					
1. Discounting of unpaid losses			\$ -	\$ -	\$ -
2. Unearned premium reserve			\$ -	\$ -	\$ -
3. Policyholder reserves			\$ 27,628,000	\$ 24,642,000	\$ 2,986,000
4. Investments			\$ -	\$ -	\$ -
5. Deferred acquisition costs			\$ 17,990,000	\$ 16,479,000	\$ 1,511,000
6. Policyholder dividends accrual			\$ -	\$ -	\$ -
7. Fixed assets			\$ -	\$ -	\$ -
8. Compensation and benefits accrual			\$ 92,000	\$ 90,000	\$ 2,000
9. Pension accrual			\$ -	\$ -	\$ -
10. Receivables - nonadmitted			\$ -	\$ -	\$ -
11. Net operation loss carry-forward			\$ -	\$ -	\$ -
12. Tax credit carry-forward			\$ -	\$ -	\$ -
13. Other (items <5% of total ordinary tax assets)			\$ 63,000	\$ 51,000	\$ 12,000
Other (items >=5% of total ordinary tax assets)					
14. Agents balances			\$ 2,140,000	\$ 1,327,000	\$ 813,000
15. Prepaids			\$ 119,000	\$ 89,000	\$ 30,000
16. Intangibles			\$ 3,705,000	\$ 3,903,000	\$ (198,000)
99. Subtotal			\$ 51,737,000	\$ 46,581,000	\$ 5,156,000
b. Statutory valuation allowance adjustment			\$ -	\$ -	\$ -
c. Nonadmitted			\$ 19,704,000	\$ 17,793,000	\$ 1,911,000
d. Admitted ordinary deferred tax assets (2a99-2b-2c)			\$ 32,033,000	\$ 28,788,000	\$ 3,245,000
e. Capital:					
1. Investments			\$ 9,122,000	\$ 9,533,000	\$ (411,000)
2. Net capital loss carry-forward			\$ -	\$ -	\$ -
3. Real estate			\$ -	\$ -	\$ -
4. Other (items <5% of total ordinary tax assets)			\$ 365,000	\$ 364,000	\$ 1,000
Other (items >=5% of total capital tax assets)					
			\$ -	\$ -	\$ -
99. Subtotal			\$ 9,487,000	\$ 9,897,000	\$ (410,000)
f. Statutory valuation allowance adjustment			\$ -	\$ -	\$ -
g. Nonadmitted			\$ 7,412,000	\$ 6,612,000	\$ 800,000
h. Admitted capital deferred tax assets (2e99-2f-2g)			\$ 2,075,000	\$ 3,285,000	\$ (1,210,000)
i. Admitted deferred tax assets (2d+dh)			\$ 34,108,000	\$ 32,073,000	\$ 2,035,000

3. Deferred Tax Liabilities

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		1	2	3
				(Col 1-2)
		2018	2017	Change
a.	Ordinary			
	1. Investments	\$ -	\$ -	\$ -
	2. Fixed assets	\$ 23,000	\$ 22,000	\$ 1,000
	3. Deferred and uncollected premium	\$ 11,396,000	\$ 9,546,000	\$ 1,850,000
	4. Policyholder reserves	\$ 8,707,000	\$ 9,287,000	\$ (580,000)
	5. Other (items <5% of total ordinary tax liabilities)	\$ 123,000	\$ 123,000	\$ -
	Other (items >=5% of total ordinary tax assets)			
		\$ -	\$ -	\$ -
	99. Subtotal	\$ 20,249,000	\$ 18,978,000	\$ 1,271,000
b.	Capital:			
	1. Investments	\$ -	\$ -	\$ -
	2. Real estate	\$ -	\$ -	\$ -
	3. Other (items <5% of total ordinary tax assets)	\$ 26,000	\$ 21,000	\$ 5,000
	Other (items >=5% of total capital tax assets)			
		\$ -	\$ -	\$ -
	99. Subtotal	\$ 26,000	\$ 21,000	\$ 5,000
c.	Deferred tax liabilities (3a99+3b99)	\$ 20,275,000	\$ 18,999,000	\$ 1,276,000
4.	Net Deferred Tax Assets (2i-3c)	\$ 13,833,000	\$ 13,074,000	\$ 759,000

On December 22, 2017, the Tax Cuts and Jobs Act (Tax Legislation) was signed into law which significantly revises the 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 June 30, 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 completed when the 2017 U.S. corporate income tax return is filed in 2018.			
	Deferred Taxes	Deferred Taxes	Tax Rate
At December 31, 2017	at 35%	at 21%	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:

	06/30/2018	12/31/2017	Change
(1) Current income taxes incurred	\$ 7,252,377	\$ 12,942,607	\$ (5,690,230)
(2) Change in deferred income tax (without tax on unrealized gains and losses or foreign exchange gains and losses)	\$ (3,498,000)	\$ 26,302,316	\$ (29,800,316)
(3) Total income tax reported	\$ 3,754,377	\$ 39,244,923	\$ (35,490,546)
(4) Net gain from operations before federal income tax and realized gains	\$ 24,347,826	\$ 35,803,768	\$ (11,455,942)
(5) Realized capital gains (losses) before federal income tax, after transfer to IMR	\$ 72,333	\$ 134,141	\$ (61,808)
(6) Income before taxes	\$ 24,420,159	\$ 35,937,909	\$ (11,517,750)
	21%	35%	---
	\$ 5,128,233	\$ 12,578,268	\$ (7,450,035)
(7) Increase (decrease) in actual tax reported resulting from:			
a. Tax adjustment for IMR	\$ 8,000	\$ (414,000)	\$ 422,000
b. Deferred tax benefit on nonadmitted assets	\$ (853,000)	\$ 2,175,000	\$ (3,028,000)
c. Change in deferred taxes due to tax reform	\$ -	\$ 24,931,000	\$ (24,931,000)
d. Prior year adjustments	\$ -	\$ 1,000	\$ (1,000)
e. Nondeductible expenses	\$ 27,000	\$ 46,000	\$ (19,000)
f. Tax exempt interest	\$ (49,000)	\$ -	\$ (49,000)
g. Tax assets transferred/crearted as a result of the sale	\$ -	\$ -	\$ -
h. Tax credits	\$ -	\$ (9,000)	\$ 9,000
i. Other - miscellanoues	\$ (506,856)	\$ (63,345)	\$ (443,511)
(8) Total income tax reported	\$ 3,754,377	\$ 39,244,923	\$ (35,490,546)

E. Operating Loss Carryforwards and Income Taxes Available for Recoupment

- 1. As of 6/30/2018, the Company has no net operating loss or tax credit carryforwards
- 2. 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	\$ -

- 3. 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, Globe Life Insurance Company, TMK Buildings Corporation, Brown Service Funeral Homes Company, Inc., Torchmark Insurance Agency, Inc., Specialized Advertising Group, Inc., Globe Marketing Services, Inc., AILIC 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

- A. No significant change
- B. During 2018, \$12,695,000 in dividends were declared and paid to the Company’s parent, Globe Life and Accident Insurance Company, as detailed in Note 13 below.

