

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D)	1,115,620,008		1,115,620,008	1,067,029,634
2. Stocks (Schedule D):				
2.1 Preferred stocks			0	0
2.2 Common stocks			0	0
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens	11,069,741		11,069,741	3,466,679
3.2 Other than first liens.....			0	0
4. Real estate (Schedule A):				
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 (\$(5,354,507) , Schedule E - Part 1), cash equivalents (\$8,996,704 , Schedule E - Part 2) and short-term investments (\$, Schedule DA)	3,642,197		3,642,197	8,628,284
6. Contract loans (including \$ premium notes)	110,815		110,815	64,811
7. Derivatives (Schedule DB)			0	0
8. Other invested assets (Schedule BA)	29,514,607		29,514,607	22,454,500
9. Receivables for securities			0	0
10. Securities lending reinvested collateral assets (Schedule DL)			0	0
11. Aggregate write-ins for invested assets	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	1,159,957,368	0	1,159,957,368	1,101,643,908
13. Title plants less \$ charged off (for Title insurers only)			0	0
14. Investment income due and accrued	11,879,972		11,879,972	9,790,457
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	8,475,232		8,475,232	8,794,906
15.2 Deferred premiums and agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)	1,168,726		1,168,726	43,144,025
15.3 Accrued retrospective premiums (\$) and contracts subject to redetermination (\$)			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers			0	4,083,388
16.2 Funds held by or deposited with reinsured companies			0	0
16.3 Other amounts receivable under reinsurance contracts			0	106,539,105
17. Amounts receivable relating to uninsured plans			0	0
18.1 Current federal and foreign income tax recoverable and interest thereon			0	1,701,848
18.2 Net deferred tax asset	41,592,000	27,823,000	13,769,000	13,074,000
19. Guaranty funds receivable or on deposit	1,482,010		1,482,010	1,498,621
20. Electronic data processing equipment and software	419,918	336,298	83,620	87,947
21. Furniture and equipment, including health care delivery assets (\$)	21,658	21,658	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	9,489,626	9,489,626	0	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	1,234,486,510	37,670,582	1,196,815,928	1,290,358,205
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	0
28. Total (Lines 26 and 27)	1,234,486,510	37,670,582	1,196,815,928	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 thru 1103 plus 1198)(Line 11 above)	0	0	0	0
2501. Agent Balances	8,873,607	8,873,607	0	0
2502. Prepaid Expenses	575,522	575,522	0	0
2503. Other Assets Nonadmitted	40,497	40,497	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	9,489,626	9,489,626	0	0

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America
LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Aggregate reserve for life contracts \$ 8,233,765 (Exh. 5, Line 9999999) less \$ included in Line 6.3 (including \$ Modco Reserve)	8,233,765	133,670,851
2. Aggregate reserve for accident and health contracts (including \$ 0 Modco Reserve)	1,018,522,019	918,756,792
3. Liability for deposit-type contracts (Exhibit 7, Line 14, Col. 1) (including \$ Modco Reserve)	0	0
4. Contract claims:		
4.1 Life (Exhibit 8, Part 1, Line 4.4, Col. 1 less sum of Cols. 9, 10 and 11)	1,541,000	5,625,388
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Cols. 9, 10 and 11)	25,656,186	22,626,947
5. Policyholders' dividends \$ and coupons \$ due and unpaid (Exhibit 4, Line 10)	0	0
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including \$ Modco)	0	0
6.2 Dividends not yet apportioned (including \$ Modco)	0	0
6.3 Coupons and similar benefits (including \$ Modco)	0	0
7. Amount provisionally held for deferred dividend policies not included in Line 6	0	0
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ discount; including \$ 0 accident and health premiums (Exhibit 1, Part 1, Col. 1, sum of lines 4 and 14)	0	52,175
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts	0	0
9.2 Provision for experience rating refunds, including the liability of \$ accident and health experience rating refunds of which \$ 0 is for medical loss ratio rebate per the Public Health Service Act	0	0
9.3 Other amounts payable on reinsurance, including \$ assumed and \$ 369,533 ceded	369,533	53,204,023
9.4 Interest maintenance reserve (IMR, Line 6)	943,060	924,470
10. Commissions to agents due or accrued-life and annuity contracts \$ 23,846 accident and health \$ 1,912,136 and deposit-type contract funds \$	1,935,982	1,594,600
11. Commissions and expense allowances payable on reinsurance assumed	3,828,697	2,862,947
12. General expenses due or accrued (Exhibit 2, Line 12, Col. 6)	0	0
13. Transfers to Separate Accounts due or accrued (net) (including \$ accrued for expense allowances recognized in reserves, net of reinsured allowances)	0	0
14. Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 3, Line 9, Col. 5)	1,110,887	1,298,885
15.1 Current federal and foreign income taxes, including \$ on realized capital gains (losses)	201,145	0
15.2 Net deferred tax liability	0	0
16. Unearned investment income	7,589	0
17. Amounts withheld or retained by company as agent or trustee	169	26
18. Amounts held for agents' account, including \$ agents' credit balances	0	0
19. Remittances and items not allocated	514,892	880,631
20. Net adjustment in assets and liabilities due to foreign exchange rates	0	0
21. Liability for benefits for employees and agents if not included above	362,754	426,718
22. Borrowed money \$ and interest thereon \$ 70,000	70,000	70,000
23. Dividends to stockholders declared and unpaid	0	0
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve (AVR, Line 16, Col. 7)	6,677,525	5,315,180
24.02 Reinsurance in unauthorized and certified (\$ 0) companies	0	0
24.03 Funds held under reinsurance treaties with unauthorized and certified (\$) reinsurers	0	0
24.04 Payable to parent, subsidiaries and affiliates	49,107	0
24.05 Drafts outstanding	0	0
24.06 Liability for amounts held under uninsured plans	0	0
24.07 Funds held under coinsurance	0	0
24.08 Derivatives	0	0
24.09 Payable for securities	40,851	0
24.10 Payable for securities lending	0	0
24.11 Capital notes \$ and interest thereon \$	0	0
25. Aggregate write-ins for liabilities	1,316,523	1,281,043
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25)	1,071,374,095	1,190,035,284
27. From Separate Accounts Statement	0	0
28. Total liabilities (Lines 26 and 27)	1,071,374,095	1,190,035,284
29. Common capital stock	2,556,000	2,556,950
30. Preferred capital stock	0	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 (Page 3, Line 33, Col. 2 plus Page 4, Line 51.1, Col. 1)	52,647,000	32,646,050
34. Aggregate write-ins for special surplus funds	0	0
35. Unassigned funds (surplus)	40,238,833	35,119,921
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 29 \$)	0	0
36.2 shares preferred (value included in Line 30 \$)	0	0
37. Surplus (Total Lines 31+32+33+34+35-36) (including \$ in Separate Accounts Statement)	122,885,833	97,765,971
38. Totals of Lines 29, 30 and 37 (Page 4, Line 55)	125,441,833	100,322,921
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3)	1,196,815,928	1,290,358,205
DETAILS OF WRITE-INS		
2501. Unclaimed Property	1,316,523	1,281,043
2502.	0	0
2503.	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	1,316,523	1,281,043
3101.	0	0
3102.	0	0
3103.	0	0
3198. Summary of remaining write-ins for Line 31 from overflow page	0	0
3199. Totals (Lines 3101 thru 3103 plus 3198)(Line 31 above)	0	0
3401.	0	0
3402.	0	0
3403.	0	0
3498. Summary of remaining write-ins for Line 34 from overflow page	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)	0	0

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America
SUMMARY OF OPERATIONS

	1 Current Year	2 Prior Year
1. Premiums and annuity considerations for life and accident and health contracts (Exhibit 1, Part 1, Line 20.4, Col. 1, less Col. 11)	170,048,872	284,266,981
2. Considerations for supplementary contracts with life contingencies	0	0
3. Net investment income (Exhibit of Net Investment Income, Line 17)	50,299,064	45,306,592
4. Amortization of Interest Maintenance Reserve (IMR, Line 5)	539,725	645,216
5. Separate Accounts net gain from operations excluding unrealized gains or losses	0	0
6. Commissions and expense allowances on reinsurance ceded (Exhibit 1, Part 2, Line 26.1, Col. 1)	132,918,591	161,413,631
7. Reserve adjustments on reinsurance ceded	38,914,339	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	15	3,029
9. Total (Lines 1 to 8.3)	392,720,606	532,942,377
10. Death benefits	529,129	578,248
11. Matured endowments (excluding guaranteed annual pure endowments)	0	0
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Cols. 4 + 8)	0	0
13. Disability benefits and benefits under accident and health contracts	83,516,774	70,490,406
14. Coupons, guaranteed annual pure endowments and similar benefits	0	0
15. Surrender benefits and withdrawals for life contracts	139,376	119,149
16. Group conversions	0	0
17. Interest and adjustments on contract or deposit-type contract funds	564	73
18. Payments on supplementary contracts with life contingencies	0	0
19. Increase in aggregate reserves for life and accident and health contracts	(25,671,859)	162,273,567
20. Totals (Lines 10 to 19)	58,513,984	233,461,443
21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Col. 1)	63,212,995	59,280,992
22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Col. 1)	130,844,057	159,147,108
23. General insurance expenses (Exhibit 2, Line 10, Cols. 1, 2, 3 and 4)	29,950,569	26,526,139
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Cols. 1 + 2 + 3)	6,280,120	6,069,100
25. Increase in loading on deferred and uncollected premiums	(64,871,267)	12,653,827
26. Net transfers to or (from) Separate Accounts net of reinsurance	0	0
27. Aggregate write-ins for deductions	125,078,534	0
28. Totals (Lines 20 to 27)	349,008,992	497,138,609
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	43,711,614	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)	43,711,614	35,803,768
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	11,188,686	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)	32,522,928	22,725,571
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$ 1,029,619 (excluding taxes of \$ 197,641 transferred to the IMR)	(1,029,619)	269,730
35. Net income (Line 33 plus Line 34)	31,493,309	22,995,301
CAPITAL AND SURPLUS ACCOUNT		
36. Capital and surplus, December 31, prior year (Page 3, Line 38, Col. 2)	100,322,921	104,227,691
37. Net income (Line 35)	31,493,309	22,995,301
38. Change in net unrealized capital gains (losses) less capital gains tax of \$ 34,000	126,295	136,732
39. Change in net unrealized foreign exchange capital gain (loss)	0	0
40. Change in net deferred income tax	4,168,000	(26,302,316)
41. Change in nonadmitted assets	(6,388,475)	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	(1,362,345)	(1,386,876)
45. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Col. 2 minus Col. 1)	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
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
51. Surplus adjustment:		
51.1 Paid in	20,000,950	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	(22,995,000)	(23,818,000)
53. Aggregate write-ins for gains and losses in surplus	77,128	(71,974)
54. Net change in capital and surplus for the year (Lines 37 through 53)	25,118,912	(3,904,770)
55. Capital and surplus, December 31, current year (Lines 36 + 54) (Page 3, Line 38)	125,441,833	100,322,921
DETAILS OF WRITE-INS		
08.301. Miscellaneous Income	15	3,029
08.302.		
08.303.		
08.398. Summary of remaining write-ins for Line 8.3 from overflow page	0	0
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398)(Line 8.3 above)	15	3,029
2701. Loss from MDCO Cessation	125,078,534	
2702.		
2703.		
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0
2799. Totals (Lines 2701 thru 2703 plus 2798)(Line 27 above)	125,078,534	
5301. Change in Executive Benefit Plans	98,128	(27,290)
5302. Change in Executive Benefit Plans - Deferred FIT	(21,000)	(44,684)
5303.		
5398. Summary of remaining write-ins for Line 53 from overflow page	0	0
5399. Totals (Lines 5301 thru 5303 plus 5398)(Line 53 above)	77,128	(71,974)

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America
CASH FLOW

	1 Current Year	2 Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	277,160,377	256,787,905
2. Net investment income	36,101,290	29,999,781
3. Miscellaneous income	174,638,184	156,149,012
4. Total (Lines 1 through 3)	487,899,851	442,936,698
5. Benefit and loss related payments	30,461,988	29,487,711
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions	274,859,185	247,197,312
8. Dividends paid to policyholders	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses)	10,512,953	13,620,000
10. Total (Lines 5 through 9)	315,834,126	290,305,023
11. Net cash from operations (Line 4 minus Line 10)	172,065,725	152,631,675
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	15,399,986	24,877,426
12.2 Stocks	0	0
12.3 Mortgage loans	0	0
12.4 Real estate	0	655,000
12.5 Other invested assets	0	9,680
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	0	0
12.7 Miscellaneous proceeds	40,851	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	15,440,837	25,542,106
13. Cost of investments acquired (long-term only):		
13.1 Bonds	171,459,109	149,259,048
13.2 Stocks	0	0
13.3 Mortgage loans	7,535,945	3,465,000
13.4 Real estate	0	0
13.5 Other invested assets	7,145,309	5,253,340
13.6 Miscellaneous applications	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6)	186,140,363	157,977,388
14. Net increase (decrease) in contract loans and premium notes	46,004	21,800
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	(170,745,530)	(132,457,082)
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes	0	0
16.2 Capital and paid in surplus, less treasury stock	20,000,000	0
16.3 Borrowed funds	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities	0	0
16.5 Dividends to stockholders	22,995,000	23,818,000
16.6 Other cash provided (applied)	(3,311,284)	6,745,017
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	(6,306,284)	(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)	(4,986,089)	3,101,610
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	8,628,284	5,526,674
19.2 End of year (Line 18 plus Line 19.1)	3,642,195	8,628,284

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

20.0001. Non-cash bond transfers related to novation of modco coinsurance agreement excluded from proceeds from investments sold and commissions, expenses paid and aggregate write-ins for deductions	120,501,355	0
20.0002. Non-cash bond exchanges excluded from proceeds from investments sold and cost of investment acquired	6,627,202	2,858,250

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America

ANALYSIS OF OPERATIONS BY LINES OF BUSINESS

	1 Total	2 Industrial Life	Ordinary			6 Credit Life (Group and Individual)	Group		Accident and Health			12 Aggregate of All Other Lines of Business
			3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance (a)	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other	
1. Premiums and annuity considerations for life and accident and health contracts	170,048,872	0	(105,526,924)	0	0	0	0	0	13,466,363	0	262,109,433	
2. Considerations for supplementary contracts with life contingencies	0											
3. Net investment income	50,299,064		3,650,341						879,222		45,769,501	
4. Amortization of Interest Maintenance Reserve (IMR)	539,725										539,725	
5. Separate Accounts net gain from operations excluding unrealized gains or losses	0											
6. Commissions and expense allowances on reinsurance ceded	132,918,591	0	131,728,556	0	0	0	0	0	37,831	0	1,152,204	
7. Reserve adjustments on reinsurance ceded	38,914,339		38,914,339									
8. Miscellaneous Income:												
8.1 Fees associated with income from investment management, administration and contract guarantees from Separate Accounts	0											
8.2 Charges and fees for deposit-type contracts	0											
8.3 Aggregate write-ins for miscellaneous income	15	0	0	0	0	0	0	0	0	0	15	0
9. Totals (Lines 1 to 8.3)	392,720,606	0	68,766,312	0	0	0	0	0	14,383,416	0	309,570,878	0
10. Death benefits	529,129		529,129									
11. Matured endowments (excluding guaranteed annual pure endowments)	0	0	0									
12. Annuity benefits	0											
13. Disability benefits and benefits under accident and health contracts	83,516,774								1,326,335	0	82,190,439	
14. Coupons, guaranteed annual pure endowments and similar benefits	0											
15. Surrender benefits and withdrawals for life contracts	139,376		139,376									
16. Group conversions	0											
17. Interest and adjustments on contract or deposit-type contract funds	564		564									
18. Payments on supplementary contracts with life contingencies	0											
19. Increase in aggregate reserves for life and accident and health contracts	(25,671,859)		(125,437,086)						6,105,025		93,660,202	
20. Totals (Lines 10 to 19)	58,513,984	0	(124,768,017)	0	0	0	0	0	7,431,360	0	175,850,641	0
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only)	63,212,995	0	784,403	0					3,604,299	0	58,824,293	0
22. Commissions and expense allowances on reinsurance assumed	130,844,057	0	130,844,057	0					0	0	0	0
23. General insurance expenses	29,950,569		588,086						1,434,835	0	27,927,648	
24. Insurance taxes, licenses and fees, excluding federal income taxes	6,280,120		80,072						302,973		5,897,075	
25. Increase in loading on deferred and uncollected premiums	(64,871,267)		(64,871,267)									
26. Net transfers to or (from) Separate Accounts net of reinsurance	0											
27. Aggregate write-ins for deductions	125,078,534	0	125,078,534	0	0	0	0	0	0	0	0	0
28. Totals (Lines 20 to 27)	349,008,992	0	67,735,868	0	0	0	0	0	12,773,467	0	268,499,657	0
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	43,711,614	0	1,030,444	0	0	0	0	0	1,609,949	0	41,071,221	0
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)	43,711,614	0	1,030,444	0	0	0	0	0	1,609,949	0	41,071,221	0
32. Federal income taxes incurred (excluding tax on capital gains)	11,188,686		263,759						412,092		10,512,835	
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)	32,522,928	0	766,685	0	0	0	0	0	1,197,857	0	30,558,386	0
DETAILS OF WRITE-INS												
08.301. Misc Income		15									15	
08.302.												
08.303.												
08.398. Summary of remaining write-ins for Line 8.3 from overflow page	0	0	0	0	0	0	0	0	0	0	0	0
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above)	15	0	0	0	0	0	0	0	0	0	15	0
2701. Loss from MDCO Cessation	125,078,534		125,078,534									
2702.												
2703.												
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0	0	0	0	0	0	0	0	0	0	0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)	125,078,534	0	125,078,534	0	0	0	0	0	0	0	0	0

(a) Includes the following amounts for FEGLI/SGLI: Line 1 0 , Line 10 0 , Line 16 0 , Line 23 0 , Line 24 0

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America

ANALYSIS OF INCREASE IN RESERVES DURING THE YEAR

	1 Total	2 Industrial Life	Ordinary			6 Credit Life (Group and Individual)	Group				
			3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance	8 Annuities			
Involving Life or Disability Contingencies (Reserves)											
(Net of Reinsurance Ceded)											
1. Reserve December 31, prior year	133,670,851	0	133,670,851	0	0	0	0	0			
2. Tabular net premiums or considerations	83,144,097		83,144,097								
3. Present value of disability claims incurred	0				XXX						
4. Tabular interest	4,512,418		4,512,418								
5. Tabular less actual reserve released	0										
6. Increase in reserve on account of change in valuation basis	0										
6.1 Change in excess of VM-20 deterministic/stochastic reserve over net premium reserve	0	XXX		XXX	XXX	XXX	XXX	XXX			
7. Other increases (net)	(181,003,919)		(181,003,919)								
8. Totals (Lines 1 to 7)	40,323,447	0	40,323,447	0	0	0	0	0			
9. Tabular cost	19,159,091		19,159,091		XXX						
10. Reserves released by death	489,515		489,515	XXX	XXX			XXX			
11. Reserves released by other terminations (net)	12,441,076		12,441,076								
12. Annuity, supplementary contract and disability payments involving life contingencies	0										
13. Net transfers to or (from) Separate Accounts	0										
14. Total Deductions (Lines 9 to 13)	32,089,682	0	32,089,682	0	0	0	0	0			
15. Reserve December 31, current year	8,233,765	0	8,233,765	0	0	0	0	0			

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America
EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. Government bonds	(a) 2,320,831	2,320,831
1.1 Bonds exempt from U.S. tax	(a)	
1.2 Other bonds (unaffiliated)	(a) 47,591,957	.49,531,318
1.3 Bonds of affiliates	(a)	
2.1 Preferred stocks (unaffiliated)	(b)	
2.11 Preferred stocks of affiliates	(b)	
2.2 Common stocks (unaffiliated)		
2.21 Common stocks of affiliates		
3. Mortgage loans	(c) 587,879	.624,743
4. Real estate	(d)	
5. Contract loans		7,427
6. Cash, cash equivalents and short-term investments	(e) 106,907	.106,607
7. Derivative instruments	(f)	
8. Other invested assets		1,080,083
9. Aggregate write-ins for investment income .....		.843,397
10. Total gross investment income		52,538,481
11. Investment expenses	(g) 2,240,032	
12. Investment taxes, licenses and fees, excluding federal income taxes	(g)	0
13. Interest expense	(h) 1,944,395	
14. Depreciation on real estate and other invested assets	(i)	0
15. Aggregate write-ins for deductions from investment income		
16. Total deductions (Lines 11 through 15)		4,184,427
17. Net investment income (Line 10 minus Line 16)		50,299,064
DETAILS OF WRITE-INS		
0901. Interest on Agents Balances .....		.843,383
0902. Interest on Policy Reinstatement		14
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page		0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above) .....		.843,397
1501.		
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page		0
1599. Totals (Lines 1501 thru 1503 plus 1598) (Line 15, above)		0

(a) Includes \$ 13,693,139 accrual of discount less \$ 1,521,680 amortization of premium and less \$ 1,363,234 paid for accrued interest on purchases.
 (b) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued dividends on purchases.
 (c) Includes \$ 67,117 accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.
 (d) Includes \$ for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.
 (e) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.
 (f) Includes \$ accrual of discount less \$ amortization of premium.
 (g) Includes \$ investment expenses and \$ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
 (h) Includes \$ interest on surplus notes and \$ interest on capital notes.
 (i) Includes \$ depreciation on real estate and \$ depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1 Realized Gain (Loss) On Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. Government bonds	412,281	0	412,281	0	0
1.1 Bonds exempt from U.S. tax		0	0		
1.2 Other bonds (unaffiliated)	343,675	0	343,675	105,191	0
1.3 Bonds of affiliates	0	0	0	0	0
2.1 Preferred stocks (unaffiliated)	0	0	0	0	0
2.11 Preferred stocks of affiliates	0	0	0	0	0
2.2 Common stocks (unaffiliated)	0	0	0	0	0
2.21 Common stocks of affiliates	0	0	0	0	0
3. Mortgage loans		0	0	0	0
4. Real estate		0	0	0	0
5. Contract loans		0	0	0	0
6. Cash, cash equivalents and short-term investments		0	0	0	0
7. Derivative instruments		0	0	0	0
8. Other invested assets		0	0	55,104	0
9. Aggregate write-ins for capital gains (losses)	0	0	0	0	0
10. Total capital gains (losses)	755,956	0	755,956	160,295	0
DETAILS OF WRITE-INS					
0901.					
0902.					
0903.					
0998. Summary of remaining write-ins for Line 9 from overflow page	0	0	0	0	0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above)	0	0	0	0	0

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America

EXHIBIT - 1 PART 1 - PREMIUMS AND ANNUITY CONSIDERATIONS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

	1 Total	2 Industrial Life	Ordinary		5 Credit Life (Group and Individual)	Group		Accident and Health			11 Aggregate of All Other Lines of Business
			3 Life Insurance	4 Individual Annuities		6 Life Insurance	7 Annuities	8 Group	9 Credit (Group and Individual)	10 Other	
FIRST YEAR (other than single)											
1. Uncollected	1,472,209		21,275					.86,036		1,364,898	
2. Deferred and accrued	351,060		351,060								
3. Deferred, accrued and uncollected:											
3.1 Direct	1,835,070		372,335					.86,106		1,376,629	
3.2 Reinsurance assumed	0										
3.3 Reinsurance ceded	11,801							.70		11,731	
3.4 Net (Line 1 + Line 2)	1,823,269	0	372,335	0	0	0	0	.86,036	0	1,364,898	0
4. Advance	0										
5. Line 3.4 - Line 4	1,823,269	0	372,335	0	0	0	0	.86,036	0	1,364,898	0
6. Collected during year:											
6.1 Direct	48,124,085		701,791					3,216,439		44,205,855	
6.2 Reinsurance assumed	60,794,121		60,794,121								
6.3 Reinsurance ceded	61,492,985		60,794,121					.19,266		.679,598	
6.4 Net	47,425,221	0	701,791	0	0	0	0	3,197,173	0	43,526,257	0
7. Line 5 + Line 6.4	49,248,490	0	1,074,126	0	0	0	0	3,283,209	0	44,891,155	0
8. Prior year (uncollected + deferred and accrued - advance)	41,728,764	0	40,449,232	0	0	0	0	.73,180	0	1,206,352	0
9. First year premiums and considerations:											
9.1 Direct	48,290,617		701,103					3,228,752		44,360,762	
9.2 Reinsurance assumed	20,717,912		20,717,912								
9.3 Reinsurance ceded	61,488,802		60,794,120					.18,723		.675,959	
9.4 Net (Line 7 - Line 8)	7,519,727	0	(39,375,105)	0	0	0	0	3,210,029	0	43,684,803	0
SINGLE											
10. Single premiums and considerations:											
10.1 Direct	0										
10.2 Reinsurance assumed	0										
10.3 Reinsurance ceded	0										
10.4 Net	0	0	0	0	0	0	0	0	0	0	0
RENEWAL											
11. Uncollected	7,035,161		74,715					.290,182		.6,670,264	
12. Deferred and accrued	1,365,914		1,365,914								
13. Deferred, accrued and uncollected:											
13.1 Direct	.8,466,637		1,441,707					.292,812		.6,732,118	
13.2 Reinsurance assumed	0										
13.3 Reinsurance ceded	65,562		1,078					.2,630		.61,854	
13.4 Net (Line 11 + Line 12)	8,401,075	0	1,440,629	0	0	0	0	.290,182	0	.6,670,264	0
14. Advance	0										
15. Line 13.4 - Line 14	8,401,075	0	1,440,629	0	0	0	0	.290,182	0	.6,670,264	0
16. Collected during year:											
16.1 Direct	.232,144,658		2,897,458					.10,299,151		.218,948,049	
16.2 Reinsurance assumed	.116,062,803		.116,062,803								
16.3 Reinsurance ceded	.118,469,747		.116,146,923					.84,453		.2,238,371	
16.4 Net	.229,737,714	0	2,813,338	0	0	0	0	.10,214,698	0	.216,709,678	0
17. Line 15 + Line 16.4	.238,138,789	0	4,253,967	0	0	0	0	.10,504,880	0	.223,379,942	0
18. Prior year (uncollected + deferred and accrued - advance)	.75,609,646	0	.70,405,786	0	0	0	0	.248,547	0	.4,955,313	0
19. Renewal premiums and considerations:											
19.1 Direct	.234,059,150		3,036,138					.10,341,196		.220,681,816	
19.2 Reinsurance assumed	.46,958,965		.46,958,965								
19.3 Reinsurance ceded	.118,488,970		.116,146,922					.84,862		.2,257,186	
19.4 Net (Line 17 - Line 18)	.162,529,145	0	(66,151,819)	0	0	0	0	.10,256,334	0	.218,424,630	0
TOTAL											
20. Total premiums and annuity considerations:											
20.1 Direct	.282,349,767	0	3,737,241	0	0	0	0	.13,569,948	0	.265,042,578	0
20.2 Reinsurance assumed	.67,676,877	0	.67,676,877	0	0	0	0	0	0	0	0
20.3 Reinsurance ceded	.179,977,772	0	.176,941,042	0	0	0	0	.103,585	0	.2,933,145	0
20.4 Net (Lines 9.4 + 10.4 + 19.4)	.170,048,872	0	(105,526,924)	0	0	0	0	.13,466,363	0	.262,109,433	0

**EXHIBIT - 1 PART 2 - DIVIDENDS AND COUPONS APPLIED, REINSURANCE COMMISSIONS
AND EXPENSE ALLOWANCES AND COMMISSIONS INCURRED (Direct Business Only)**

	1 Total	2 Industrial Life	Ordinary		5 Credit Life (Group and Individual)	Group		Accident and Health			11 Aggregate of All Other Lines of Business
			3 Life Insurance	4 Individual Annuities		6 Life Insurance	7 Annuities	8 Group	9 Credit (Group and Individual)	10 Other	
DIVIDENDS AND COUPONS APPLIED (included in Part 1)											
21. To pay renewal premiums	0										
22. All other	0										
REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES INCURRED											
23. First year (other than single):											
23.1 Reinsurance ceded	102,009,505		101,387,933						17,224		604,348
23.2 Reinsurance assumed	101,083,965		101,083,965								
23.3 Net ceded less assumed	925,540	0	303,968	0	0	0	0	17,224	0	604,348	0
24. Single:											
24.1 Reinsurance ceded	0										
24.2 Reinsurance assumed	0										
24.3 Net ceded less assumed	0	0	0	0	0	0	0	0	0	0	0
25. Renewal:											
25.1 Reinsurance ceded	30,909,086		30,340,623					20,607		547,856	
25.2 Reinsurance assumed	29,760,092		29,760,092								
25.3 Net ceded less assumed	1,148,994	0	580,531	0	0	0	0	20,607	0	547,856	0
26. Totals:											
26.1 Reinsurance ceded (Page 6, Line 6)	132,918,591	0	131,728,556	0	0	0	0	37,831	0	1,152,204	0
26.2 Reinsurance assumed (Page 6, Line 22)	130,844,057	0	130,844,057	0	0	0	0	0	0	0	0
26.3 Net ceded less assumed	2,074,534	0	884,499	0	0	0	0	37,831	0	1,152,204	0
COMMISSIONS INCURRED (direct business only)											
27. First year (other than single)	37,886,055		509,608					2,460,989		34,915,458	
28. Single	0										
29. Renewal	25,326,940		274,795					1,143,310		23,908,835	
30. Deposit-type contract funds	0										
31. Totals (to agree with Page 6, Line 21)	63,212,995	0	784,403	0	0	0	0	3,604,299	0	58,824,293	0

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America
EXHIBIT 2 - GENERAL EXPENSES

	Insurance				5	6		
	1 Life	Accident and Health		4 All Other Lines of Business				
		2 Cost Containment	3 All Other					
1. Rent	7,552		584,744			592,296		
2. Salaries and wages	198,305		15,355,021			15,553,326		
3.11 Contributions for benefit plans for employees	21,617		1,673,849			1,695,466		
3.12 Contributions for benefit plans for agents						0		
3.21 Payments to employees under non-funded benefit plans						0		
3.22 Payments to agents under non-funded benefit plans						0		
3.31 Other employee welfare			366,127			366,127		
3.32 Other agent welfare						0		
4.1 Legal fees and expenses			167,076			167,076		
4.2 Medical examination fees						0		
4.3 Inspection report fees	54,879					54,879		
4.4 Fees of public accountants and consulting actuaries			309,809			309,809		
4.5 Expense of investigation and settlement of policy claims			130,512			130,512		
5.1 Traveling expenses			878,516			878,516		
5.2 Advertising			170,349			170,349		
5.3 Postage, express, telegraph and telephone			489,978			489,978		
5.4 Printing and stationery			743,378			743,378		
5.5 Cost or depreciation of furniture and equipment			13,013			13,013		
5.6 Rental of equipment			135,562			135,562		
5.7 Cost or depreciation of EDP equipment and software			1,004,221			1,004,221		
6.1 Books and periodicals			87,445			87,445		
6.2 Bureau and association fees			2,078			2,078		
6.3 Insurance, except on real estate			84,728			84,728		
6.4 Miscellaneous losses						0		
6.5 Collection and bank service charges			415,624			415,624		
6.6 Sundry general expenses						0		
6.7 Group service and administration fees						0		
6.8 Reimbursements by uninsured plans						0		
7.1 Agency expense allowance						0		
7.2 Agents' balances charged off (less \$ recovered)			10,798			10,798		
7.3 Agency conferences other than local meetings	25,655		1,986,494			2,012,149		
9.1 Real estate expenses						0		
9.2 Investment expenses not included elsewhere						0		
9.3 Aggregate write-ins for expenses	280,078	0	4,753,161	0		5,033,239		
10. General expenses incurred	588,086	0	29,362,483	0	2,240,032	(a) 32,190,601		
11. General expenses unpaid December 31, prior year	22,000	0	2,813,547	0	27,400	2,862,947		
12. General expenses unpaid December 31, current year	22,500		3,786,197		20,000	3,828,697		
13. Amounts receivable relating to uninsured plans, prior year	0	0	0	0	0	0		
14. Amounts receivable relating to uninsured plans, current year						0		
15. General expenses paid during year (Lines 10+11-12-13+14)	587,586	0	28,389,833	0	2,247,432	31,224,851		
DETAILS OF WRITE-INS								
09.301. Sales Awards and Incentives	51,715		4,004,347			4,056,062		
09.302. Recruiting Expenses			464,171			464,171		
09.303. Life Administrator Fees	228,363					228,363		
09.398. Summary of remaining write-ins for Line 9.3 from overflow page	0	0	284,643	0	0	284,643		
09.399. Totals (Lines 09.301 thru 09.303 plus 09.398) (Line 9.3 above)	280,078	0	4,753,161	0	0	5,033,239		

(a) Includes management fees of \$ 5,484,000 to affiliates and \$ to non-affiliates.