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.

The Company borrowed \$5,000,000 from an affiliate, Torchmark Corporation, on April 16, 2018 at an interest rate of 4.75%. The borrowing was repaid in full on May 1, 2018. Total interest paid was \$9,896.

The Company borrowed \$2,000,000 from an affiliate, United American Insurance Company, on July 12, 2018 at an interest rate of 5.00%. The borrowing was repaid in full on July 30, 2018. Total interest paid was \$5,000.

The Company borrowed \$5,000,000 from an affiliate, Liberty National Life Insurance Company, on July 18, 2018 at an interest rate of 5.00%. The borrowing was repaid in full on July 30, 2018. Total interest paid was \$8,333.

- C. No significant change
- D. Based on intercompany reinsurance agreements, the Company reported the following amounts due from affiliates as of June 30, 2018:

American Income Life Insurance Company	\$ 9,082,174
Liberty National Life Insurance Company	\$ 4,190,982

- E. No significant change
- F. No significant change
- G. No significant change
- H. Not applicable
- I. Not applicable
- J. Not applicable
- K. Not applicable
- L. Not applicable
- M. Not applicable
- N. Not applicable

Note 11 – Debt

Not applicable

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

- A. Defined Benefit Plan
 - Not applicable
- B. Investment Policies and Strategies
 - Not applicable
- C. Fair Value of Plan Assets
 - Not applicable
- D. Basis Used to Determine Expected Long-Term Rate-of-Return
 - Not applicable
- E. Defined Contribution Plans
 - No significant change
- F. Multiemployer Plans
 - Not applicable

G. Consolidated/Holding Company Plans

The Company participates in a Supplemental Executive Retirement Plan (SERP) sponsored through its ultimate parent, Torchmark Corporation, 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 plan, except that eligible compensation is capped at \$1 million.

H. Postemployment Benefits and Compensated Absences

No significant change

I. Impact of Medicare Modernization Act on Postretirement Benefits (INT 04-17)

Not applicable

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

- 1. No material change
- 2. Not applicable
- 3.,4.,5. Dividends on company stock are paid as declared by its Board of Directors and are subject to regulations of the State of Ohio. For 2018, the following dividends were declared and paid:

	Declared	Paid
\$4,000,000 ordinary dividend	03/19/2018	04/02/2018
\$3,495,000 ordinary dividend	04/12/2018	04/23/2018
\$5,200,000 ordinary dividend	07/02/2018	07/13/2018

- 6. Not applicable
- 7. Not applicable
- 8. Not applicable
- 9. Not applicable
- 10. No significant change
- 11. No significant change
- 12. Not applicable
- 13. Not applicable

Note 14 – Liabilities, Contingencies and Assessments

A. Contingent Commissions

Not applicable

B. Assessments

No significant change

C. Gain Contingencies

None

D. Claims Related Extra Contractual Obligation and Bad Faith Losses Stemming from Lawsuits

Not applicable

E. Joint and Several Liabilities

None

F. All Other Contingencies

No significant change

Note 15 – Leases

A. Lessee Operating Lease

No significant change

B. Lessor Leases

Not applicable

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

No significant change

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

Not applicable

Note 18 – Gain or Loss to the Reporting Entity from Uninsured Plans and the Portion of Partially Insured Plans

No significant change

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

No significant change

Note 20 – Fair Value Measurements

A. Fair Value Measurements

Fair values for securities are based on quoted market prices when available and otherwise are based on quoted market prices of comparable instruments in active markets, quotes in inactive markets or other observable criteria.

- (1) The Company previously reported a municipal bond, with a book value of approximately \$15 thousand, at fair value. At the end of the quarter, the fair value of the Company's holding of this bond was higher than the amortized cost of the holding, leaving the Company with no securities measured and reported at fair value on the statement of financial position at the end of the quarter. The Company did not have any transfers between Level 1 and 2 for assets measured and reported at fair value. 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% of 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 show the fair values of all financial instruments by level within the fair value hierarchy.

	Aggregate						Net Asset Value
Type of Financial Instrument	Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Not Practicable	(NAV) Included
Bonds	\$ 1,175,160,171	\$ 1,148,188,242	\$ -	\$ 1,120,468,723	\$ 54,691,448	\$ -	\$ -
Mortgage Loans***	\$ 10,517,966	\$ 10,517,966	\$ -	\$ -	\$ 10,517,966	\$ -	\$ -
Other Invested Assets - Surplus Notes	\$ 22,050,930	\$ 22,114,474	\$ -	\$ 22,050,930	\$ -	\$ -	\$ -
Contract Loans	\$ 80,853	\$ 80,853	\$ -	\$ -	\$ -	\$ 80,853	\$ -
Cash and Cash Equivalents	\$ (525,799)	\$ (525,799)	\$ (525,799)	\$ -	\$ -	\$ -	\$ -
Exempt Money Market Mutual Funds							
Identified by SVO	\$ 319,529	\$ 319,529	\$ -	\$ 319,529	\$ -	\$ -	\$ 319,529
*** The Company invests in mortgage loans with 1 month floating rates. For this reason, the fair value approximates book value							

D. Not practicable to Estimate Fair Value

Type of Class or Financial Instrument	Carrying Value	Effective Interest Rate	Maturity Date	Explanation
Contract Loans	\$ 80,853	Various	Various	Quoted market price not available

Note 21 – Other Items

A. Unusual or Infrequent Items

Not applicable

B. Troubled Debt Restructuring Debtors

Not applicable

C. Other Disclosures

Not applicable

D. Business Interruption Insurance Recoveries

Not applicable

E. State Transferable and Non-Transferable Tax Credits

Not applicable

F. Subprime Mortgage Related Risk Exposure

Not applicable

G. Retained Assets

Not applicable

H. Insurance-Linked Securities (ILS) Contracts

Not applicable

Note 22 – Events Subsequent

A. No change

B. Not applicable

C. Not applicable

D. Not applicable

E. No significant change

F. No significant change

G. No significant change

H. No change

Note 23 – Reinsurance

A. Ceded Reinsurance Report

Section 1 – General Interrogatories

(1) No change

(2) No change

Section 2 – Ceded Reinsurance Report – Part A

(1) No change

(2) No change

Section 3 – Ceded Reinsurance Report – Part B

(1) No change

(2) No change

B. Uncollectible Reinsurance

None

C. Commutation of Ceded Reinsurance

None

D. Certified Reinsurer Rating Downgraded or Status Subject to Revocation

None

E. Reinsurance of variable annuity contracts/certificates with an affiliated captive reinsurer

Not applicable

F. Reinsurance Agreement with Affiliated Captive Reinsurer

Not applicable

G. Ceding Entities That Utilize Captive Reinsurers to Assume Reserves Subject to the XXX/AXXX Captive Framework

Not applicable

Note 24 – Retrospectively Rated Contracts and Contracts Subject to Redetermination

A. Method Used by the Reporting Entity to Estimate Accrued Retrospective Premium Adjustments

Not applicable

B. Disclosure Whether Accrued Retrospective Premiums are Recorded Through Written Premium or as an Adjustment to Earned Premium

Not applicable

C. Disclosure the Amount of Net Premiums Written Subject to Retrospective Rating Features

Not applicable

D. Medical Loss Ratio Rebates Required Pursuant to the Public Health Service Act

Not applicable

E. Risk Sharing Provision of the Affordable Care Act

(1) No change

(2) No change

(3) No significant change

Note 25 – Changes 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 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

Not applicable

Note 27 – Structured Settlements

Not applicable

Note 28 – Health Care Receivables

Not applicable

Note 29 – Participating Policies

Not applicable

Note 30 – Premium Deficiency Reserves

No change

Note 31 – Reserves for Life Contracts and Deposit-Type Contracts

(1) Reserve Practices

No change

(2) Valuation of Substandard Policies

No change

(3) Amount of Insurance Where Gross Premiums are Less than the Net Premiums

No change

(4) Method Used to Determine Tabular Interest, Reserves Released and Cost

No change

(5) Method of Determination of Tabular Interest on Funds not Involving Life Contingencies

None

(6) Details for Other Change

None

Note 32 – Analysis of Annuity Actuarial Reserves and Deposit Liabilities by Withdrawal Characteristics

Not applicable

Note 33 – Premium and Annuity Considerations Deferred and Uncollected

A. Deferred and uncollected life insurance premiums and annuity considerations as of June 30, 2018 were:

		Gross	Net of Loading
(1)	Industrial	\$ -	\$ -
(2)	Ordinary new business	41,017,808	6,084,513
(3)	Ordinary renewal	86,122,514	48,180,466
(4)	Credit life	-	-
(5)	Group life	-	-
(6)	Group annuity	-	-
(7)	Totals	\$ 127,140,322	\$ 54,264,979

Note 34 – Separate Accounts

Not applicable

Note 35 – Loss/Claim Adjustment Expenses

No significant change

STATEMENT AS OF JUNE 30, 2018 OF THE Family Heritage Life Insurance Company of America

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?
If yes, complete Schedule Y, Parts 1 and 1A.

Yes [X] No []
- 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 the name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1	2	3
Name of Entity	NAIC Company Code	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 by 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 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	2	3	4	5	6
Affiliate Name	Location (City, State)	FRB	OCC	FDIC	SEC

STATEMENT AS OF JUNE 30, 2018 OF THE Family Heritage Life Insurance Company of America

GENERAL INTERROGATORIES

- 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? (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.

Yes ☒ No ☐
- 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 ☒
- 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 ☒
- 9.31

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

FINANCIAL

- 10.1

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

Yes ☐ No ☒
- 10.2

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

\$

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 ☒
- 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:

\$
13.

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

\$
- 14.1

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

Yes ☐ No ☒
- 14.2

If yes, please complete the following:
- | | 1 | 2 |
|---|---|--|
| | Prior Year-End Book/Adjusted Carrying Value | Current Quarter Book/Adjusted Carrying Value |
| 14.21 Bonds | \$0 | \$0 |
| 14.22 Preferred Stock | \$0 | \$0 |
| 14.23 Common Stock | \$0 | \$0 |
| 14.24 Short-Term Investments | \$0 | \$0 |
| 14.25 Mortgage Loans on Real Estate | \$0 | \$0 |
| 14.26 All Other | \$0 | \$0 |
| 14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26) | \$0 | \$0 |
| 14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above | \$0 | \$0 |
- 15.1

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

Yes ☐ No ☒
- 15.2

If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? If no, attach a description with this statement.

Yes ☐ No ☐

STATEMENT AS OF JUNE 30, 2018 OF THE Family Heritage Life Insurance Company of America

GENERAL INTERROGATORIES

16. For the reporting entity's security lending program, state the amount of the following as of the 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 ☒ 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 ☒

- 17.4 If yes, give full 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 ☒

- 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 ☒

- 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, LLC		U.S. Securities & Exchange Commission	NO

- 18.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Investment Analysis Office been followed? Yes ☒ 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 ☒

STATEMENT AS OF JUNE 30, 2018 OF THE Family Heritage Life Insurance Company of America

GENERAL INTERROGATORIES

PART 2 - LIFE & HEALTH

1.

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

1

Amount

1.1

Long-Term Mortgages In Good Standing

1.11

Farm Mortgages

\$

1.12

Residential Mortgages

\$

1.13

Commercial Mortgages

\$

10,517,966

1.14

Total Mortgages in Good Standing

\$

10,517,966

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)

\$

10,517,966

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

63.570 %

2.2

A&H cost containment percent

%

2.3

A&H expense percent excluding cost containment expenses

35.690 %

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 of the reporting entity?