EXHIBIT 3 - TAXES, LICENSES AND FEES (EXCLUDING FEDERAL INCOME TAXES)

	Insurance			4	5
	1 Life	2 Accident and Health	3 All Other Lines of Business		
1. Real estate taxes					0
2. State insurance department licenses and fees	4,313	333,960			338,273
3. State taxes on premiums	66,229	5,128,174			5,194,403
4. Other state taxes, including \$ for employee benefits					0
5. U.S. Social Security taxes	8,540	661,282			669,822
6. All other taxes	990	76,632			77,622
7. Taxes, licenses and fees incurred	80,072	6,200,048	0	0	6,280,120
8. Taxes, licenses and fees unpaid December 31, prior year	12,400	1,286,485	0	0	1,298,885
9. Taxes, licenses and fees unpaid December 31, current year	14,163	1,096,724			1,110,887
10. Taxes, licenses and fees paid during year (Lines 7 + 8 - 9)	78,309	6,389,809	0	0	6,468,118

EXHIBIT 4 - DIVIDENDS OR REFUNDS

	1 Life	2 Accident and Health
1. Applied to pay renewal premiums		
2. Applied to shorten the endowment or premium-paying period		
3. Applied to provide paid-up additions		
4. Applied to provide paid-up annuities		
5. Total Lines 1 through 4		
6. Paid in cash		
7. Left on deposit		
8. Aggregate write-ins for dividend or refund options		
9. Total Lines 5 through 8		
10. Amount due and unpaid		
11. Provision for dividends or refunds payable in the following calendar year		
12. Terminal dividends		
13. Provision for deferred dividend contracts		
14. Amount provisionally held for deferred dividend contracts (including Line 3)		
15. Total Lines 10 through 14		
16. Total from prior year		
17. Total dividends or refunds (Lines 9 + 15 - 16)		
DETAILS OF WRITE-INS		
0801.		
0802.		
0803.		
0898. Summary of remaining write-ins for Line 8 from overflow page		
0899. Totals (Lines 0801 thru 0803 plus 0898) (Line 8 above)		

NONE

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1 Valuation Standard	2 Total	3 Industrial	4 Ordinary	5 Credit (Group and Individual)	6 Group
0100001. 80 CSO 4.5% NLP IDB 01-06	103,532		103,532		
0100002. 2001 CSO 4.0% NLP IDB 07-12	252,418		252,418		
0100003. 2001 CSO 3.5% NLP IDB 13 - NB	5,246		5,246		
0100004. 01 CSO 4.0% CRVM, IDB 07-12	1,630,148		1,630,148		
0100005. 01 CSO 4.25% CRVM, IDB 07-12	1,050,432		1,050,432		
0100006. 01 CSO 3.5% CRVM, IDB NB	3,724,655		3,724,655		
0100007. 01 CSO 3.75% CRVM, IDB NB	1,407,155		1,407,155		
0199997. Totals (Gross)	8,173,586	0	8,173,586	0	0
0199998. Reinsurance ceded	15,334		15,334		
0199999. Life Insurance: Totals (Net)	8,158,252	0	8,158,252	0	0
0299998. Reinsurance ceded	0	XXX		XXX	
0299999. Annuities: Totals (Net)	0	XXX	0	XXX	0
0399998. Reinsurance ceded	0				
0399999. SCWLC: Totals (Net)	0	0	0	0	0
0400001. 59 ADB 4.5% NLP, IDB 01-06	3,951		3,951		
0400002. 59 ADB 4.0% NLP IDB 07	13,998		13,998		
0400003. 59 ADB 3% ALB NLP IDB NB 07-NB	57,564		57,564		
0499997. Totals (Gross)	75,513	0	75,513	0	0
0499998. Reinsurance ceded	0				
0499999. Accidental Death Benefits: Totals (Net)	75,513	0	75,513	0	0
0599998. Reinsurance ceded	0				
0599999. Disability-Active Lives: Totals (Net)	0	0	0	0	0
0699998. Reinsurance ceded	0				
0699999. Disability-Disabled Lives: Totals (Net)	0	0	0	0	0
0799998. Reinsurance ceded	0				
0799999. Miscellaneous Reserves: Totals (Net)	0	0	0	0	0
9999999. Totals (Net) - Page 3, Line 1	8,233,765	0	8,233,765	0	0

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America
EXHIBIT 5 - INTERROGATORIES

1.1 Has the reporting entity ever issued both participating and non-participating contracts? Yes [] No [X]
 1.2 If not, state which kind is issued.
 Non-Participating
 2.1 Does the reporting entity at present issue both participating and non-participating contracts? Yes [] No [X]
 2.2 If not, state which kind is issued.
 Non-Participating
 3. Does the reporting entity at present issue or have in force contracts that contain non-guaranteed elements? Yes [] No [X]
 If so, attach a statement that contains the determination procedures, answers to the interrogatories and an actuarial opinion as described in the instructions.
 4. Has the reporting entity any assessment or stipulated premium contracts in force? Yes [] No [X]
 If so, state:
 4.1 Amount of insurance? \$
 4.2 Amount of reserve? \$
 4.3 Basis of reserve:
 4.4 Basis of regular assessments:
 4.5 Basis of special assessments:
 4.6 Assessments collected during the year \$
 5. If the contract loan interest rate guaranteed in any one or more of its currently issued contracts is less than 5%, not in advance, state the contract loan rate guarantees on any such contracts.
 6. Does the reporting entity hold reserves for any annuity contracts that are less than the reserves that would be held on a standard basis? Yes [] No [X]
 6.1 If so, state the amount of reserve on such contracts on the basis actually held: \$
 6.2 That would have been held (on an exact or approximate basis) using the actual ages of the annuitants; the interest rate(s) used in 6.1; and the same mortality basis used by the reporting entity for the valuation of comparable annuity benefits issued to standard lives. If the reporting entity has no comparable annuity benefits for standard lives to be valued, the mortality basis shall be the table most recently approved by the state of domicile for valuing individual annuity benefits: \$
 Attach statement of methods employed in their valuation.
 7. Does the reporting entity have any Synthetic GIC contracts or agreements in effect as of December 31 of the current year? Yes [] No [X]
 7.1 If yes, state the total dollar amount of assets covered by these contracts or agreements \$
 7.2 Specify the basis (fair value, amortized cost, etc.) for determining the amount:
 7.3 State the amount of reserves established for this business: \$
 7.4 Identify where the reserves are reported in the blank:
 8. Does the reporting entity have any Contingent Deferred Annuity contracts or agreements in effect as of December 31 of the current year? Yes [] No [X]
 8.1 If yes, state the total dollar amount of account value covered by these contracts or agreements: \$
 8.2 State the amount of reserves established for this business: \$
 8.3 Identify where the reserves are reported in the blank:
 9. Does the reporting entity have any Guaranteed Lifetime Income Benefit contracts, agreements or riders in effect as of December 31 of the current year? Yes [] No [X]
 9.1 If yes, state the total dollar amount of any account value associated with these contracts, agreements or riders: \$
 9.2 State the amount of reserves established for this business: \$
 9.3 Identify where the reserves are reported in the blank:
 9999999 - Total (Column 4, only)

EXHIBIT 5A - CHANGES IN BASES OF VALUATION DURING THE YEAR

1 Description of Valuation Class	Valuation Basis		4 Increase in Actuarial Reserve Due to Change
	2 Changed From	3 Changed To	
9999999 - Total (Column 4, only)			

NONE

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America

EXHIBIT 6 - AGGREGATE RESERVES FOR ACCIDENT AND HEALTH CONTRACTS

	1 Total	2 Group Accident and Health	3 Credit Accident and Health (Group and Individual)	4 Collectively Renewable	Other Individual Contracts				
					5 Non-Cancelable	6 Guaranteed Renewable	7 Non-Renewable for Stated Reasons Only	8 Other Accident Only	9 All Other
ACTIVE LIFE RESERVE									
1. Unearned premium reserves	16,661,170	977,551			22,140	15,661,479			
2. Additional contract reserves (a)	1,002,794,734	19,583,663			320,904	982,890,167			
3. Additional actuarial reserves-Asset/Liability analysis	0								
4. Reserve for future contingent benefits	0								
5. Reserve for rate credits	0								
6. Aggregate write-ins for reserves	0	0	0	0	0	0	0	0	0
7. Totals (Gross)	1,019,455,904	20,561,214	0	0	343,044	998,551,646	0	0	0
8. Reinsurance ceded	3,775,057	116,582			64,569	3,593,906			
9. Totals (Net)	1,015,680,847	20,444,632	0	0	278,475	994,957,740	0	0	0
CLAIM RESERVE									
10. Present value of amounts not yet due on claims	2,841,172	166,566			5,679	2,668,927			
11. Additional actuarial reserves-Asset/Liability analysis	0								
12. Reserve for future contingent benefits	0								
13. Aggregate write-ins for reserves	0	0	0	0	0	0	0	0	0
14. Totals (Gross)	2,841,172	166,566	0	0	5,679	2,668,927	0	0	0
15. Reinsurance ceded	0								
16. Totals (Net)	2,841,172	166,566	0	0	5,679	2,668,927	0	0	0
17. TOTAL (Net)	1,018,522,019	20,611,198	0	0	284,154	997,626,667	0	0	0
18. TABULAR FUND INTEREST	39,574,979	637,026			8,607	38,929,346			
DETAILS OF WRITE-INS									
0601.									
0602.									
0603.									
0698. Summary of remaining write-ins for Line 6 from overflow page	0	0	0	0	0	0	0	0	0
0699. TOTALS (Lines 0601 thru 0603 plus 0698) (Line 6 above)	0	0	0	0	0	0	0	0	0
1301.									
1302.									
1303.									
1398. Summary of remaining write-ins for Line 13 from overflow page	0	0	0	0	0	0	0	0	0
1399. TOTALS (Lines 1301 thru 1303 plus 1398) (Line 13 above)	0	0	0	0	0	0	0	0	0

(a) Attach statement as to valuation standard used in calculating this reserve, specifying reserve bases, interest rates and methods.

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America

EXHIBIT 7 - DEPOSIT TYPE CONTRACTS

	1 Total	2 Guaranteed Interest Contracts	3 Annuities Certain	4 Supplemental Contracts	5 Dividend Accumulations or Refunds	6 Premium and Other Deposit Funds
1. Balance at the beginning of the year before reinsurance						
2. Deposits received during the year						
3. Investment earnings credited to the account						
4. Other net change in reserves						
5. Fees and other charges assessed						
6. Surrender charges						
7. Net surrender or withdrawal payments						
8. Other net transfers to or (from) Separate Accounts						
9. Balance at the end of current year before reinsurance (Lines 1+2+3+4-5-6-7-8)						
10. Reinsurance balance at the beginning of the year						
11. Net change in reinsurance assumed						
12. Net change in reinsurance ceded						
13. Reinsurance balance at the end of the year (Lines 10+11-12)						
14. Net balance at the end of current year after reinsurance (Lines 9 + 13)						

NONE

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS**PART 1 - Liability End of Current Year**

	1 Total	2 Industrial Life	Ordinary			6 Credit Life (Group and Individual)	Group		Accident and Health		
			3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other
1. Due and unpaid:											
1.1 Direct	5,368,240									15,050	
1.2 Reinsurance assumed	0										
1.3 Reinsurance ceded	0										
1.4 Net	5,368,240	0	0	0	0	0	0	0	15,050	0	5,353,190
2. In course of settlement:											
2.1 Resisted											
2.11 Direct	0										
2.12 Reinsurance assumed	0										
2.13 Reinsurance ceded	0										
2.14 Net	0	0	(b) 0	(b) 0	0	(b) 0	(b) 0	0	0	0	0
2.2 Other											
2.21 Direct	134,433										134,433
2.22 Reinsurance assumed	0										
2.23 Reinsurance ceded	0										
2.24 Net	134,433	0	(b) 0	(b) 0	0	(b) 0	(b) 0	0	(b) 0	(b) 0	(b) 134,433
3. Incurred but unreported:											
3.1 Direct	22,230,160			1,797,000						1,221,483	
3.2 Reinsurance assumed	0										
3.3 Reinsurance ceded	535,647			256,000						9,000	
3.4 Net	21,694,513	0	(b) 1,541,000	(b) 0	0	(b) 0	(b) 0	0	(b) 1,212,483	(b) 0	(b) 18,941,030
4. TOTALS											
4.1 Direct	27,732,833	0	1,797,000	0	0	0	0	0	1,236,533	0	24,699,300
4.2 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0	0
4.3 Reinsurance ceded	535,647	0	256,000	0	0	0	0	0	9,000	0	270,647
4.4 Net	27,197,186	(a) 0	(a) 1,541,000	0	0	0	(a) 0	0	1,227,533	0	24,428,653

(a) Including matured endowments (but not guaranteed annual pure endowments) unpaid amounting to \$ 0 in Column 2, \$ 0 in Column 3 and \$ 0 in Column 7.

(b) Include only portion of disability and accident and health claim liabilities applicable to assumed "accrued" benefits. Reserves (including reinsurance assumed and net of reinsurance ceded) for unaccrued benefits for Ordinary Life Insurance \$ 0

Individual Annuities \$ 0, Credit Life (Group and Individual) \$ 0, and Group Life \$ 0, are included in Page 3, Line 1, (See Exhibit 5, Section on Disability Disabled Lives); and for Group Accident and Health \$ 0

Credit (Group and Individual) Accident and Health \$ 0, and Other Accident and Health \$ 0 are included in Page 3, Line 2 (See Exhibit 6, Claim Reserve).

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America
EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

PART 2 - Incurred During the Year

	1 Total	2 Industrial Life (a)	Ordinary			6 Credit Life (Group and Individual)	Group		Accident and Health		
			3 Life Insurance (b)	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance (c)	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other
1. Settlements During the Year:											
1.1 Direct	81,393,118		651,634						1,180,867		79,560,617
1.2 Reinsurance assumed	18,727,780		18,727,780								
1.3 Reinsurance ceded	19,103,234		18,849,285						3,674		250,275
1.4 Net	(d) 81,017,664	0	530,129	0	0	0	0	0	1,177,193	0	79,310,342
2. Liability December 31, current year from Part 1:											
2.1 Direct	27,732,833	0	1,797,000	0	0	0	0	0	1,236,533	0	24,699,300
2.2 Reinsurance assumed	0	0	0	0	0	0	0	0	0	0	0
2.3 Reinsurance ceded	535,647	0	256,000	0	0	0	0	0	9,000	0	270,647
2.4 Net	27,197,186	0	1,541,000	0	0	0	0	0	1,227,533	0	24,428,653
3. Amounts recoverable from reinsurers December 31, current year	0										
4. Liability December 31, prior year:											
4.1 Direct	25,186,835	0	1,847,000	0	0	0	0	0	1,103,391	0	22,236,444
4.2 Reinsurance assumed	4,083,388	0	4,083,388	0	0	0	0	0	0	0	0
4.3 Reinsurance ceded	1,017,888	0	305,000	0	0	0	0	0	25,000	0	687,888
4.4 Net	28,252,335	0	5,625,388	0	0	0	0	0	1,078,391	0	21,548,556
5. Amounts recoverable from reinsurers December 31, prior year	4,083,388	0	4,083,388	0	0	0	0	0	0	0	0
6. Incurred Benefits											
6.1 Direct	83,939,116	0	601,634	0	0	0	0	0	1,314,009	0	82,023,473
6.2 Reinsurance assumed	14,644,392	0	14,644,392	0	0	0	0	0	0	0	0
6.3 Reinsurance ceded	14,537,605	0	14,716,897	0	0	0	0	0	(12,326)	0	(166,966)
6.4 Net	84,045,903	0	529,129	0	0	0	0	0	1,326,335	0	82,190,439

(a) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ 0 in Line 1.1, \$ 0 in Line 1.4.

\$ 0 in Line 6.1, and \$ 0 in Line 6.4.

(b) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ 0 in Line 1.1, \$ 0 in Line 1.4.

\$ 0 in Line 6.1, and \$ 0 in Line 6.4.

(c) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ 0 in Line 1.1, \$ 0 in Line 1.4.

\$ 0 in Line 6.1, and \$ 0 in Line 6.4.

(d) Includes \$ 0 premiums waived under total and permanent disability benefits.

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America
EXHIBIT OF NON-ADMITTED ASSETS

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D)		0	0
2. Stocks (Schedule D):			
2.1 Preferred stocks		0	0
2.2 Common stocks		0	0
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens		0	0
3.2 Other than first liens.....		0	0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company		0	0
4.2 Properties held for the production of income.....		0	0
4.3 Properties held for sale		0	0
5. Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments (Schedule DA)		0	0
6. Contract loans		0	0
7. Derivatives (Schedule DB)		0	0
8. Other invested assets (Schedule BA)		0	0
9. Receivables for securities		0	0
10. Securities lending reinvested collateral assets (Schedule DL)		0	0
11. Aggregate write-ins for invested assets	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	0	0	0
13. Title plants (for Title insurers only)		0	0
14. Investment income due and accrued		0	0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection		0	0
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due		0	0
15.3 Accrued retrospective premiums and contracts subject to redetermination		0	0
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers		0	0
16.2 Funds held by or deposited with reinsured companies		0	0
16.3 Other amounts receivable under reinsurance contracts		0	0
17. Amounts receivable relating to uninsured plans		0	0
18.1 Current federal and foreign income tax recoverable and interest thereon		0	0
18.2 Net deferred tax asset	27,823,000	24,405,000	(3,418,000)
19. Guaranty funds receivable or on deposit		0	0
20. Electronic data processing equipment and software	336,298	59,037	(277,261)
21. Furniture and equipment, including health care delivery assets	21,658	33,901	12,243
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	9,489,626	6,784,169	(2,705,457)
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	37,670,582	31,282,107	(6,388,475)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts		0	0
28. Total (Lines 26 and 27)	37,670,582	31,282,107	(6,388,475)
DETAILS OF WRITE-INS			
1101.			
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)	0	0	0
2501. Other Assets Non-Admitted	40,497	40,497	0
2502. Agent Balances	8,873,607	6,318,428	(2,555,179)
2503. Prepaid Expenses	575,522	425,244	(150,278)
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	9,489,626	6,784,169	(2,705,457)

Note 1 – Summary of Significant Accounting Policies and Going Concern

This is a statement of the accounting principles and methods applied in preparing these statutory financial statements

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	\$ 31,493,309	\$ 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	\$ 31,493,309	\$ 22,995,301
SURPLUS					
(5) Family Heritage Life Insurance Company of America	XXX	XXX	XXX	\$ 125,441,833	\$ 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	\$ 125,441,833	\$ 100,322,921

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

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

C. Accounting Policy

Life premiums are recognized as income over the premium paying period of the related policies. Health premiums are earned ratably over the terms of the related insurance policies. Expenses incurred in connection with acquiring new insurance business, including acquisition costs such as sales commission, are charged to operations as incurred.