Yes [] No []

STATEMENT AS OF JUNE 30, 2018 OF THE Family Heritage Life Insurance Company of America

SCHEDULE S - CEDED REINSURANCE

Showing All New Reinsurance Treaties - Current Year to Date

1	2	3	4	5	6	7	8	9
NAIC Company Code	ID Number	Effective Date	Name of Reinsurer	Domiciliary Jurisdiction	Type of Reinsurance Ceded	Type of Reinsurer	Certified Reinsurer Rating (1 through 6)	Effective Date of Certified Reinsurer Rating
			NONE					

STATEMENT AS OF JUNE 30, 2018 OF THE Family Heritage Life Insurance Company of America

SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS

Current Year To Date - Allocated by States and Territories

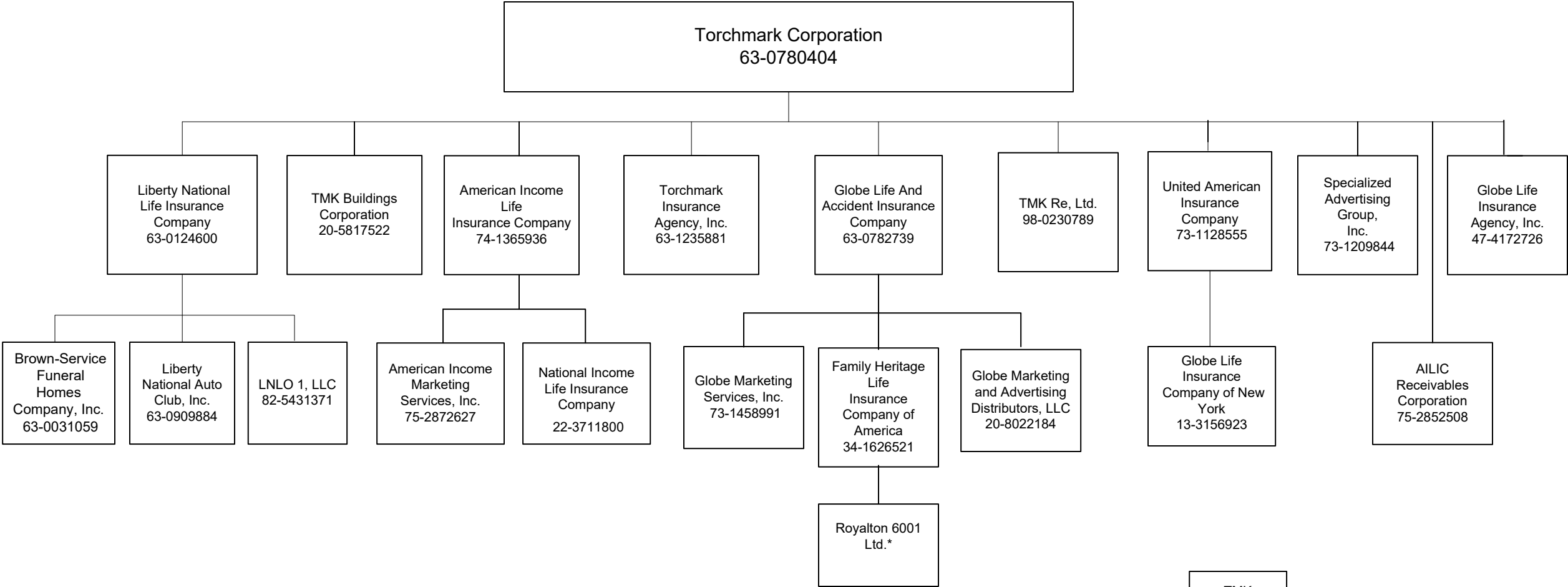
States, Etc.			1	Direct Business Only					
				Life Contracts		4	5	6	7
				2	3				
			Active Status (a)	Life Insurance Premiums	Annuity Considerations	Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	Other Considerations	Total Columns 2 Through 5	Deposit-Type Contracts
1.	Alabama	AL	L	19,788		1,494,384		1,514,172	
2.	Alaska	AK	L	0		19,894		19,894	
3.	Arizona	AZ	L	46,766		2,586,598		2,633,364	
4.	Arkansas	AR	L	92,808		4,214,090		4,306,898	
5.	California	CA	L	31,543		3,102,290		3,133,833	
6.	Colorado	CO	L	27,478		4,022,811		4,050,289	
7.	Connecticut	CT	L	42		10,609		10,651	
8.	Delaware	DE	L	922		279,277		280,199	
9.	District of Columbia	DC	L	0		5,598		5,598	
10.	Florida	FL	L	38,271		2,638,977		2,677,248	
11.	Georgia	GA	L	58,914		5,261,655		5,320,569	
12.	Hawaii	HI	L	221		39,928		40,149	
13.	Idaho	ID	L	1,410		592,934		594,344	
14.	Illinois	IL	L	42,771		6,204,550		6,247,321	
15.	Indiana	IN	L	8,174		4,486,849		4,495,023	
16.	Iowa	IA	L	16,353		3,131,810		3,148,163	
17.	Kansas	KS	L	24,968		4,489,576		4,514,544	
18.	Kentucky	KY	L	59,394		3,890,574		3,949,968	
19.	Louisiana	LA	L	10,121		2,720,071		2,730,192	
20.	Maine	ME	L	558		222,125		222,683	
21.	Maryland	MD	L	946		603,615		604,561	
22.	Massachusetts	MA	L	625		10,000		10,625	
23.	Michigan	MI	L	1,262		941,615		942,877	
24.	Minnesota	MN	L	16,792		6,540,057		6,556,849	
25.	Mississippi	MS	L	8,603		558,951		567,554	
26.	Missouri	MO	L	28,265		3,988,791		4,017,056	
27.	Montana	MT	L	7,825		1,197,184		1,205,009	
28.	Nebraska	NE	L	7,240		4,462,002		4,469,242	
29.	Nevada	NV	L	5,204		537,856		543,060	
30.	New Hampshire	NH	L	5,578		329,382		334,960	
31.	New Jersey	NJ	L	1,637		22,794		24,431	
32.	New Mexico	NM	L	8,210		865,166		873,376	
33.	New York	NY	N	0		0		0	
34.	North Carolina	NC	L	66,679		4,692,258		4,758,937	
35.	North Dakota	ND	L	2,548		744,298		746,846	
36.	Ohio	OH	L	41,737		10,582,967		10,624,704	
37.	Oklahoma	OK	L	30,489		1,995,275		2,025,764	
38.	Oregon	OR	L	5,630		720,670		726,300	
39.	Pennsylvania	PA	L	10,379		1,470,990		1,481,369	
40.	Rhode Island	RI	L	0		32,710		32,710	
41.	South Carolina	SC	L	29,065		1,409,383		1,438,448	
42.	South Dakota	SD	L	8,204		2,803,150		2,811,354	
43.	Tennessee	TN	L	73,788		2,891,114		2,964,902	
44.	Texas	TX	L	763,337		27,759,451		28,522,788	
45.	Utah	UT	L	428		2,045,925		2,046,353	
46.	Vermont	VT	L	1,967		18,623		20,590	
47.	Virginia	VA	L	58,941		2,572,021		2,630,962	
48.	Washington	WA	L	54,689		1,861,332		1,916,021	
49.	West Virginia	WV	L	30,239		1,582,279		1,612,518	
50.	Wisconsin	WI	L	2,906		1,694,396		1,697,302	
51.	Wyoming	WY	L	5,682		1,311,024		1,316,706	
52.	American Samoa	AS	N	0		0		0	
53.	Guam	GU	N	0		0		0	
54.	Puerto Rico	PR	L	0		3,224		3,224	
55.	U.S. Virgin Islands	VI	N	0		0		0	
56.	Northern Mariana Islands	MP	N	0		0		0	
57.	Canada	CAN	N	0		0		0	
58.	Aggregate Other Aliens	OT	XXX	0	0	0	0	0	0
59.	Subtotal	XXX		1,759,397	0	135,663,103	0	137,422,500	0
90.	Reporting entity contributions for employee benefits 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 or other amounts not allocable by State.....	XXX		0	0	0	0	0	0
95.	Totals (Direct Business).....	XXX		1,759,397	0	135,663,103	0	137,422,500	0
96.	Plus Reinsurance Assumed.....	XXX		114,961,639		0		114,961,639	
97.	Totals (All Business).....	XXX		116,721,036	0	135,663,103	0	252,384,139	0
98.	Less Reinsurance Ceded.....	XXX		115,003,306		1,519,255		116,522,561	
99.	Totals (All Business) less Reinsurance Ceded.....	XXX		1,717,730	0	134,143,848	0	135,861,578	0
DETAILS OF WRITE-INS									
58001.	.....	XXX							
58002.	.....	XXX							
58003.	.....	XXX							
58998.	Summary of remaining write-ins for Line 58 from overflow page.....	XXX		0	0	0	0	0	0
58999.	Totals (Lines 58001 through 58003 plus 58998)(Line 58 above).....	XXX		0	0	0	0	0	0
9401.	.....	XXX							
9402.	.....	XXX							
9403.	.....	XXX							
9498.	Summary of remaining write-ins for Line 94 from overflow page.....	XXX		0	0	0	0	0	0
9499.	Totals (Lines 9401 through 9403 plus 9498)(Line 94 above).....	XXX		0	0	0	0	0	0