(1) Basis for Short-Term Investments

Short-term investments are stated at amortized cost.

(2) Basis for Bonds and Amortization Schedule

Bonds not backed by other loans are stated at amortized cost using the yield to worst method.

(3) Basis for Common Stocks

Not applicable

(4) Basis for Preferred Stocks

Not applicable

(5) Basis for Mortgage Loans

Mortgage loans are reported at unpaid principal balances, net of any unamortized discount or premium and allowance for loan losses. The loans are secured by the underlying real estate.

(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

The Company has a 50% interest in a joint venture which owns the Company's home office site. The investment is based on the underlying audited GAAP equity of the entity at December 31, 2018. The Company's liability is limited to its amount invested.

(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

Liabilities for losses and loss/claim adjustment expenses for accident and health contracts are estimated by the Company's valuation actuary using statistical claim development models and tabular reserves employing mortality/morbidity tables.

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

The Company has not modified its capitalization policy from the prior period.

(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 2018, the minimum and maximum rates of interest received for new commercial mortgage loans were 5.83 and 6.01 percent, respectively.
- (2) During 2018, the maximum percentage of any one loan to the value of collateral at the time of the loan was 58.78 percent.
- (3) Taxes, assessments and any amounts advanced and not included in the mortgage loan amount

None

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

	Farm	Residential		Commercial		Mezzanine	Total
		Insured	All Other	Insured	All Other		
a. Current Year							
1. Recorded Investment (All)							
(a) Current	\$ -	\$ -	\$ -	\$ -	\$ 11,069,741	\$ -	\$ 11,069,741
(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	\$ -	\$ -	\$ -	\$ -	\$ 11,069,741	\$ -	\$ 11,069,741
b. Prior Year							
1. Recorded Investment (All)							
(a) Current	\$ -	\$ -	\$ -	\$ -	\$ 3,466,679	\$ -	\$ 3,466,679
(b) 30-59 Days Past Due	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(c) 60-89 Days Past Due	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(d) 90-179 Days Past Due	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(e) 180+ Days Past Due	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2. Accruing Interest 90-179 Days Past Due							
(a) Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(b) Interest Accrued	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
3. Accruing Interest 180+ Days Past Due							
(a) Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(b) Interest Accrued	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
4. Interest Reduced							
(a) Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(b) Number of Loans	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(c) Percent Reduced	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
5. Participant or Co-Lender in a Mortgage Loan Agreement							
(a) Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ 3,466,679	\$ -	\$ 3,466,679

- (5) Investment in Impaired Loans With or Without Allowance for Credit Losses and Impaired Loans Subject to a participant or Co-Lender Mortgage Loan Agreement for which the Reporting Entity is Restricted from Unilaterally Foreclosing on the Mortgage Loan

None

- (6) Investment in impaired Loans – Average Recorded Investment, Interest Income Recognized, Recorded Investment on Nonaccrual Status and Amount of Interest Income Recognized Using a Cash-Basis Method of Accounting

None

(7) Allowances for Credit Balances

None

(8) Mortgage Loans Derecognized as a Result of Foreclosure

None

(9) Policy for Recognizing Interest Income on Impaired Loans

Interest income on mortgage loans is accrued and recorded net of servicing fees. Interest that is 180 days past due but that is still deemed collectible is accrued but non-admitted. Any interest deemed uncollectible is written off as a charge against investment income.

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 year:

a. The aggregate amount of unrealized losses:	1. Less than 12 Months	\$ (102,977)
	2. 12 Months or Longer	\$ -
b. The aggregate related fair value of securities with unrealized losses:	1. Less than 12 Months	\$ 8,497,784
	2. 12 Months or Longer	\$ -

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

E. Dollar Repurchase Agreements and/or Securities Lending Transactions

Not applicable

F. Repurchase Agreements Transactions Accounted for as Secured Borrowing

Not applicable

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America

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

The only real estate held by the Company is described in 2a below. Impairment losses on real estate properties involve reducing the book value to match the current list price of the property. Total impairment losses for 2018 and 2017 were \$0 and \$0, respectively. Losses are included within the net realized capital gains (losses) caption in the Summary of Operations.

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

- (a) The Company may acquire the personal residence of employees who are relocating at the request of the Company. These properties are immediately listed for sale and are generally sold within a short period of time.
- (b) Total realized losses on real estate sold in 2018 and 2017 was \$0 and \$15,000, respectively. Losses are included within the net realized capital gains (losses) caption in the Summary of Operations.

(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

There are 12 years of remaining unexpired tax credits for low-income housing investments, with a required holding period of 17 years.

(2) Amount of LIHTC and Other Tax Benefits Recognized

The amount of LIHTC and other tax benefits recognized were \$57,237 and \$34,678 during 2018 and 2017, respectively.

(3) Balance of Investment Recognized

The balance of the investment recognized in the statement of financial position at December 31, 2018 and December 31, 2017 was \$2,009,182 and \$0, respectively.

(4) Regulatory Reviews

Currently the LIHTC property is not subject to any regulatory reviews.

(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)

Restricted Asset Category	Gross (Admitted & Nonadmitted) Restricted							Current Year			
	Current Year		6		7		8		9		Percentage
	1	2	3	4	5						10
	Total General Account	G/A Supporting S/A	Separate Account (S/A)	S/A Assets Supporting G/A	Total	Total from Prior Year	Increase/ (Decrease)	Total	Admitted Nonadmitted Restricted	Total Restricted (5 minus 8)	Admitted Total Assets (c) Assets (d)
a. Subject to contractual obligation for which liability is not shown	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	- % - %
b. Collateral held under security lending arrangements											
c. Subject to repurchase agreements											
d. Subject to reverse repurchase agreements											
e. Subject to dollar repurchase agreements											
f. Subject to dollar reverse repurchase agreements											
g. Placed under option contracts											
h. Letter stock or securities restricted as to sale - excluding FHLB capital stock											
i. FHLB capital stock											
j. On deposit with states	3,571,751				3,571,751	3,554,422	17,329		3,571,751	0.3%	0.3%
k. On deposit with other regulatory bodies											
l. Pledged as collateral to FHLB (including assets backing funding agreements)											
m. Pledged as collateral not captured in other categories											
n. Other Restricted Assets											
o. Total Restricted Assets	\$ 3,571,751	\$ -	\$ -	\$ -	\$ 3,571,751	\$ 3,554,422	\$ 17,329	\$ -	\$ 3,571,751	0.3%	0.3%
(a) subset of Column 1		(b) subset of Column 2		(c) Column 5 divided by Asset Page, Column 1, Line 28		(d) Column 9 divided by Asset Page, Column 3, Line 28					

(2) Detail of Assets Pledged as Collateral Not Captured in Other Categories (Contracts 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. 5GI Securities

Not applicable

Q. Short Sales

Not applicable

R. Repayment Penalty and Acceleration Fees

		General Account	Separate Account
(1)	Number of CUSIPs	7	-
(2)	Aggregate Amount of Investment Income	\$ 44,778	\$ -

Note 6 – Joint Ventures, Partnerships and Limited Liability Companies

- A. The Company has no investment in joint ventures, partnerships or limited liability companies that exceed 10% of its admitted assets.
- B. There was no impairment to the Company's only investment in a joint venture.

Note 7 – Investment Income

- A. All investment income due and accrued on bonds with amounts 90 days past due are excluded from surplus.
- B. The total amount of due and accrued investment income excluded from surplus at December 31, 2018 was \$0.

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 (Col 1+2)	4	5	6 (Col 4+5)	7 (Col 1-4)	8 (Col 2-5)	9 (Col 7+8)
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
a. Gross deferred tax assets	\$ 40,080,000	\$ 10,098,000	\$ 50,178,000	\$ 46,581,000	\$ 9,897,000	\$ 56,478,000	\$ (6,501,000)	\$ 201,000	\$ (6,300,000)
b. Statutory valuation allowance adjustment	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
c. Adjusted gross deferred tax assets (1a-1b)	\$ 40,080,000	\$ 10,098,000	\$ 50,178,000	\$ 46,581,000	\$ 9,897,000	\$ 56,478,000	\$ (6,501,000)	\$ 201,000	\$ (6,300,000)
d. Deferred tax assets nonadmitted	\$ 20,222,000	\$ 7,601,000	\$ 27,823,000	\$ 17,793,000	\$ 6,612,000	\$ 24,405,000	\$ 2,429,000	\$ 989,000	\$ 3,418,000
e. Subtotal net admitted deferred tax asset (1c-1d)	\$ 19,858,000	\$ 2,497,000	\$ 22,355,000	\$ 28,788,000	\$ 3,285,000	\$ 32,073,000	\$ (8,930,000)	\$ (788,000)	\$ (9,718,000)
f. Deferred tax liabilities	\$ 8,447,000	\$ 139,000	\$ 8,586,000	\$ 18,978,000	\$ 21,000	\$ 18,999,000	\$ (10,531,000)	\$ 118,000	\$ (10,413,000)
g. Net admitted deferred tax asset/(net deferred tax liability) (1e-1f)	\$ 11,411,000	\$ 2,358,000	\$ 13,769,000	\$ 9,810,000	\$ 3,264,000	\$ 13,074,000	\$ 1,601,000	\$ (906,000)	\$ 695,000

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 realized.

2. Admission Calculation Components SSAP No. 101:

	2018			2017			Change		
	1	2	3 (Col 1+2)	4	5	6 (Col 4+5)	7 (Col 1-4)	8 (Col 2-5)	9 (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)	\$ 11,411,000	\$ 2,358,000	\$ 13,769,000	\$ 9,810,000	\$ 3,264,000	\$ 13,074,000	\$ 1,601,000	\$ (906,000)	\$ 695,000
Adjusted gross deferred tax assets expected to be realized following the balance sheet date	\$ 11,411,000	\$ 2,358,000	\$ 13,769,000	\$ 9,810,000	\$ 3,398,000	\$ 13,208,000	\$ 1,601,000	\$ (1,040,000)	\$ 561,000
Adjusted gross deferred tax assets allowed per limitation threshold	XXX	XXX	\$ 16,738,000	XXX	XXX	\$ 13,074,000	XXX	XXX	\$ 3,664,000
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	\$ 8,447,000	\$ 139,000	\$ 8,586,000	\$ 18,978,000	\$ 21,000	\$ 18,999,000	\$ (10,531,000)	\$ 118,000	\$ (10,413,000)
d. Deferred tax assets admitted as the result of application of SSAP 101.									
Total (2a)+2(b)+2(c)	\$ 19,858,000	\$ 2,497,000	\$ 22,355,000	\$ 28,788,000	\$ 3,285,000	\$ 32,073,000	\$ (8,930,000)	\$ (788,000)	\$ (9,718,000)

3. Other Admissibility Criteria:

		2018	2017
a. Ratio percentage used to determine recovery period and threshold limitation amount		1314.0%	1210.0%
b. Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above		\$ 118,350,358	\$ 92,564,101

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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

	12/31/2018		12/31/2017		Change	
	1	2	3	4	5	6
	Ordinary	Capital	Ordinary	Capital	Ordinary	Capital
1. Adjusted gross DTAs amount from Note 9A1(c)	\$ 40,080,000	\$ 10,098,000	\$ 46,581,000	\$ 9,897,000	\$ (6,501,000)	\$ 201,000
2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	0.0%	1.0%	0.0%	2.0%	0.0%	-1.0%
3. Net admitted adjusted gross DTAs amount from Note 9A1(e)	\$ 19,858,000	\$ 2,497,000	\$ 28,788,000	\$ 3,285,000	\$ (8,930,000)	\$ (788,000)
4. Percentage of net admitted Adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies	9.0%	13.0%	5.0%	36.0%	4.0%	-23.0%

(b). Does the company's tax planning strategies include the use of reinsurance? Yes () No (X)

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:

	12/31/2018			12/31/2017			Change		
	1	2	3	4	5	6	7	8	9
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
Net deferred tax asset (liability)	\$ 31,633,000	\$ 9,959,000	\$ 41,592,000	\$ 27,603,000	\$ 9,876,000	\$ 37,479,000	\$ 4,030,000	\$ 83,000	\$ 4,113,000
- Tax-effect of unrealized gains and losses	\$ -	\$ (33,000)	\$ (33,000)	\$ -	\$ 1,000	\$ 1,000	\$ -	\$ (34,000)	\$ (34,000)
- Tax-effect of other surplus gains and losses	\$ 62,429	\$ -	\$ 62,429	\$ 83,429	\$ -	\$ 83,429	\$ (21,000)	\$ -	\$ (21,000)
- Prior period adjustment unrealized gains and losses	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net tax effect without unrealized gains and losses and prior period adjustments	\$ 31,570,571	\$ 9,992,000	\$ 41,562,571	\$ 27,519,571	\$ 9,875,000	\$ 37,394,571	\$ 4,051,000	\$ 117,000	\$ 4,168,000

C. Current and Deferred Income Taxes

1. Current Income Tax:

		1	2	3
		2018	2017	(Col 1-2)
a. Federal	\$ 11,188,686	\$ 13,078,197	\$ (1,889,511)	
b. Foreign	\$ -	\$ -	\$ -	
c. Subtotal	\$ 11,188,686	\$ 13,078,197	\$ (1,889,511)	
d. Federal income tax on net capital gains	\$ 1,227,260	\$ (135,590)	\$ 1,362,850	
e. Utilization of capital loss carry-forwards	\$ -	\$ -	\$ -	
f. Other	\$ -	\$ -	\$ -	
g. Federal and foreign income taxes incurred	\$ 12,415,946	\$ 12,942,607	\$ (526,661)	

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America

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	\$ 15,454,000	\$ 24,642,000	\$ (9,188,000)
4. Investments	\$ -	\$ -	\$ -
5. Deferred acquisition costs	\$ 18,989,000	\$ 16,479,000	\$ 2,510,000
6. Policyholder dividends accrual	\$ -	\$ -	\$ -
7. Fixed assets	\$ -	\$ -	\$ -
8. Compensation and benefits accrual	\$ 76,000	\$ 90,000	\$ (14,000)
9. Pension accrual	\$ -	\$ -	\$ -
10. Receivables - nonadmitted	\$ -	\$ -	\$ -
11. Net operation loss carry-forward	\$ -	\$ -	\$ -
12. Tax credit carry-forward	\$ -	\$ -	\$ -
13. Agents balances	\$ 1,863,000	\$ 1,327,000	\$ 536,000
14. Prepaids	\$ 121,000	\$ 89,000	\$ 32,000
15. Intangibles	\$ 3,506,000	\$ 3,903,000	\$ (397,000)
16. Other (items <5% of total ordinary tax assets)	\$ 71,000	\$ 51,000	\$ 20,000
Other (items >=5% of total ordinary tax assets)			
99. Subtotal	\$ 40,080,000	\$ 46,581,000	\$ (6,501,000)
b. Statutory valuation allowance adjustment	\$ -	\$ -	\$ -
c. Nonadmitted	\$ 20,222,000	\$ 17,793,000	\$ 2,429,000
d. Admitted ordinary deferred tax assets (2a99-2b-2c)	\$ 19,858,000	\$ 28,788,000	\$ (8,930,000)
e. Capital:			
1. Investments	\$ 8,686,000	\$ 9,533,000	\$ (847,000)
2. Net capital loss carry-forward	\$ -	\$ -	\$ -
3. Real estate	\$ -	\$ -	\$ -
4. Other (items <5% of total ordinary tax assets)	\$ 1,412,000	\$ 364,000	\$ 1,048,000
Other (items >=5% of total capital tax assets)			
99. Subtotal	\$ 10,098,000	\$ 9,897,000	\$ 201,000
f. Statutory valuation allowance adjustment	\$ -	\$ -	\$ -
g. Nonadmitted	\$ 7,601,000	\$ 6,612,000	\$ 989,000
h. Admitted capital deferred tax assets (2e99-2f-2g)	\$ 2,497,000	\$ 3,285,000	\$ (788,000)
i. Admitted deferred tax assets (2d+dh)	\$ 22,355,000	\$ 32,073,000	\$ (9,718,000)