(a) Active Status Counts:

L - Licensed or Chartered - Licensed Insurance carrier or domiciled RRG.....	51	R - Registered - Non-domiciled RRGs.....	0
E - Eligible - Reporting entities eligible or approved to write surplus lines in the state.....	0	Q - Qualified - Qualified or accredited reinsurer.....	0
N - None of the above - Not allowed to write business in the state.....	6		

STATEMENT AS OF JUNE 30, 2018 OF THE Family Heritage Life Insurance Company of America

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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

*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.

STATEMENT AS OF JUNE 30, 2018 OF THE Family Heritage Life Insurance Company of America

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	Domi-ciliary Location	Relation-ship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Owner-ship Provide Percen-tage	Ultimate Controlling Entity(ies)/Person(s)	Is an SCA Filing Re-quired? (Y/N)	*
	Torchmark Corporation		63-0780404	0	320335	NYSE	Torchmark Corporation	DE	DDP			0.000		N	0
			20-5817522	0	0		TMK Buildings Corp	TX	NIA	Torchmark Corporation	Ownership	100.000	Torchmark Corporation	N	0
			20-5817632	0	0		TMK Properties LLP	TX	NIA	Torchmark Corporation	Ownership	99.000	Torchmark Corporation	N	0
			98-0230789	0	0		TMK RE Ltd	BMJ	IA	Torchmark Corporation	Ownership	100.000	Torchmark Corporation	N	0
			63-1235881	0	0		Torchmark Insurance Agency, Inc	AL	NIA	Torchmark Corporation	Ownership	100.000	Torchmark Corporation	N	0
			73-1209844	0	0		Specialized Marketing Group, Inc	TX	NIA	Torchmark Corporation	Ownership	100.000	Torchmark Corporation	N	0
			47-4172726	0	0		Globe Life Insurance Agency, Inc	TX	NIA	Torchmark Corporation	Ownership	100.000	Torchmark Corporation	N	0
	Torchmark Corporation	77968	34-1626521	0	0		Family Heritage Life Insurance Company of America	OH	RE	Globe Life and Accident Insurance Company	Ownership	100.000	Torchmark Corporation	N	0
				0	0		Royalton 6001Ltd. (Joint Venture)	OH	DS	Family Heritage Life Insurance Company of America	Ownership	50.000	Torchmark Corporation	N	0
	Torchmark Corporation	65331	63-0124600	0	0		Liberty National Life Insurance Company	NE	IA	Torchmark Corporation	Ownership	100.000	Torchmark Corporation	N	0
			63-0031059	0	0		Brown-Service Funeral Homes Company Inc	AL	NIA	Liberty National Life Insurance Company	Ownership	100.000	Torchmark Corporation	N	0
			63-0909884	0	0		Liberty National Auto Club, Inc	AL	NIA	Liberty National Life Insurance Company	Ownership	100.000	Torchmark Corporation	N	0
	Torchmark Corporation	91472	63-0782739	1610611	0		Globe Life and Accident Insurance Company	NE	UIP	Torchmark Corporation	Ownership	100.000	Torchmark Corporation	N	0
			73-1458991	0	0		Globe Marketing Services, Inc	OK	NIA	Globe Life and Accident Insurance Company	Ownership	100.000	Torchmark Corporation	N	0
			20-8022184	0	0		Globe Marketing and Advertising Distributors, LLC	DE	NIA	Globe Life and Accident Insurance Company	Ownership	100.000	Torchmark Corporation	N	0
	Torchmark Corporation	60577	74-1365936	1102198	0		American Income Life Insurance Company	IN	IA	Torchmark Corporation	Ownership	100.000	Torchmark Corporation	N	0
	Torchmark Corporation	10093	22-3711800	0	0		National Income Life Insurance Company	NY	IA	American Income Life Insurance Company	Ownership	100.000	Torchmark Corporation	N	0
			75-2852508	0	0		AILIC Receivables Corporation	DE	NIA	Torchmark Corporation	Ownership	100.000	Torchmark Corporation	N	0
			75-2872627	0	0		American Income Marketing Services, Inc	TX	NIA	American Income Life Insurance Company	Ownership	100.000	Torchmark Corporation	N	0
	Torchmark Corporation	92916	73-1128555	0	0		United American Insurance Company	NE	IA	Torchmark Corporation	Ownership	100.000	Torchmark Corporation	N	0
	Torchmark Corporation	74101	13-3156923	0	0		Globe Life Insurance Company of New York	NY	IA	United American Insurance Company	Ownership	100.000	Torchmark Corporation	N	0

Asterisk	Explanation

STATEMENT AS OF JUNE 30, 2018 OF THE 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.

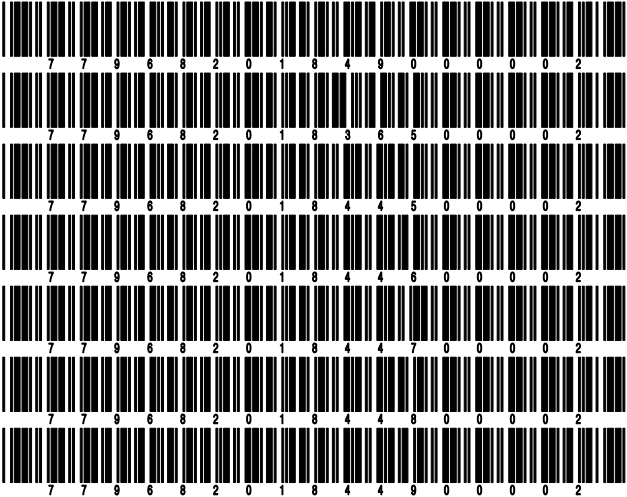
	Response
1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?	NO
2. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	NO
3. Will the Reasonableness of Assumptions Certification required 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

Explanation:

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:

1. Trusteed Surplus Statement [Document Identifier 490]
2. Medicare Part D Coverage Supplement [Document Identifier 365]
3. Reasonableness of Assumptions Certification required by Actuarial Guideline XXXV [Document Identifier 445]
4. Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXV [Document Identifier 446]
5. Reasonableness of Assumptions Certification for Implied Guaranteed Rate Method required by Actuarial Guideline XXXVI [Document Identifier 447]
6. Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI [Document Identifier 448]
7. Reasonableness and Consistency of Assumptions Certification required by Actuarial Guideline XXXVI (Updated Market Value) [Document Identifier 449]



NONE

SCHEDULE A - VERIFICATION

Real Estate

	1	2
	Year to Date	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		0
2.2 Additional investment made after acquisition		0
3. Current year change in encumbrances		0
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		0
7. Deduct current year's other than temporary impairment recognized		0
8. Deduct current year's depreciation		0
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8)	0	0
10. Deduct total nonadmitted amounts		0
11. Statement value at end of current period (Line 9 minus Line 10)	0	0

SCHEDULE B - VERIFICATION

Mortgage Loans

	1	2
	Year to Date	Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year	3,466,679	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition	6,972,364	3,465,000
2.2 Additional investment made after acquisition	42,345	0
3. Capitalized deferred interest and other		0
4. Accrual of discount	36,578	1,679
5. Unrealized valuation increase (decrease)		0
6. Total gain (loss) on disposals		0
7. Deduct amounts received on disposals		0
8. Deduct amortization of premium and mortgage interest points and commitment fees		0
9. Total foreign exchange change in book value/recorded investment excluding accrued interest		0
10. Deduct current year's other than temporary impairment recognized		0
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	10,517,966	3,466,679
12. Total valuation allowance		
13. Subtotal (Line 11 plus Line 12)	10,517,966	3,466,679
14. Deduct total nonadmitted amounts		0
15. Statement value at end of current period (Line 13 minus Line 14)	10,517,966	3,466,679

SCHEDULE BA - VERIFICATION

Other Long-Term Invested Assets

	1	2
	Year to Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	22,454,499	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		0
3. Capitalized deferred interest and other		0
4. Accrual of discount	816	1,574
5. Unrealized valuation increase (decrease)	23,968	121,127
6. Total gain (loss) on disposals		0
7. Deduct amounts received on disposals		9,680
8. Deduct amortization of premium and depreciation	2,878	71,380
9. Total foreign exchange change in book/adjusted carrying value		0
10. Deduct current year's other than temporary impairment recognized		0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	22,476,405	22,454,499
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)	22,476,405	22,454,499

SCHEDULE D - VERIFICATION

Bonds and Stocks

	1	2
	Year to Date	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	82,919,293	152,117,298
3. Accrual of discount	7,349,875	14,267,367
4. Unrealized valuation increase (decrease)	105,191	89,605
5. Total gain (loss) on disposals	275,389	1,118,096
6. Deduct consideration for bonds and stocks disposed of	8,823,796	28,996,559
7. Deduct amortization of premium	702,544	1,070,482
8. Total foreign exchange change in book/adjusted carrying value		0
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	35,200	
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9+10)	1,148,188,242	1,067,029,634
12. Deduct total nonadmitted amounts		0
13. Statement value at end of current period (Line 11 minus Line 12)	1,148,188,242	1,067,029,634

STATEMENT AS OF JUNE 30, 2018 OF THE Family Heritage Life Insurance Company of America

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)	599,807,843	8,119,300	1,045,653	6,622,564	599,807,843	613,504,054		568,828,004
2. NAIC 2 (a)	510,730,606	22,361,009	6,500,107	(3,228,372)	510,730,606	523,363,136		482,709,105
3. NAIC 3 (a)	6,364,057		600,000	158	6,364,057	5,764,215		8,599,839
4. NAIC 4 (a)	5,252,628			(1,471)	5,252,628	5,251,157		2,026,153
5. NAIC 5 (a)	0				0	0		4,666,043
6. NAIC 6 (a)	305,453			227	305,453	305,680		200,490
7. Total Bonds	1,122,460,587	30,480,309	8,145,760	3,393,106	1,122,460,587	1,148,188,242	0	1,067,029,634
PREFERRED STOCK								
8. NAIC 1	0				0	0		0
9. NAIC 2	0				0	0		0
10. NAIC 3	0				0	0		0
11. NAIC 4	0				0	0		0
12. NAIC 5	0				0	0		0
13. NAIC 6	0				0	0		0
14. Total Preferred Stock	0	0	0	0	0	0	0	0
15. Total Bonds and Preferred Stock	1,122,460,587	30,480,309	8,145,760	3,393,106	1,122,460,587	1,148,188,242	0	1,067,029,634

(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 \$; NAIC 2 \$; NAIC 3 \$ NAIC 4 \$; NAIC 5 \$; NAIC 6 \$

SCHEDULE DA - PART 1

Short-Term Investments

	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Cost	Interest Collected Year-to-Date	Paid for Accrued Interest Year-to-Date
9199999 Totals					

NONE

SCHEDULE DA - VERIFICATION

Short-Term Investments

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

Schedule DB - Part A - Verification - Options, Caps, Floors, Collars, Swaps and Forwards

N O N E

Schedule DB - Part B - Verification - Futures Contracts

N O N E

Schedule DB - Part C - Section 1 - Replication (Synthetic Asset) Transactions (RSATs) Open