3. Deferred Tax Liabilities:

	1 2018	2 2017	3 (Col 1-2) Change
a. Ordinary			
1. Investments	\$ -	\$ -	\$ -
2. Fixed assets	\$ 18,000	\$ 22,000	\$ (4,000)
3. Deferred and uncollected premium	\$ 259,000	\$ 9,546,000	\$ (9,287,000)
4. Reserves-basis change due to tax reform	\$ 8,051,000	\$ 9,287,000	\$ (1,236,000)
5. Other (items <5% of total ordinary tax liabilities)	\$ 119,000	\$ 123,000	\$ (4,000)
Other (items >=5% of total ordinary tax assets)			
	\$ -	\$ -	\$ -
99. Subtotal	\$ 8,447,000	\$ 18,978,000	\$ (10,531,000)
b. Capital:			
1. Investments	\$ -	\$ -	\$ -
2. Real estate	\$ -	\$ -	\$ -
3. Other (items <5% of total ordinary tax assets)	\$ 139,000	\$ 21,000	\$ 118,000
Other (items >=5% of total capital tax assets)			
	\$ -	\$ -	\$ -
99. Subtotal	\$ 139,000	\$ 21,000	\$ 118,000
c. Deferred tax liabilities (3a99+3b99)	\$ 8,586,000	\$ 18,999,000	\$ (10,413,000)
4. Net Deferred Tax Assets (2i-3c)	\$ 13,769,000	\$ 13,074,000	\$ 695,000

On December 22, 2017, the Tax Cuts and Jobs Act (Tax Legislation) was signed into law which significantly revises corporate income tax rates from 35% to 21%, among other modifications. Based on our analysis of the Tax Legislation as of December 31, 2017, the Company was able to determine a reasonable estimate for the tax reform adjustment. The approximate change in the Company's net deferred tax assets caused by the tax rate change as of December 31, 2017 was \$24,986,000. Our analysis of the Tax Legislation was completed during the fourth quarter of 2018 resulting in a change to the Company's net deferred taxes of (\$43,000) as illustrated below:

	Deferred Taxes at 35%	Deferred Taxes at 21%	Tax Rate Impact
At December 31, 2018			
Operating Deferred Tax Items	\$ 62,220,000	\$ 37,332,000	\$ 24,888,000
Unrealized Deferred Tax Items	\$ 139,000	\$ 84,000	\$ 55,000
Net Deferred Taxes	\$ 62,359,000	\$ 37,416,000	\$ 24,943,000

	Deferred Taxes at 35%	Deferred Taxes at 21%	Tax Rate Impact
At December 31, 2017			
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

	Deferred Taxes at 35%	Deferred Taxes at 21%	Tax Rate Impact
Change			
Operating Deferred Tax Items	\$ (106,000)	\$ (63,000)	\$ (43,000)
Unrealized Deferred Tax Items	\$ -	\$ -	\$ -
Net Deferred Taxes	\$ (106,000)	\$ (63,000)	\$ (43,000)

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

		12/31/2018	12/31/2017	Change
(1)	Current income taxes incurred	\$ 12,415,946	\$ 12,942,607	\$ (526,661)
(2)	Change in deferred income tax (without tax on unrealized gains and losses or foreign exchange gains and losses)	\$ (4,168,000)	\$ 26,302,316	\$ (30,470,316)
(3)	Total income tax reported	<u>\$ 8,247,946</u>	<u>\$ 39,244,923</u>	<u>\$ (30,996,977)</u>
(4)	Net gain from operations before federal income tax and realized gains	\$ 43,711,615	\$ 35,803,768	\$ 7,907,847
(5)	Realized capital gains (losses) before federal income tax, after transfer to IMR	\$ 197,641	\$ 134,141	\$ 63,500
(6)	Income before taxes	\$ 43,909,256	\$ 35,937,909	\$ 7,971,347
		21%	35%	---
	Expected income tax expense (benefit) at the statutory rate	\$ 9,220,944	\$ 12,578,268	\$ (3,357,324)
(7)	Increase (decrease) in actual tax reported resulting from:			
a.	Tax adjustment for IMR	\$ 4,000	\$ (414,000)	\$ 418,000
b.	Deferred tax benefit on nonadmitted assets	\$ (624,000)	\$ 2,175,000	\$ (2,799,000)
c.	Change in deferred taxes due to tax reform	\$ (43,000)	\$ 24,931,000	\$ (24,974,000)
d.	Prior year adjustments	\$ 107,000	\$ 1,000	\$ 106,000
e.	Nondeductible expenses	\$ 74,000	\$ 46,000	\$ 28,000
f.	Tax exempt interest	\$ (114,000)	\$ -	\$ (114,000)
g.	Tax assets transferred/created as a result of the sale	\$ -	\$ -	\$ -
h.	Tax credits	\$ (36,000)	\$ (9,000)	\$ (27,000)
i.	Stock based compensation	\$ (350,000)	\$ (44,014)	\$ (305,986)
j.	Other - miscellanous	\$ 9,002	\$ (19,331)	\$ 28,333
(8)	Total income tax reported	<u>\$ 8,247,946</u>	<u>\$ 39,244,923</u>	<u>\$ (30,996,977)</u>

E. Operating Loss Carryforwards and Income Taxes Available for Recoupment

1. As of 12/31/2018, the Company has no net operating loss or tax credit carryforwards
2. The amount of federal income taxes incurred that are available for recoupment in the event of future net losses:

Year	Amounts
2018	\$ 198,000
2017	\$ 296,000
2016	\$ -

3. The aggregate amount of deposits admitted under Section 6603 of the Internal Revenue Code is
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 And Accident 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 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

H. Repatriation Transition Tax (RTT)

The Company doesn't owe RTT for the year.

I. Alternative Minimum Tax (AMT) Credit

The Company had no AMT credit carryforwards as of the beginning of the year. As a result, no AMT credits were recovered during the year or exist as of the end of the year.

Note 10 – Information Concerning Parent, Subsidiaries, Affiliates and Other Related Parties

A. Common stock ownership of the Company and affiliates is as shown in the chart on Schedule Y, Part 1. All companies are 100% owned except where indicated otherwise.

On December 31, 2017, Torchmark Corporation contributed 100% of its ownership in the Company's common stock to Globe Life And Accident Insurance Company. Globe Life And Accident Insurance Company recorded the contribution as contributed surplus at the value of the Company's December 31, 2017 capital and surplus of \$100,322,921. Effective with this transaction, Globe Life And Accident Insurance Company is the direct parent of the Company and Torchmark Corporation is the ultimate parent of both companies.

B. During 2018, \$22,995,000 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.

On March 23, 2018, the Company sold \$2,499,999 of agent balances to its ultimate parent, Torchmark Corporation, for a purchase price of \$2,440,114, discounted at 4.5% interest. As of December 31, 2018; \$610,029 of the balances sold were outstanding.

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 paid a surplus note interest payment of \$393,750 to an affiliate, American Income Life Insurance Company, on June 15, 2018

The Company paid a surplus note interest payment of \$393,750 to an affiliate, Liberty National Life Insurance Company, on June 15, 2018

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.

On October 10, 2018, Globe Life And Accident Insurance Company made a capital contribution to the Company in the amount of \$20 million.

The Company borrowed \$20,000,000 from an affiliate, Torchmark Corporation, on October 15, 2018 at an interest rate of 5.25%. \$10,000,000 of the borrowing was repaid on November 1, 2018 with interest of \$23,333 included with the loan repayment. The remaining \$10,000,000 of the borrowing was repaid on December 12, 2018 with interest of \$83,125 included with the loan repayment.

The Company paid a surplus note interest payment of \$393,750 to an affiliate, American Income Life Insurance Company, on December 15, 2018

The Company paid a surplus note interest payment of \$393,750 to an affiliate, Liberty National Life Insurance Company, on December 15, 2018

On December 21, 2018, the Company sold \$9,375,000 of agent balances to its ultimate parent, Torchmark Corporation, for a purchase price of \$9,101,576, discounted at 5.5% interest. As of December 31, 2018, the entire balances sold were outstanding.

During 2018, the Company paid \$284,458 in interest to its ultimate parent, Torchmark Corporation, in relation to the sale of agents balances on December 22, 2017 and March 23, 2018.

- C. Not applicable
- D. Not applicable
- E. There are no guarantees or undertakings for the benefit of affiliated parties, other than that disclosed in these Notes.
- F. The Company's investment management function is managed by Torchmark Corporation under the Master Services Agreement with Torchmark discussed below. The fee for these services is based on the total value of the securities managed. For the 2018 reporting period, investment fees paid to Torchmark Corporation totaled \$1,992,000.

The Company has a separate service agreement with Torchmark Corporation to provide a wide variety of possible services. The agreement is a master service agreement with the Company and the other insurance affiliates of Torchmark Corporation. The fee for these services is based on ratio of certain expenses at the affiliate level to comparable Torchmark Corporation consolidated expenses applied to Torchmark Corporation's total operating expense for the prior year. For the 2018 reporting period, management fees paid to Torchmark Corporation totaled \$3,492,000.

These fees are paid on a monthly basis.

The Company is party to a service agreement by and between American Income Life Insurance Company, Globe Life And Accident Insurance Company, Liberty National Life Insurance Company, Torchmark Corporation and United American Insurance Company. The agreement establishes that all parties may, from time to time, act to furnish a particular service or services becoming a "Service Provider" or receive a particular service or services as a "Service Beneficiary" and provides for allocation of salary expense and other costs of providing such services to the appropriate Service Beneficiary.

- G. All outstanding shares of the Company are held by Globe Life And Accident Insurance Company.
- H. Not applicable
- I. Not applicable
- J. Not applicable
- K. Not applicable
- L. Not applicable
- M. Not applicable

N. Not applicable

O. 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

The Company participates in a defined contribution thrift plan covering substantially all employees. The liability for the plan is maintained at the holding company level. The thrift plan is funded by employee contributions that are matched by the Company based on percentage of such contributions. Company contributions were \$213,582 and \$228,058 for the years ended December 31, 2018 and 2017, respectively.

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. The Company's liability for this plan was \$362,754 and \$426,718 at December 31, 2018 and 2017, respectively. Expense recognized for the plan for the years ended December 31, 2018 and 2017 were \$34,164 and \$33,390, respectively.

H. Postemployment Benefits and Compensated Absences

Compensated absences/vacation pay is recorded in accordance with SSAP No. 11.

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. The Company has 1,000 shares of Class A stock authorized and 213 shares issued and outstanding at December 31, 2018. The par value of the stock is \$12,000 per share.

During 2018, the Company redeemed and retired the Class B stock issued, outstanding and authorized and this class of stock is no longer existing.

2. The Company has no preferred stock

3. Statutory regulations in the State of Ohio limit the payment of dividends by stock life insurance companies in any one year to an amount equal to the greater of statutory net income from the previous year or 10% of surplus as regards policyholders reported for the previous year. Dividends in excess of the limitation are not available without special approval of the Ohio Department of Insurance. The maximum dividend that can be made without prior approval in 2019 is \$31,493,309.

4. Dividends on the Company's stock are paid as declared by its Board of Directors and are subject to statutory regulations of the State of Ohio as noted in 3. above. 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
\$5,200,000 ordinary dividend	10/15/2018	10/26/2018
\$5,100,000 ordinary dividend	12/10/2018	12/21/2018

5. See 3. above

6. Not applicable

7. Not applicable

8. Not applicable

9. Not applicable

10. The portion of unassigned funds (surplus) represented or reduced by cumulative unrealized gains and (losses) is:

Unrealized gain on joint venture	\$ 122,568
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11. The Company issued the following surplus debentures or similar obligations:

Date Issued	Interest Rate	Par Value	Carrying Value of Note	Principal and/or Interest Paid	Cumulative Principal and/or Interest Paid	Unapproved Principal and/or Interest	Date of Maturity
		(Face Amount of Note)		Interest Paid Current Period	Interest Paid	Interest	
09/30/2016	5.25%	\$ 15,000,000	\$ 15,000,000	\$ 787,500	\$ 1,739,063	\$ -	09/30/2046
09/30/2016	5.25%	15,000,000	15,000,000	787,500	1,739,063		09/30/2046
Totals	XXX	\$ 30,000,000	\$ 30,000,000	\$ 1,575,000	\$ 3,478,126	\$ -	XXX

The surplus notes have the following repayment conditions and restrictions:

1) Payments of principal and interest can only be made from the issuer's available surplus when the amount of surplus remaining after repayment is equal to or greater than the surplus existing immediately after the issuance of the security.

2) Payments can only be made with the prior approval of the Ohio Insurance Director. Semi-annual interest payments are due June 15 and December 15 and commenced on June 15, 2017.

The surplus notes are direct, unsecured obligations of the Company. In the event of liquidation, the notes are subordinate to holders of policy claims, other indebtedness and other creditor claims.

The surplus notes were issued pursuant to Rule 144A under the Securities Act of 1933. All proceeds were received in cash. The notes are held by company affiliates as follows:

Affiliated Company	Amount
American Income Life Insurance Company	\$ 15,000,000
Liberty National Life Insurance Company	\$ 15,000,000

12. Not applicable

13. Not applicable

Note 14 – Liabilities, Contingencies and Assessments

A. Contingent Commissions

Not applicable

B. Assessments

1. On March 1, 2017, the Commonwealth Court of Pennsylvania issued orders placing Penn Treaty Network America Insurance Company (Penn Treaty) and American Network Insurance Company (American Network) in liquidation. The Company has estimated its ultimate unrecoverable assessments related to this liquidation will be \$142,000, which has been charged to operations in the previous period.

2.	a.	Assets recognized from paid and accrued premium tax offsets and policy surcharges prior year-end	\$ 1,498,620.85
	b.	Decreases current year: Premium tax offset applied Reversal of prior year accrual	\$ 93,429.00 \$ 32,430.90
	c.	Increases current year: Assessments paid	\$ 109,249.05
	d.	Assets recognized from paid and accrued premium tax offsets and policy surcharges current year-end	\$ 1,482,010.00

3. The undiscounted and discounted amount of the guaranty fund assessments and related assets by insolvency are as follows:

Name of Insolvency	Guaranty Fund Assessment		Related Assets	
	Undiscounted	Discounted	Undiscounted	Discounted
Penn Treaty/American Network	\$ 14,168	\$ -	\$ 139,907	\$ -

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

Various liabilities arise in the normal course of the Company's business and have been recorded. We believe that any ultimate contingent losses will not have a material adverse effect on the Company's future results of operations and financial position.

Note 15 – Leases

A. Lessee Operating Lease

The Company leases office space, furniture and equipment under various noncancelable operating leases that expire through 2021. Rental expense for the years ended December 31, 2018 and 2017 was \$616,168 and \$624,344, respectively.

a. At January 1, 2019 the minimum aggregate rental commitments are as follows:

Year Ending December 31	Operating Leases
1. 2019	\$ 633,374
2. 2020	\$ 610,431
3. 2021	\$ 177,601
4. 2022	\$ -
5. 2023	\$ -
6. Total	\$ 1,421,406

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 applicable

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

Not applicable

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

Not applicable

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 \$200 thousand, at fair value. At the end of the year, 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 year. 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 year-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 year, 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.

Type of Financial Instrument	Aggregate	Fair Value	Admitted Assets	Level 1	Level 2	Level 3	Not Practicable (Carrying Value)	Net Asset Value (NAV)
Bonds	\$ 1,121,984,102	\$ 1,115,620,008	\$ -	\$ 1,068,095,772	\$ 53,888,329	\$ -	\$ -	\$ -
Mortgage Loans***	\$ 11,069,741	\$ 11,069,741	\$ -	\$ -	\$ 11,069,741	\$ -	\$ -	\$ -
Cash and Cash Equivalents	\$ (354,507)	\$ (354,507)	\$ (5,354,507)	\$ 5,000,000	\$ -	\$ -	\$ -	\$ -
Exempt Money Market Mutual Funds Identified by SVO	\$ 3,996,704	\$ 3,996,704	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,996,704
Contract Loans	\$ 110,815	\$ 110,815	\$ -	\$ -	\$ -	\$ -	\$ 110,815	\$ -
Other Invested Assets - Surplus Notes	\$ 26,505,534	\$ 27,112,358	\$ -	\$ 26,505,534	\$ -	\$ -	\$ -	\$ -
Other Invested Assets - Low Income Housing Federal Tax Credit Fund	\$ 2,009,181	\$ 2,009,181	\$ -	\$ -	\$ 2,009,181	\$ -	\$ -	\$ -

*** 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	\$ 110,815	Various	Various	Quoted market price not available

E. Investments reported at Net Asset Value (NAV) consist entirely of Exempt Money Market Mutual Funds as identified by the Securities Valuation Office (SVO). These assets are permitted to be valued at NAV under SSAP No. 2R, Cash, Cash Equivalents, Drafts and Short-Term Investments.

Note 21 – Other Items

A. Unusual or Infrequent Items

Not applicable

B. Troubled Debt Restructuring Debtors

Not applicable

C. Other Disclosures

Effective October 1, 2015, the Company entered into a Novation Agreement with its affiliates, United American Insurance Company (UA) and Liberty National Life Insurance Company (LN), which amended an existing Retrocession Agreement between UA and the Company. LN replaced UA as the retrocessionaire, as if LN were the original party. Pursuant to the Retrocession Agreement, as amended by the Novation Agreement, the Company retroceded to LN on a 100% quota share basis those life insurance policies issued by affiliate American Income Life Insurance Company (AIL) on or after January 1, 2014, in all states excluding New York and ceded to the Company by AIL. The agreement was on a modified coinsurance basis, and the Company retained, controlled and owned all assets for the modified coinsurance reserve.