N O N E

Schedule DB-Part C-Section 2-Reconciliation of Replication (Synthetic Asset) Transactions Open

N O N E

Schedule DB - Verification - Book/Adjusted Carrying Value, Fair Value and Potential Exposure of
Derivatives

N O N E

SCHEDULE E - PART 2 - VERIFICATION

(Cash Equivalents)

	1	2
	Year To Date	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		0
4. Unrealized valuation increase (decrease)		0
5. Total gain (loss) on disposals		0
6. Deduct consideration received on disposals	3,137,110	0
7. Deduct amortization of premium		0
8. Total foreign exchange change in book/adjusted carrying value		0
9. Deduct current year's other than temporary impairment recognized		0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	9,453,539	12,590,649
11. Deduct total nonadmitted amounts		0
12. Statement value at end of current period (Line 10 minus Line 11)	9,453,539	12,590,649

Schedule A - Part 2 - Real Estate Acquired and Additions Made
N O N E

Schedule A - Part 3 - Real Estate Disposed
N O N E

STATEMENT AS OF JUNE 30, 2018 OF THE Family Heritage Life Insurance Company of America

SCHEDULE B - PART 2

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

[illegible]

SCHEDULE B - PART 3

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

[illegible]

Schedule BA - Part 2 - Other Long-Term Invested Assets Acquired and Additions Made

N O N E

Schedule BA - Part 3 - Other Long-Term Invested Assets Disposed, Transferred or Repaid

N O N E

STATEMENT AS OF JUNE 30, 2018 OF THE Family Heritage Life Insurance Company of America

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the 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)
09256B-AE-7	BLACKSTONE HOLDINGS FINA SR UNSCD 144A		.06/28/2018	JEFFERIES LLC		8,119,300	7,000,000	161,632	1FE
26138E-AJ-8	DR PEPPER SNAPPLE GROUP SR UNSCD		.05/08/2018	MESROW FINANCIAL INC		3,791,880	3,000,000	5,588	2FE
65473Q-BD-4	NISOURCE FINANCE CORP SR UNSCD		.04/03/2018	SUNTRUST ROBINSON HUMPHREY INC		1,960,487	1,675,000	16,824	2FE
76131V-AA-1	RETAIL PROPERTIES OF AIME SR UNSCD		.04/12/2018	CITIGROUP GLOBAL MARKETS INC		1,881,440	2,000,000	6,889	2FE
980745-GF-4	WOODWARD INC SR UNSCD - P		.05/31/2018	PRUDENTIAL CAPITAL GROUP		3,000,000	3,000,000	0	2Z
67077M-AG-3	NUTRIEN LTD SR UNSCD	A	.04/10/2018	EXCHANGE		3,621,012	3,160,000	0	2FE
67077M-AJ-7	NUTRIEN LTD SR UNSCD	A	.04/10/2018	EXCHANGE		1,977,280	2,000,000	0	2FE
67077M-AR-9	NUTRIEN LTD SR UNSCD	A	.04/10/2018	EXCHANGE		1,028,910	1,000,000	0	2FE
06738E-BD-6	BARCLAYS PLC SR UNSCD	D	.05/09/2018	BARCLAYS CAPITAL INC		4,000,000	4,000,000	0	2FE
L9031*-AB-7	TERMINAL INVESTMENT LIMITED HLDG SR SCRD	D	.04/19/2018	BLACKROCK		1,100,000	1,100,000	0	2FE
3899999. Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)						30,480,309	27,935,000	190,933	XXX
8399997. Total - Bonds - Part 3						30,480,309	27,935,000	190,933	XXX
8399998. Total - Bonds - Part 5						XXX	XXX	XXX	XXX
8399999. Total - Bonds						30,480,309	27,935,000	190,933	XXX
8999997. Total - Preferred Stocks - Part 3						0	XXX	0	XXX
8999998. Total - Preferred Stocks - Part 5						XXX	XXX	XXX	XXX
8999999. Total - Preferred Stocks						0	XXX	0	XXX
9799997. Total - Common Stocks - Part 3						0	XXX	0	XXX
9799998. Total - Common Stocks - Part 5						XXX	XXX	XXX	XXX
9799999. Total - Common Stocks						0	XXX	0	XXX
9899999. Total - Preferred and Common Stocks						0	XXX	0	XXX
9999999 - Totals						30,480,309	XXX	190,933	XXX

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

STATEMENT AS OF JUNE 30, 2018 OF THE Family Heritage Life Insurance Company of America