Furthermore, effective October 1, 2018, a novation of the above treaty was entered into between AIL, LN and the Company whereby the Company transferred its interest in the agreement to LN. LN replaces the Company under the Treaty in all respects and is bound by all of the terms and conditions of the Treaty as if LN were the original party thereunder instead of the Company. The Company transferred assets of approximately \$125 million to LN which was equal to the gross statutory reserves on the policies as of the transfer date.

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. Did the reporting entity write accident and health insurance premium that is subject to Section 9010 of the Federal Affordable Care Act (YES/NO)? Yes () No (X)

B.	ACA fee assessment payable for the upcoming year	\$ -	\$ -
C.	ACA fee assessment paid		
D.	Premium written subject to ACA 9010 assessment		
E.	Total adjusted capital before surplus adjustment (Five-Year Historical Line 30)	\$132,119,358	
F.	Total adjusted capital (Five-Year Historical Line 30 minus 22B above))	\$132,119,358	
G.	Authorized control level (Five-Year Historical Line 31)	\$ 9,008,597	

H. Would reporting the ACA assessment as of December 31, 2018 have triggered an RBC action level (YES/NO)? Yes () No(X)

Note 23 – Reinsurance

A. Ceded Reinsurance Report

Section 1 – General Interrogatories

a. Are any of the reinsurers listed in Schedule S as non-affiliated, owned in excess of 10% of controlled, either directly or indirectly, by the company or by any representative, officer, trustee or director of the company?
Yes () No (X)

b. Have any policies issued by the company been reinsured with a company chartered in a country other than the United States (excluding U.S. Branches of such companies) that is owned in excess of 100% or controlled directly or indirectly by an insured, a beneficiary, a creditor or any other person not primarily engaged in the insurance business?
Yes () No (X)

Section 2 – Ceded Reinsurance Report – Part A

(1) Does the company have any reinsurance agreements in effect under which the reinsurer may unilaterally cancel any reinsurance for reasons other than for nonpayment of premium or other similar credits?
Yes () No (X)

(2) Does the reporting entity have any reinsurance agreements in effect such that the amount of losses paid or accrued through the statement date may result in a payment to the reinsurer of amounts that, in aggregate and allowing for offset of mutual credits from other reinsurance agreements with the same reinsurer, exceed the total direct premium collected under the reinsured policies?
Yes () No (X)

Section 3 – Ceded Reinsurance Report – Part B

(1) What is the estimated amount of the aggregate reduction in surplus (for agreements other than those under which the reinsurer may unilaterally cancel for reasons other than for nonpayment of premium or other similar credits that are reflected in Section 2 above) of termination of ALL reinsurance agreements, by either party, as of the date of this statement? Where necessary, the company may consider for current or anticipated experience of the business reinsured in making this estimate. \$0

(2) Have any new agreements been executed or existing agreements amended, since January 1 of the year of this statement, to include policies or contracts that were in force or which had existing reserves established by the company as of the effective date of the agreement?
Yes () No ()

B. Uncollectible Reinsurance

None

C. Commutation of Ceded Reinsurance

See Note 21C above

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) Did the reporting entity write accident and health insurance premium which is subject to the Affordable Care Act risk sharing provisions

Yes () No (X)

(2) Impact of Risk Sharing Provisions of the Affordable Care Act on admitted assets, liabilities and revenue for the current year:

a.	Permanent ACA Risk Adjustment Program	AMOUNT
	Assets	
1.	Premium adjustments receivable due to ACA Risk Adjustment	\$ -
	Liabilities	
2.	Risk adjustment user fees payable for ACA Risk Adjustment	\$ -
3.	Premium adjustments payable due to ACA Risk Adjustment	\$ -
	Operations (Revenues & Expenses)	
4.	Reported as revenue in premiums for accident and health contracts (written/collected) due to ACA Risk Adjustment	\$ -
5.	Reported in expenses as ACA Risk Adjustment user fees (incurred/paid)	\$ -

b.	Transitional ACA Reinsurance Program	AMOUNT
	Assets	
1.	Amounts recoverable for claims paid due to ACA Reinsurance	\$ -
2.	Amounts recoverable for claims unpaid due to ACA Reinsurance (contra liability)	\$ -
3.	Amounts receivable relating to uninsured plans for contributions for ACA Reinsurance	\$ -
	Liabilities	
4.	Liabilities for contributions payable due to ACA Reinsurance - not reported as ceded premium	\$ -
5.	Ceded reinsurance premiums payable due to ACA Reinsurance	\$ -
6.	Liabilities for amounts held under uninsured plans contributions for ACA Reinsurance	\$ -
	Operations (Revenues & Expenses)	
7.	Ceded reinsurance premiums due to ACA Reinsurance	\$ -
8.	Reinsurance recoveries (income statement) due to ACA Reinsurance payments or expected payments	\$ -
9.	ACA Reinsurance contributions - not reported as ceded premium	\$ -

c.	Temporary ACA Risk Corridors Program	AMOUNT
	Assets	
1.	Accrued retrospective premium due to ACA Risk Corridors	\$ -
	Liabilities	
2.	Reserve for rate credits or policy experience rating refunds due to ACA Risk Corridors	\$ -
	Operations (Revenues & Expenses)	
3.	Effect of ACA Risk Corridors on net premium income (paid/received)	\$ -
4.	Effect of ACA Risk Corridors on change in reserves for rate credits	\$ -

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America

(3) Roll forward of prior year ACA Risk Sharing Provisions for the following asset (gross of nonadmission) and liability balances along with the reasons for adjustments to prior year balances:

		Accrued During the Prior Year on Business Written Before Dec. 31 of the Prior Year	Received or Paid as of the Current Year on Business Written Before Dec. 31 of the Prior Year									Unsettled Balances as of the Reporting Date			
						Differences		Adjustments		Ref			Cumulative Balance from Prior Years (Col 1-3+7)	Cumulative Balance from Prior Years (Col 2-4+8)	
				Prior Year Accrued Less Payments (Col 1-3)	Prior Year Accrued Less Payments (Col 2-4)	To Prior Year Balances	To Prior Year Balances								
		1	2	3	4	5	6	7	8	9	10	Receivable	(Payable)	Receivable	(Payable)
a. Permanent ACA Risk Adjustment Program															
1. Premium adjustments receivable		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	A	\$ -	\$ -			
2. Premium adjustments (payable)		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	B	\$ -	\$ -			
3. Subtotal ACA Permanent Risk Adjustment Program		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		\$ -	\$ -			
b. Transitional ACA Reinsurance Program															
1. Amounts recoverable for claims paid		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	C	\$ -	\$ -			
2. Amounts recoverable for claims unpaid (contra liability)		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	D	\$ -	\$ -			
3. Amounts receivable relating to uninsured plans		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	E	\$ -	\$ -			
4. Liabilities for contributions payable due to ACA Reinsurance not reported as ceded premiums		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	F	\$ -	\$ -			
5. Ceded reinsurance premiums payable		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	G	\$ -	\$ -			
6. Liability for amounts held under uninsured plans		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	H	\$ -	\$ -			
7. Subtotal Transitional ACA Reinsurance Program		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		\$ -	\$ -			
c. Temporary ACA Risk Corridor Program															
1. Accrued retrospective premium		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	I	\$ -	\$ -			
2. Reserve for rate credits or policy experience rating refunds		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	J	\$ -	\$ -			
3. Subtotal Temporary ACA Risk Corridor Program		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		\$ -	\$ -			
d. Total for ACA Risk Sharing Provisions		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		\$ -	\$ -			

(4) Roll forward of Risk Corridors Asset and Liability Balances by Program Benefit Year – Not applicable

(5) ACA Risk Corridors Receivable at December 31, 2018 – Not applicable

Note 25 – Changes in Incurred Losses and Loss Adjustment Expenses

- A. Reserves on accident and health contracts for incurred losses and loss adjustment expenses attributable to insured events or prior years developed during 2018. 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 2018. None of the Company's accident and health contracts are subject to retrospective rating or experience refunds.
- B. Significant changes in methodologies and assumptions - None

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

As of December 31, 2018, the Company had liabilities of \$0 related to premium deficiency reserves. The Company did consider anticipated investment income when calculating its premium deficiency reserves.

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

(1) Reserve Practices

The Company waives deduction of deferred fractional premiums upon death of insured and returns any portion of the final premium beyond the date of death. Surrender values are not promised in excess of the legally computed reserves.

(2) Valuation of Substandard Policies

The Company does not currently issue substandard policies and does not have any substandard policies in force.

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

There are no policies where the gross premiums are less than the net premiums.

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

Tabular interest and tabular cost shown on Page 7 have been determined by formula as described in the instructions for Page 7.

(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 December 31, 2018 were:

		Gross	Net of Loading
(1)	Industrial	\$ -	\$ -
(2)	Ordinary new business	372,335	55,335
(3)	Ordinary renewal	1,440,629	1,177,243
(4)	Credit life	-	-
(5)	Group life	-	-
(6)	Group annuity	-	-
(7)	Totals	\$ 1,812,964	\$ 1,232,578

Note 34 – Separate Accounts

Not applicable

Note 35 – Loss/Claim Adjustment Expenses

Liability for Future Claim Adjustment Expenses , Prior Year	1,219,028
Liability for Future Claim Adjustment Expenses , Current Year	1,287,482
Claim Payments - Current Year	80,741,484
Claim Adjustment Expense Percentage	5.5%
Claim Adjustment Expenses Paid	4,440,782
Claim Expenses Incurred (Paid + Change in Liability)	4,509,236
Claim Payments Current Year for Prior Year Incurals	16,582,596
Claim Adjustment Expense Percentage	5.5%
Claim Adjustment Expenses Paid in Current Year for Prior Year Incurals	912,043

The balance in the liability for unpaid accident and health claim adjustment expenses as of December 31, 2018 and 2017 was \$1,287,482 and \$1,219,028, respectively.

The Company incurred \$4,509,236 and paid \$4,440,782 of claim adjustment expenses in the current year, of which \$912,043 of the paid amount was attributable to insured or covered events of prior years.

The Company does not anticipate any salvage or subrogation amounts and therefore no such amounts are reflected in the liability for unpaid claims or losses.

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America
GENERAL INTERROGATORIES

**PART 1 - COMMON INTERROGATORIES
 GENERAL**

1.1	Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer?	Yes [<input checked="" type="checkbox"/>] No [<input type="checkbox"/>]									
1.2	If yes, complete Schedule Y, Parts 1, 1A and 2										
1.2	If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent, or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations?	Yes [<input checked="" type="checkbox"/>] No [<input type="checkbox"/>] N/A [<input type="checkbox"/>]									
1.3	State Regulating?	Ohio									
1.4	Is the reporting entity publicly traded or a member of a publicly traded group?	Yes [<input checked="" type="checkbox"/>] No [<input type="checkbox"/>]									
1.5	If the response to 1.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group.	0000320335									
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 [<input checked="" type="checkbox"/>] No [<input type="checkbox"/>]									
2.2	If yes, date of change:	11/08/2018									
3.1	State as of what date the latest financial examination of the reporting entity was made or is being made.	12/31/2015									
3.2	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									
3.3	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									
3.4	By what department or departments?										
	Ohio										
3.5	Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments?	Yes [<input type="checkbox"/>] No [<input type="checkbox"/>] N/A [<input checked="" type="checkbox"/>]									
3.6	Have all of the recommendations within the latest financial examination report been complied with?	Yes [<input type="checkbox"/>] No [<input type="checkbox"/>] N/A [<input checked="" type="checkbox"/>]									
4.1	During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity), receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:	4.11 sales of new business?	Yes [<input type="checkbox"/>] No [<input checked="" type="checkbox"/>]								
		4.12 renewals?	Yes [<input type="checkbox"/>] No [<input checked="" type="checkbox"/>]								
4.2	During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:	4.21 sales of new business?	Yes [<input type="checkbox"/>] No [<input checked="" type="checkbox"/>]								
		4.22 renewals?	Yes [<input type="checkbox"/>] No [<input checked="" type="checkbox"/>]								
5.1	Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?	Yes [<input type="checkbox"/>] No [<input checked="" type="checkbox"/>]									
	If yes, complete and file the merger history data file with the NAIC.										
5.2	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.										
<table border="1"> <tr> <td style="text-align: center;">1 Name of Entity</td> <td style="text-align: center;">2 NAIC Company Code</td> <td style="text-align: center;">3 State of Domicile</td> <td></td> </tr> <tr> <td>.....</td> <td>.....</td> <td>.....</td> <td></td> </tr> </table>				1 Name of Entity	2 NAIC Company Code	3 State of Domicile		
1 Name of Entity	2 NAIC Company Code	3 State of Domicile									
.....									
6.1	Has the 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 [<input type="checkbox"/>] No [<input checked="" type="checkbox"/>]									
6.2	If yes, give full information:										
7.1	Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity?	Yes [<input type="checkbox"/>] No [<input checked="" type="checkbox"/>]									
7.2	If yes,										
	7.21 State the percentage of foreign control;	%									
	7.22 State the nationality(s) of the foreign person(s) or entity(s) or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact; and identify the type of entity(s) (e.g., individual, corporation or government, manager or attorney in fact).										
<table border="1"> <tr> <td style="text-align: center;">1 Nationality</td> <td style="text-align: center;">2 Type of Entity</td> <td></td> <td></td> </tr> <tr> <td>.....</td> <td>.....</td> <td>.....</td> <td>.....</td> </tr> </table>				1 Nationality	2 Type of Entity		
1 Nationality	2 Type of Entity										
.....								

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America
GENERAL INTERROGATORIES

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 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 FDIC	6 SEC

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
 Deloitte & Touche, LLP
 2200 Ross Avenue, Suite 1600
 Dallas, TX 75201

10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? Yes [] No [X]

10.2 If the response to 10.1 is yes, provide information related to this exemption:

10.3 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 18A of the Model Regulation, or substantially similar state law or regulation? Yes [] No [X]

10.4 If the response to 10.3 is yes, provide information related to this exemption:

10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes [X] No [] N/A []

10.6 If the response to 10.5 is no or n/a, please explain

11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
 Barbara Sue Emig, Officer
 Family Heritage Life Insurance Company of America
 6001 East Royalton Road, Suite 200
 Broadview Heights, OH 44147

12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes [X] No []

12.11 Name of real estate holding company AVALONBAY COMMUNITIES, BROOKFIELD ASSET MGMT INC, ERP OPERATING LP, FEDERAL REALTY INVESTMENT, GOODMAN US FIN FOUR, HEALTH CARE REIT INC, HOSPITALITY PROP TRUST, KIMCO REALTY CORP, LTC PROPERTIES INC, NATIONAL RETAIL PROPERTIES INC, NATIONWIDE HEALTH PPTYS, PIEDMONT OPERATING PARTNERSHIP, RAMCO- GERSHENSON, REALTY INCOME CORP, REGENCY CENTERS LP, RETAIL PROPERTIES OF AMERICA, SENIOR HOUSING PROP TRUST, SIMON PROPERTY GRP LP, SPIRIT REALTY LP

12.12 Number of parcels involved
 12.13 Total book/adjusted carrying value \$ 61,554,430

12.2 If, yes provide explanation:
 The Company invests in securities of real estate holding companies and REITS. In addition, the Company has a 50% investment in a joint venture which owns the corporate home office.

13. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:

13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?

13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [] No []

13.3 Have there been any changes made to any of the trust indentures during the year? Yes [] No []

13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes [] No [] N/A []

14.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [X] No []

(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
 (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
 (c) Compliance with applicable governmental laws, rules and regulations;
 (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
 (e) Accountability for adherence to the code.