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of During the 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 Ident-ification	Description	For-eign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consid-eration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amor-tization)/ Accretion	Current Year's Other Than Temporary Impairment Recog-nized	Total Change in Book/ Adjusted Carrying Value (11 + 12 - 13)	Total Foreign Exchange Change in Book /Adjusted Carrying Value	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 Con-tractual Maturity Date	NAIC Desig-nation or Market In-dicator (a)
680616-VF-3	OLENTANGY OHIO (TAXABLE)		04/18/2018	CALL at 103.520		1,035,200	1,000,000	1,170,000	1,047,872	0	(7,219)	0	(7,219)	0	1,040,653	0	(40,653)	(40,653)	58,756	12/01/2036	1FE
2499999	Subtotal - Bonds - U.S. Political Subdivisions of States, Territories and Possessions					1,035,200	1,000,000	1,170,000	1,047,872	0	(7,219)	0	(7,219)	0	1,040,653	0	(40,653)	(40,653)	58,756	XXX	XXX
658207-PA-7	NORTH CAROLINA HOUSING FIN AGY (TAXABLE)		04/02/2018	CALL at 100.000		5,000	5,000	5,005	5,000	0	0	0	0	0	5,000	0	0	0	162	01/01/2029	1FE
3199999	Subtotal - Bonds - U.S. Special Revenues					5,000	5,000	5,005	5,000	0	0	0	0	0	5,000	0	0	0	162	XXX	XXX
002560-AB-5	AARON'S INC SR NOTE - P		04/14/2018	SINKING FUND REDEMPTION		600,000	600,000	600,000	600,000	0	0	0	0	0	600,000	0	0	0	14,250	04/14/2021	3
126920-AA-4	CVSR HOLDCO LLC SR SCD -P		03/31/2018	SINKING FUND REDEMPTION		84,562	84,562	84,562	84,562	0	0	0	0	0	84,561	0	0	0	1,979	03/31/2037	2FE
12803P-AB-4	CAJUN GLOBAL LLC SER 2017-1A CLS A2 144A		05/20/2018	SINKING FUND REDEMPTION		22,500	22,500	22,326	22,412	0	88	0	88	0	22,500	0	0	0	732	08/20/2047	2AM
19260M-AA-4	COINSTAR FUNDING LLC SER 2017-1A A2 144A		04/25/2018	VARIOUS		5,000	5,000	5,000	5,000	0	0	0	0	0	5,000	0	0	0	130	04/25/2047	2AM
233046-AF-8	DB MASTER FIN LLC 2017-1A CLS A211 SR SC		05/20/2018	SINKING FUND REDEMPTION		2,500	2,500	2,500	2,500	0	0	0	0	0	2,500	0	0	0	58	11/20/2047	2AM
26208L-AB-4	DRIVEN BRANDS FDG SER 16-1A CL A2 144A		04/20/2018	SINKING FUND REDEMPTION		5,000	5,000	4,981	4,983	0	17	0	17	0	5,000	0	0	0	153	07/20/2046	2AM
34417M-AB-3	FOCUS BRANDS FDG SER 2017-1A A211 144A		04/30/2018	VARIOUS		2,500	2,500	2,500	2,500	0	0	0	0	0	2,500	0	0	0	64	04/30/2047	2AM
41810*-AB-0	HANNON ARMSTRONG SUS YLD 15-1B SUBRD- P		04/20/2018	VARIOUS		30,601	30,600	30,600	30,600	0	0	0	0	0	30,600	0	0	0	828	04/20/2034	2AM
47760Q-AB-9	JIMMY JOHNS FDG LLC SER2017-1A CLS A211		04/30/2018	VARIOUS		5,000	5,000	5,000	5,000	0	0	0	0	0	5,000	0	0	0	121	07/30/2047	2AM
87244B-AA-6	TGIF FDG SER 17-1A CL A2 SR SECD 144A		04/30/2018	VARIOUS		15,000	15,000	15,000	15,000	0	0	0	0	0	15,000	0	0	0	465	04/30/2047	2AM
87342R-AC-8	TACO BELL 2016-1A CL A23 SR SECD 144A		05/25/2018	VARIOUS		7,500	7,500	7,500	7,500	0	0	0	0	0	7,500	0	0	0	186	05/25/2046	2AM
008916-AK-4	AGRUM INC	A	04/10/2018	EXCHANGE		1,977,280	2,000,000	1,995,760	1,997,724	0	122	0	122	0	1,997,847	0	(20,566)	(20,566)	31,500	10/01/2022	2FE
008916-AM-0	AGRUM INC SR UNSCD	A	04/10/2018	EXCHANGE		1,028,910	1,000,000	956,780	959,592	0	215	0	215	0	959,806	0	69,103	69,103	0	06/01/2043	2FE
73755L-AK-3	POTASH CORP OF SASKATCHEWAN SR UNSCD	A	04/10/2018	EXCHANGE		3,621,012	3,160,000	3,381,062	3,363,596	0	(1,304)	0	(1,304)	0	3,362,293	0	258,720	258,720	0	12/01/2040	2FE
3899999	Subtotal - Bonds - Industrial and Miscellaneous (Unaffiliated)					7,407,365	6,940,162	7,113,571	7,100,969	0	(862)	0	(862)	0	7,100,107	0	307,257	307,257	50,466	XXX	XXX
8399997	Total - Bonds - Part 4					8,447,565	7,945,162	8,288,576	8,153,841	0	(8,081)	0	(8,081)	0	8,145,760	0	266,604	266,604	109,384	XXX	XXX
8399998	Total - Bonds - Part 5					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
8399999	Total - Bonds					8,447,565	7,945,162	8,288,576	8,153,841	0	(8,081)	0	(8,081)	0	8,145,760	0	266,604	266,604	109,384	XXX	XXX
8999997	Total - Preferred Stocks - Part 4					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
8999998	Total - Preferred Stocks - Part 5					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
8999999	Total - Preferred Stocks					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
9799997	Total - Common Stocks - Part 4					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
9799998	Total - Common Stocks - Part 5					XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
9799999	Total - Common Stocks					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
9899999	Total - Preferred and Common Stocks					0	XXX	0	0	0	0	0	0	0	0	0	0	0	0	XXX	XXX
9999999	Totals					8,447,565	XXX	8,288,576	8,153,841	0	(8,081)	0	(8,081)	0	8,145,760	0	266,604	266,604	109,384	XXX	XXX

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

Schedule DB - Part A - Section 1 - Options, Caps, Floors, Collars, Swaps and Forwards Open
N O N E

Schedule DB - Part B - Section 1 - Futures Contracts Open
N O N E

Schedule DB - Part B - Section 1B - Brokers with whom cash deposits have been made
N O N E

Schedule DB - Part D - Section 1 - Counterparty Exposure for Derivative Instruments Open
N O N E

Schedule DB - Part D-Section 2 - Collateral for Derivative Instruments Open - Pledged By
N O N E

Schedule DB - Part D-Section 2 - Collateral for Derivative Instruments Open - Pledged To
N O N E

Schedule DL - Part 1 - Reinvested Collateral Assets Owned
N O N E

Schedule DL - Part 2 - Reinvested Collateral Assets Owned
N O N E

SCHEDULE E - PART 1 - CASH

Month End Depository Balances

1	2	3	4	5	Book Balance at End of Each Month During Current Quarter			9
					6	7	8	
					First Month	Second Month	Third Month	
Depository	Code	Rate of Interest	Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date				*
PNC – Checking Cleveland, OH		0.000	0	0	102,097	281,603	459,917	XXX
City National Bank – Checking Frankfort, KY		0.000	0	0	177,690	178,268	448,108	XXX
Wells Fargo Bank, N.A. – DDA & Cont. Disb. Cleveland, OH		0.000	0	0	(5,307,994)	(5,553,029)	(10,573,234)	XXX
0199998. Deposits in ... depositories that do not exceed the allowable limit in any one depository (See instructions) - Open Depositories	XXX	XXX						XXX
0199999. Totals - Open Depositories	XXX	XXX	0	0	(5,028,207)	(5,093,158)	(9,665,209)	XXX
0299998. Deposits in ... depositories that do not exceed the allowable limit in any one depository (See instructions) - Suspended Depositories	XXX	XXX						XXX
0299999. Totals - Suspended Depositories	XXX	XXX	0	0	0	0	0	XXX
0399999. Total Cash on Deposit	XXX	XXX	0	0	(5,028,207)	(5,093,158)	(9,665,209)	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	(5,022,807)	(5,087,758)	(9,659,809)	XXX

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

[illegible]