14.11 If the response to 14.1 is No, please explain:

14.2 Has the code of ethics for senior managers been amended? Yes [] No [X]

14.21 If the response to 14.2 is yes, provide information related to amendment(s).

14.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [] No [X]

14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America
GENERAL INTERROGATORIES

15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List? Yes [] No [X]

15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

1 American Bankers Association (ABA) Routing Number	2 Issuing or Confirming Bank Name	3 Circumstances That Can Trigger the Letter of Credit	4 Amount

BOARD OF DIRECTORS

16. Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof? Yes [X] No []

17. Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof? Yes [X] No []

18. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict with the official duties of such person? Yes [X] No []

FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes [] No [X]

20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):

20.11 To directors or other officers.....	\$ 0
20.12 To stockholders not officers.....	\$ 0
20.13 Trustees, supreme or grand (Fraternal Only)	\$ 0

20.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):

20.21 To directors or other officers.....	\$ 0
20.22 To stockholders not officers.....	\$ 0
20.23 Trustees, supreme or grand (Fraternal Only)	\$ 0

21.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes [] No [X]

21.2 If yes, state the amount thereof at December 31 of the current year:

21.21 Rented from others.....	\$ 0
21.22 Borrowed from others.....	\$ 0
21.23 Leased from others	\$ 0
21.24 Other	\$ 0

22.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes [] No [X]

22.2 If answer is yes:

22.21 Amount paid as losses or risk adjustment \$	
22.22 Amount paid as expenses	\$
22.23 Other amounts paid	\$

23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [] No [X]

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

INVESTMENT

24.01 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03)..... Yes [X] No []

24.02 If no, give full and complete information relating thereto

24.03 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided)

24.04 Does the Company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions? Yes [] No [] N/A [X]

24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs. \$

24.06 If answer to 24.04 is no, report amount of collateral for other programs. \$

24.07 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? Yes [] No [] N/A [X]

24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes [] No [] N/A [X]

24.09 Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities Lending Agreement (MSLA) to conduct securities lending? Yes [] No [] N/A [X]

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America
GENERAL INTERROGATORIES

24.10 For the reporting entity's security lending program state the amount of the following as December 31 of the current year:

24.101 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2	\$ 0
24.102 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2	\$ 0
24.103 Total payable for securities lending reported on the liability page.	\$ 0

25.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 24.03). Yes [X] No []

25.2 If yes, state the amount thereof at December 31 of the current year:

25.21 Subject to repurchase agreements	\$ 0
25.22 Subject to reverse repurchase agreements	\$ 0
25.23 Subject to dollar repurchase agreements	\$ 0
25.24 Subject to reverse dollar repurchase agreements	\$ 0
25.25 Placed under option agreements	\$ 0
25.26 Letter stock or securities restricted as to sale - excluding FHLB Capital Stock	\$ 0
25.27 FHLB Capital Stock	\$ 0
25.28 On deposit with states	\$ 3,571,751
25.29 On deposit with other regulatory bodies	\$ 0
25.30 Pledged as collateral - excluding collateral pledged to an FHLB	\$ 0
25.31 Pledged as collateral to FHLB - including assets backing funding agreements	\$ 0
25.32 Other	\$ 0

25.3 For category (25.26) provide the following:

1 Nature of Restriction	2 Description	3 Amount
.....

26.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes [] No [X]

26.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No [] N/A [X]
If no, attach a description with this statement.

27.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes [] No [X]

27.2 If yes, state the amount thereof at December 31 of the current year. \$

28. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes [X] No []

28.01 For agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian's Address
The Northern Trust Company	50 South LaSalle Street Chicago, IL 60603

28.02 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)
.....

28.03 Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year? Yes [] No [X]

28.04 If yes, give full and complete information relating thereto:

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

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America
GENERAL INTERROGATORIES

28.05 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.....

28.0597 For those firms/individuals listed in the table for Question 28.05, do any firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") manage more than 10% of the reporting entity's assets?..... Yes [] No [X]

28.0598 For firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") listed in the table for Question 28.05, does the total assets under management aggregate to more than 50% of the reporting entity's assets?..... Yes [] No [X]

28.06 For those firms or individuals listed in the table for 28.05 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 and Exchange Commission	NO.....
108928	BLACKROCK INVESTMENT MANAGEMENT, LLC .....	.....	U.S. Securities and Exchange Commission	NO.....

29.1 Does the reporting entity have any diversified mutual funds reported in Schedule D, Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5(b)(1)])?..... Yes [] No [X]

29.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
29.2999 - Total	0

29.3 For each mutual fund listed in the table above, complete the following schedule:

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
.....

30. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1 Bonds	1,115,620,008	1,121,984,102
30.2 Preferred stocks	0	6,364,094
30.3 Totals	1,115,620,008	1,121,984,102
		6,364,094

30.4 Describe the sources or methods utilized in determining the fair values:

The Company primarily used IDC and Reuters (which are third party vendors), and certain private placements were valued by a broker.

31.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D?..... Yes [X] No []

31.2 If the answer to 31.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source?..... Yes [X] No []

31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:
.....

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

32.2 If no, list exceptions:
.....

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America
GENERAL INTERROGATORIES

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

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

Has the reporting entity self-designated 5GI securities? Yes [] No [X]

34. By self-designating PLGI securities, the reporting entity is certifying the following elements of each self-designated PLGI security:

- The security was purchased prior to January 1, 2018.
- The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.
- The NAIC Designation was derived from the credit rating assigned by an NAIC CRP in its legal capacity as a NRSRO which is shown on a current private letter rating held by the insurer and available for examination by state insurance regulators.
- The reporting entity is not permitted to share this credit rating of the PL security with the SVO.

Has the reporting entity self-designated PLGI securities? Yes [] No [X]

OTHER

35.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? \$ 1,355

35.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

1 Name	2 Amount Paid
Better Business Bureau	1,275

36.1 Amount of payments for legal expenses, if any? \$ 153,264

36.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid

37.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? \$ 0

37.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

1 Name	2 Amount Paid

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America
GENERAL INTERROGATORIES

PART 2 - LIFE INTERROGATORIES

1.1	Does the reporting entity have any direct Medicare Supplement Insurance in force?	Yes [] No [X]
1.2	If yes, indicate premium earned on U.S. business only	\$ 0
1.3	What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit?	\$ 0
1.31	Reason for excluding:	
1.4	Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above.	\$ 0
1.5	Indicate total incurred claims on all Medicare Supplement insurance.	\$ 0
1.6	Individual policies:	Most current three years: 1.61 Total premium earned \$ 0 1.62 Total incurred claims \$ 0 1.63 Number of covered lives 0
1.7	Group policies:	All years prior to most current three years 1.64 Total premium earned \$ 0 1.65 Total incurred claims \$ 0 1.66 Number of covered lives 0
2.	Health Test:	Most current three years: 1.71 Total premium earned \$ 0 1.72 Total incurred claims \$ 0 1.73 Number of covered lives 0
		All years prior to most current three years 1.74 Total premium earned \$ 0 1.75 Total incurred claims \$ 0 1.76 Number of covered lives 0
3.1	Does this reporting entity have Separate Accounts?	Yes [] No [X]
3.2	If yes, has a Separate Accounts Statement been filed with this Department?	Yes [] No [] N/A [X]
3.3	What portion of capital and surplus funds of the reporting entity covered by assets in the Separate Accounts statement, is not currently distributable from the Separate Accounts to the general account for use by the general account?	\$ 0
3.4	State the authority under which Separate Accounts are maintained:	
3.5	Was any of the reporting entity's Separate Accounts business reinsured as of December 31?	Yes [] No []
3.6	Has the reporting entity assumed by reinsurance any Separate Accounts business as of December 31?	Yes [] No []
3.7	If the reporting entity has assumed Separate Accounts business, how much, if any, reinsurance assumed receivable for reinsurance of Separate Accounts reserve expense allowances is included as a negative amount in the liability for "Transfers to Separate Accounts due or accrued (net)"?	\$ 0
4.1	Are personnel or facilities of this reporting entity used by another entity or entities or are personnel or facilities of another entity or entities used by this reporting entity (except for activities such as administration of jointly underwritten group contracts and joint mortality or morbidity studies)?	Yes [X] No []
4.2	Net reimbursement of such expenses between reporting entities:	4.21 Paid \$ 12,464,196 4.22 Received \$ 0
5.1	Does the reporting entity write any guaranteed interest contracts?	Yes [] No [X]
5.2	If yes, what amount pertaining to these lines is included in:	5.21 Page 3, Line 1 \$ 0 5.22 Page 4, Line 1 \$ 0
6.	FOR STOCK REPORTING ENTITIES ONLY:	
6.1	Total amount paid in by stockholders as surplus funds since organization of the reporting entity:	\$ 52,647,000
7.	Total dividends paid stockholders since organization of the reporting entity:	7.11 Cash \$ 267,623,999 7.12 Stock \$ 0

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America
GENERAL INTERROGATORIES

8.1 Does the company reinsurance any Workers' Compensation Carve-Out business defined as: Yes [] No [X]

Reinsurance (including retrocessional reinsurance) assumed by life and health insurers of medical, wage loss and death benefits of the occupational illness and accident exposures, but not the employers liability exposures, of business originally written as workers' compensation insurance.

8.2 If yes, has the reporting entity completed the Workers' Compensation Carve-Out Supplement to the Annual Statement? Yes [] No []

8.3 If 8.1 is yes, the amounts of earned premiums and claims incurred in this statement are:

	1 Reinsurance Assumed	2 Reinsurance Ceded	3 Net Retained
8.31 Earned premium .....	.0	0	0
8.32 Paid claims .....	.0	0	0
8.33 Claim liability and reserve (beginning of year) .....	.0	0	0
8.34 Claim liability and reserve (end of year) .....	.0	0	0
8.35 Incurred claims .....	.0	0	0

8.4 If reinsurance assumed included amounts with attachment points below \$1,000,000, the distribution of the amounts reported in Lines 8.31 and 8.34 for Column (1) are:

	Attachment Point	1 Earned Premium	2 Claim Liability and Reserve
8.41 <\$25,000	0	0
8.42 \$25,000 - 99,999	0	0
8.43 \$100,000 - 249,999	0	0
8.44 \$250,000 - 999,999	0	0
8.45 \$1,000,000 or more	0	0

8.5 What portion of earned premium reported in 8.31, Column 1 was assumed from pools? \$ 0

9. For reporting entities having sold annuities to another insurer where the insurer purchasing the annuities has obtained a release of liability from the claimant (payee) as the result of the purchase of an annuity from the reporting entity only:

9.1 Amount of loss reserves established by these annuities during the current year: \$ 0
 9.2 List the name and location of the insurance company purchasing the annuities and the statement value on the purchase date of the annuities.

1	2 Statement Value on Purchase Date of Annuities (i.e., Present Value)
P&C Insurance Company And Location	

10.1 Do you act as a custodian for health savings accounts? Yes [] No [X]

10.2 If yes, please provide the amount of custodial funds held as of the reporting date. \$ 0

10.3 Do you act as an administrator for health savings accounts? Yes [] No [X]

10.4 If yes, please provide the balance of funds administered as of the reporting date. \$ 0

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America
GENERAL INTERROGATORIES

11.1 Are any of the captive affiliates reported on Schedule S, Part 3, authorized reinsurers? Yes [] No [] N/A [X]
 11.2 If the answer to 11.1 is yes, please provide the following:

1 Company Name	2 NAIC Company Code	3 Domiciliary Jurisdiction	4 Reserve Credit	Assets Supporting Reserve Credit		
				5 Letters of Credit	6 Trust Agreements	7 Other
.....

12. Provide the following for individual ordinary life insurance* policies (U.S. business only) for the current year (prior to reinsurance assumed or ceded):

12.1 Direct Premium Written	\$ 3,737,240
12.2 Total Incurred Claims	\$ 601,634
12.3 Number of Covered Lives	12,388

*Ordinary Life Insurance Includes
Term (whether full underwriting, limited underwriting, jet issue, "short form app")
Whole Life (whether full underwriting, limited underwriting, jet issue, "short form app")
Variable Life (with or without secondary guarantee)
Universal Life (with or without secondary guarantee)
Variable Universal Life (with or without secondary guarantee)

13. Is the reporting entity licensed or chartered, registered, qualified, eligible or writing business in at least two states? Yes [X] No []
 13.1 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 []

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America

FIVE-YEAR HISTORICAL DATA

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e. 17.6.

\$000 omitted for amounts of life insurance

	1 2018	2 2017	3 2016	4 2015	5 2014
Life Insurance in Force					
(Exhibit of Life Insurance)					
1. Ordinary - whole life and endowment (Line 34, Col. 4)	345,761	8,970,385	7,018,717	5,744,280	3,923,421
2. Ordinary - term (Line 21, Col. 4, less Line 34, Col. 4)	30	4,306,355	3,481,177	1,711,808	6
3. Credit life (Line 21, Col. 6)	0	0	0	0	0
4. Group, excluding FEGLI/SGLI (Line 21, Col. 9 less Lines 43 & 44, Col. 4)	0	0	0	0	0
5. Industrial (Line 21, Col. 2)	0	0	0	0	0
6. FEGLI/SGLI (Lines 43 & 44, Col. 4)	0	0	0	0	0
7. Total (Line 21, Col. 10)	345,791	13,276,740	10,499,894	7,456,088	3,923,427
7.1 Total in force for which VM-20 deterministic/stochastic reserves are calculated			XXX	XXX	XXX
New Business Issued					
(Exhibit of Life Insurance)					
8. Ordinary - whole life and endowment (Line 34, Col. 2)	80,742	83,988	103,967	118,478	131,970
9. Ordinary - term (Line 2, Col. 4, less Line 34, Col. 2)	0	0	0	0	0
10. Credit life (Line 2, Col. 6)	0	0	0	0	0
11. Group (Line 2, Col. 9)	0	0	0	0	0
12. Industrial (Line 2, Col. 2)	0	0	0	0	0
13. Total (Line 2, Col. 10)	80,742	83,988	103,967	118,478	131,970
Premium Income - Lines of Business					
(Exhibit 1 - Part 1)					
14. Industrial life (Line 20.4, Col. 2)	0	0	0	0	0
15.1 Ordinary-life insurance (Line 20.4, Col. 3)	(105,526,924)	28,341,465	27,947,753	32,481,538	31,464,827
15.2 Ordinary-individual annuities (Line 20.4, Col. 4)	0	0	0	0	0
16 Credit life (group and individual) (Line 20.4, Col. 5)	0	0	0	0	0
17.1 Group life insurance (Line 20.4, Col. 6)	0	0	0	0	0
17.2 Group annuities (Line 20.4, Col. 7)	0	0	0	0	0
18.1 A & H-group (Line 20.4, Col. 8)	13,466,363	11,753,852	10,124,774	8,444,739	6,410,436
18.2 A & H-credit (group and individual) (Line 20.4, Col. 9)	0	0	0	0	0
18.3 A & H-other (Line 20.4, Col. 10)	262,109,433	244,171,664	226,545,997	213,213,594	199,153,892
19. Aggregate of all other lines of business (Line 20.4, Col. 11)	0	0	0	0	0
20. Total	170,048,872	284,266,981	264,618,524	254,139,871	237,029,155
Balance Sheet (Pages 2 & 3)					
21. Total admitted assets excluding Separate Accounts business (Page 2, Line 26, Col. 3)	1,196,815,928	1,290,358,205	1,108,816,313	921,028,255	775,235,289
22. Total liabilities excluding Separate Accounts business (Page 3, Line 26)	1,071,374,095	1,190,035,284	1,004,588,622	842,709,863	707,828,523
23. Aggregate life reserves (Page 3, Line 1)	8,233,765	133,670,851	76,043,877	32,979,901	7,191,809
23.1 Excess VM-20 deterministic/stochastic reserve over NPR related to Line 7.1			XXX	XXX	XXX
24. Aggregate A & H reserves (Page 3, Line 2)	1,018,522,019	918,756,792	814,110,199	716,823,489	625,782,538
25. Deposit-type contract funds (Page 3, Line 3)	0	0	0	0	0
26. Asset valuation reserve (Page 3, Line 24.01)	6,677,525	5,315,180	3,928,304	2,935,675	2,376,040
27. Capital (Page 3, Lines 29 and 30)	2,556,000	2,556,950	2,556,950	2,556,950	2,556,950
28. Surplus (Page 3, Line 37)	122,885,833	97,765,971	101,670,741	75,761,442	64,849,816
Cash Flow (Page 5)					
29. Net Cash from Operations (Line 11)	172,065,725	152,631,675	132,988,201	103,991,998	83,018,189
Risk-Based Capital Analysis					
30. Total adjusted capital	132,119,358	105,638,101	108,155,995	81,254,067	69,782,806
31. Authorized control level risk - based capital	9,008,597	7,651,746	6,689,299	5,957,862	5,289,747
Percentage Distribution of Cash, Cash Equivalents and Invested Assets					
(Page 2, Col. 3) (Line No. /Page 2, Line 12, Col. 3) x 100.0					
32. Bonds (Line 1)	96.2	96.9	97.5	97.6	98.9
33. Stocks (Lines 2.1 and 2.2)	0.0	0.0	0.0	0.0	0.0
34. Mortgage loans on real estate(Lines 3.1 and 3.2)	1.0	0.3	0.0	0.0	0.0
35. Real estate (Lines 4.1, 4.2 and 4.3)	0.0	0.0	0.1	0.0	0.0
36. Cash, cash equivalents and short-term investments (Line 5)	0.3	0.8	0.6	0.3	0.0
37. Contract loans (Line 6)	0.0	0.0	0.0	0.0	0.0
38. Derivatives (Page 2, Line 7)	0.0	0.0	0.0	0.0	0.0
39. Other invested assets (Line 8)	2.5	2.0	1.8	2.0	1.1
40. Receivables for securities (Line 9)	0.0	0.0	0.0	0.0	0.0
41. Securities lending reinvested collateral assets (Line 10)	0.0	0.0	0.0	0.0	0.0
42. Aggregate write-ins for invested assets (Line 11)	0.0	0.0	0.0	0.0	0.0
43. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America
FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2018	2 2017	3 2016	4 2015	5 2014
Investments in Parent, Subsidiaries and Affiliates					
44. Affiliated bonds (Schedule D Summary, Line 12, Col. 1)	0	0	0	0	0
45. Affiliated preferred stocks (Schedule D Summary, Line 18, Col. 1)	0	0	0	0	0
46. Affiliated common stocks (Schedule D Summary Line 24, Col. 1),	0	0	0	0	0
47. Affiliated short-term investments (subtotal included in Schedule DA Verification, Col. 5, Line 10)	0	0	0	0	0
48. Affiliated mortgage loans on real estate	0	0	0	0	0
49. All other affiliated	0	0	0	0	0
50. Total of above Lines 44 to 49	0	0	0	0	0
51. Total Investment in Parent included in Lines 44 to 49 above.....	0	0	0	0	0
Total Nonadmitted and Admitted Assets					
52. Total nonadmitted assets (Page 2, Line 28, Col. 2).....	37,670,582	31,282,107	55,824,470	44,316,943	56,683,801
53. Total admitted assets (Page 2, Line 28, Col. 3)	1,196,815,928	1,290,358,205	1,108,816,313	921,028,255	775,235,289
Investment Data					
54. Net investment income (Exhibit of Net Investment Income)	50,299,064	45,306,592	38,585,438	33,304,471	29,174,877
55. Realized capital gains (losses) (Page 4, Line 34, Column 1)	(1,029,619)	269,730	(66,528)	(71,037)	75,694
56. Unrealized capital gains (losses) (Page 4, Line 38, Column 1)	126,295	136,732	2,377	(290,656)	(9,322)
57. Total of above Lines 54, 55 and 56	49,395,740	45,713,054	38,521,287	32,942,778	29,241,249
Benefits and Reserve Increases (Page 6)					
58. Total contract benefits - life (Lines 10, 11, 12, 13, 14 and 15 Col. 1, minus Lines 10, 11, 12, 13, 14 and 15 Cols. 9, 10 and 11)	668,505	697,397	664,154	664,829	435,298
59. Total contract benefits - A & H (Lines 13 & 14, Cols. 9, 10 & 11)	83,516,774	70,490,406	59,903,413	55,039,976	49,874,848
60. Increase in life reserves - other than group and annuities (Line 19, Cols. 2 and 3)	(125,437,086)	57,626,974	43,063,976	25,788,092	5,354,373
61. Increase in A & H reserves (Line 19, Cols. 9, 10 & 11)	99,765,227	104,646,593	97,286,710	91,040,951	82,184,417
62. Dividends to policyholders (Line 30, Col. 1)	0	0	0	0	0
Operating Percentages					
63. Insurance expense percent (Page 6, Col. 1, Lines 21, 22 & 23, less Line 6)/(Page 6, Col. 1, Line 1 plus Exhibit 7, Col. 2, Line 2) x 100.0	53.6	29.4	28.7	29.1	29.8
64. Lapse percent (ordinary only) [(Exhibit of Life Insurance, Col. 4, Lines 14 & 15) / 1/2 (Exhibit of Life Insurance, Col. 4, Lines 1 & 21)] x 100.0	38.2	29.1	32.9	0.9	1.8
65. A & H loss percent (Schedule H, Part 1, Lines 5 and 6, Col. 2)	66.1	68.1	66.4	65.8	64.1
66. A & H cost containment percent (Schedule H, Pt. 1, Line 4, Col. 2)	0.0	0.0	0.0	0.0	0.0
67. A & H expense percent excluding cost containment expenses (Schedule H, Pt. 1, Line 10, Col. 2)	35.5	35.2	34.1	35.4	36.4
A & H Claim Reserve Adequacy					
68. Incurred losses on prior years' claims - group health (Schedule H, Part 3, Line 3.1 Col. 2)	560,371	541,733	439,220	365,825	188,019
69. Prior years' claim liability and reserve - group health (Schedule H, Part 3, Line 3.2 Col. 2)	1,227,594	846,852	836,390	585,663	553,591
70. Incurred losses on prior years' claims-health other than group (Schedule H, Part 3, Line 3.1 Col. 1 less Col. 2)	21,040,722	19,210,038	17,156,307	16,172,728	15,133,202
71. Prior years' claim liability and reserve-health other than group (Schedule H, Part 3, Line 3.2 Col. 1 less Col. 2)	24,096,979	21,124,673	19,072,409	16,431,755	16,452,818
Net Gains From Operations After Federal Income Taxes by Lines of Business (Page 6, Line 33)					
72. Industrial life (Col. 2)	0	0	0	0	0
73. Ordinary - life (Col. 3)	766,685	627,867	931,728	162,582	632
74. Ordinary - individual annuities (Col. 4)	0	0	0	0	0
75. Ordinary-supplementary contracts (Col. 5)	0	0	0	0	0
76. Credit life (Col. 6)	0	0	0	0	0
77. Group life (Col. 7)	0	0	0	0	0
78. Group annuities (Col. 8)	0	0	0	0	0
79. A & H-group (Col. 9)	1,197,857	788,340	972,525	665,563	437,448
80. A & H-credit (Col. 10)	0	0	0	0	0
81. A & H-other (Col. 11)	30,558,386	21,309,364	21,980,391	18,338,951	17,543,804
82. Aggregate of all other lines of business (Col. 12)	0	0	0	0	0
83. Total (Col. 1)	32,522,928	22,725,571	23,884,644	19,167,096	17,981,884

NOTE: If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of SSAP No. 3, Accounting Changes and Correction of Errors?

Yes [] No []

If no, please explain:

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America

EXHIBIT OF LIFE INSURANCE

(\$000 Omitted for Amounts of Life Insurance)

	Industrial		Ordinary		Credit Life (Group and Individual)		Group		10 Total Amount of Insurance	
	1 Number of Policies	2 Amount of Insurance	3 Number of Policies	4 Amount of Insurance	5 Number of Individual Policies and Group Certificates	6 Amount of Insurance	Number of			
							7 Policies	8 Certificates		
1. In force end of prior year .....	.0	0	939,962	13,276,740	.0	0	0	0	13,276,740
2. Issued during year		0	2,924	80,742		0			80,742	
3. Reinsurance assumed			300,804	4,691,047					4,691,047	
4. Revived during year									0	
5. Increased during year (net)									0	
6. Subtotals, Lines 2 to 5 .....	.0	0	303,728	4,771,789	.0	0	0	0	4,771,789
7. Additions by dividends during year	XXX		XXX		XXX		XXX	XXX	0	
8. Aggregate write-ins for increases	0	0	0	0	0	0	0	0	0	
9. Totals (Lines 1 and 6 to 8) .....	.0	0	1,243,690	18,048,529	.0	0	0	0	18,048,529
Deductions during year:										
10. Death			2,288	13,364			XXX		13,364	
11. Maturity							XXX		0	
12. Disability							XXX		0	
13. Expiry			1	340					340	
14. Surrender			23,584	283,428					283,428	
15. Lapse			129,939	2,320,598					2,320,598	
16. Conversion							XXX	XXX	0	
17. Decreased (net) .....			.80	2,008					2,008
18. Reinsurance			1,075,410	15,083,000					15,083,000	
19. Aggregate write-ins for decreases	0	0	0	0	0	0	0	0	0	
20. Totals (Lines 10 to 19) .....	.0	0	1,231,302	17,702,738	.0	0	0	0	17,702,738
21. In force end of year (Line 9 minus Line 20) .....	.0	0	12,388	345,791	.0	0	0	0	345,791
22. Reinsurance ceded end of year	XXX		XXX	23,911	XXX		XXX	XXX	23,911	
23. Line 21 minus Line 22	XXX	0	XXX	321,880	XXX	(a) 0	XXX	XXX	321,880	
DETAILS OF WRITE-INS										
0801.										
0802.										
0803.										
0898. Summary of remaining write-ins for Line 8 from overflow page	0	0	0	0	0	0	0	0	0	
0899. TOTALS (Lines 0801 thru 0803 plus 0898) (Line 8 above)	0	0	0	0	0	0	0	0	0	
1901.										
1902.										
1903.										
1998. Summary of remaining write-ins for Line 19 from overflow page	0	0	0	0	0	0	0	0	0	
1999. TOTALS (Lines 1901 thru 1903 plus 1998) (Line 19 above)	0	0	0	0	0	0	0	0	0	

(a) Group \$; Individual \$

EXHIBIT OF LIFE INSURANCE

(\$000 Omitted for Amounts of Life Insurance) (Continued)

ADDITIONAL INFORMATION ON INSURANCE IN FORCE END OF YEAR

	Industrial		Ordinary	
	1 Number of Policies	2 Amount of Insurance	3 Number of Policies	4 Amount of Insurance
24. Additions by dividends	XXX		XXX	
25. Other paid-up insurance			66	502
26. Debit ordinary insurance	XXX	XXX		

ADDITIONAL INFORMATION ON ORDINARY INSURANCE

Term Insurance Excluding Extended Term Insurance	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)	
	1 Number of Policies	2 Amount of Insurance	3 Number of Policies	4 Amount of Insurance
27. Term policies - decreasing				
28. Term policies - other	XXX		XXX	
29. Other term insurance - decreasing	XXX		XXX	
30. Other term insurance	XXX		XXX	
31. Totals (Lines 27 to 30)	0	0	0	0
Reconciliation to Lines 2 and 21:				
32. Term additions	XXX		XXX	
33. Totals, extended term insurance	XXX	XXX	2	30
34. Totals, whole life and endowment	2,924	80,742	12,386	345,761
35. Totals (Lines 31 to 34)	2,924	80,742	12,386	345,791

CLASSIFICATION OF AMOUNT OF INSURANCE BY PARTICIPATING STATUS

	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)	
	1 Non-Participating	2 Participating	3 Non-Participating	4 Participating
36. Industrial				
37. Ordinary	80,742		345,791	
38. Credit Life (Group and Individual)				
39. Group				
40. Totals (Lines 36 to 39)	80,742	0	345,791	0

ADDITIONAL INFORMATION ON CREDIT LIFE AND GROUP INSURANCE

	Credit Life		Group	
	1 Number of Individual Policies and Group Certificates	2 Amount of Insurance	3 Number of Certificates	4 Amount of Insurance
41. Amount of insurance included in Line 2 ceded to other companies	XXX		XXX	
42. Number in force end of year if the number under shared groups is counted on a pro-rata basis		XXX		XXX
43. Federal Employees' Group Life Insurance included in Line 21				
44. Servicemen's Group Life Insurance included in Line 21				
45. Group Permanent Insurance included in Line 21				

ADDITIONAL ACCIDENTAL DEATH BENEFITS

46. Amount of additional accidental death benefits in force end of year under ordinary policies	91,309
---	--------

BASIS OF CALCULATION OF ORDINARY TERM INSURANCE

47. State basis of calculation of (47.1) decreasing term insurance contained in Family Income, Mortgage Protection, etc., policies and riders and of (47.2) term insurance on wife and children under Family, Parent and Children, etc., policies and riders included above.
47.1
47.2

POLICIES WITH DISABILITY PROVISIONS

Disability Provisions	Industrial		Ordinary		Credit		Group	
	1 Number of Policies	2 Amount of Insurance	3 Number of Policies	4 Amount of Insurance	5 Number of Policies	6 Amount of Insurance	7 Number of Certificates	8 Amount of Insurance
48. Waiver of Premium								
49. Disability Income								
50. Extended Benefits		XXX	XXX					
51. Other								
52. Total	0	(a)	0	0	(a)	0	0	(a)

(a) See the Annual Audited Financial Reports section of the annual statement instructions

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America
EXHIBIT OF NUMBER OF POLICIES, CONTRACTS, CERTIFICATES, INCOME PAYABLE AND ACCOUNT VALUES IN FORCE FOR SUPPLEMENTARY CONTRACTS, ANNUITIES, ACCIDENT & HEALTH AND OTHER POLICIES

SUPPLEMENTARY CONTRACTS

	Ordinary		Group	
	1 Involving Life Contingencies	2 Not Involving Life Contingencies	3 Involving Life Contingencies	4 Not Involving Life Contingencies
1. In force end of prior year	0	0	0	0
2. Issued during year				
3. Reinsurance assumed				
4. Increased during year (net)				
5. Total (Lines 1 to 4)	0	0	0	0
Deductions during year:				
6. Decreased (net)				
7. Reinsurance ceded				
8. Totals (Lines 6 and 7)	0	0	0	0
9. In force end of year	0	0	0	0
10. Amount on deposit		(a)		(a)
11. Income now payable				
12. Amount of income payable	(a)	(a)	(a)	(a)

ANNUITIES

	Ordinary		Group	
	1 Immediate	2 Deferred	3 Contracts	4 Certificates
1. In force end of prior year	0	0	0	0
2. Issued during year				
3. Reinsurance assumed				
4. Increased during year (net)				
5. Totals (Lines 1 to 4)	0	0	0	0
Deductions during year:				
6. Decreased (net)				
7. Reinsurance ceded				
8. Totals (Lines 6 and 7)	0	0	0	0
9. In force end of year	0	0	0	0
Income now payable:				
10. Amount of income payable	(a)	XXX	XXX	(a)
Deferred fully paid:				
11. Account balance	XXX	(a)	XXX	(a)
Deferred not fully paid:				
12. Account balance	XXX	(a)	XXX	(a)

ACCIDENT AND HEALTH INSURANCE

	Group		Credit		Other	
	1 Certificates	2 Premiums in Force	3 Policies	4 Premiums in Force	5 Policies	6 Premiums in Force
1. In force end of prior year	14,130	12,521,701	0	0	347,946	252,994,971
2. Issued during year	5,811	3,848,052			96,629	55,803,666
3. Reinsurance assumed						
4. Increased during year (net)	XXX		XXX			XXX
5. Totals (Lines 1 to 4)	19,941	XXX	0	XXX	444,575	XXX
Deductions during year:						
6. Conversions	XXX	XXX	XXX	XXX	XXX	XXX
7. Decreased (net)	2,488	XXX	XXX	XXX	53,401	XXX
8. Reinsurance ceded		XXX		XXX		XXX
9. Totals (Lines 6 to 8)	2,488	XXX	0	XXX	53,401	XXX
10. In force end of year	17,453	(a)	14,368,617	0	(a)	391,174

DEPOSIT FUNDS AND DIVIDEND ACCUMULATIONS

			1		2	
			Deposit Funds	Contracts	Dividend Accumulations	Contracts
1. In force end of prior year			0		0	0
2. Issued during year						
3. Reinsurance assumed						
4. Increased during year (net)						
5. Totals (Lines 1 to 4)			0		0	0
Deductions During Year:						
6. Decreased (net)						
7. Reinsurance ceded						
8. Totals (Lines 6 and 7)			0		0	0
9. In force end of year					0	0
10. Amount of account balance			(a)		(a)	(a)

(a) See the Annual Audited Financial Reports section of the annual statement instructions.

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America
SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS (b)

Allocated by States and Territories

States, Etc.	1 Active Status (a)	Life Contracts		Direct Business Only		6 Total Columns 2 through 5	7 Deposit-Type Contracts
		2 Life Insurance Premiums	3 Annuity Considerations	4 Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	5 Other Considerations		
1. Alabama	AL	39,847	0	3,016,270	0	3,056,117	0
2. Alaska	AK	0	0	39,610	0	39,610	0
3. Arizona	AZ	99,487	0	5,266,531	0	5,366,018	0
4. Arkansas	AR	188,246	0	8,506,261	0	8,694,507	0
5. California	CA	63,498	0	6,371,637	0	6,435,135	0
6. Colorado	CO	57,588	0	8,162,256	0	8,219,844	0
7. Connecticut	CT	84	0	20,124	0	20,208	0
8. Delaware	DE	1,928	0	540,779	0	542,707	0
9. District of Columbia	DC	0	0	10,946	0	10,946	0
10. Florida	FL	75,291	0	5,437,489	0	5,512,780	0
11. Georgia	GA	125,334	0	10,617,648	0	10,742,982	0
12. Hawaii	HI	221	0	82,067	0	82,288	0
13. Idaho	ID	2,820	0	1,210,943	0	1,213,763	0
14. Illinois	IL	93,824	0	12,535,439	0	12,629,263	0
15. Indiana	IN	17,360	0	9,152,280	0	9,169,640	0
16. Iowa	IA	32,997	0	6,500,715	0	6,533,712	0
17. Kansas	KS	52,909	0	9,138,531	0	9,191,440	0
18. Kentucky	KY	125,285	0	7,905,783	0	8,031,068	0
19. Louisiana	LA	20,423	0	5,697,657	0	5,718,080	0
20. Maine	ME	1,116	0	477,834	0	478,950	0
21. Maryland	MD	2,556	0	1,242,211	0	1,244,767	0
22. Massachusetts	MA	1,250	0	20,133	0	21,383	0
23. Michigan	MI	2,509	0	1,922,929	0	1,925,438	0
24. Minnesota	MN	32,927	0	13,579,266	0	13,612,193	0
25. Mississippi	MS	17,562	0	1,171,156	0	1,188,718	0
26. Missouri	MO	58,135	0	8,175,203	0	8,233,338	0
27. Montana	MT	15,364	0	2,535,152	0	2,550,516	0
28. Nebraska	NE	16,709	0	9,053,640	0	9,070,349	0
29. Nevada	NV	10,370	0	1,054,549	0	1,064,919	0
30. New Hampshire	NH	11,072	0	650,118	0	661,190	0
31. New Jersey	NJ	3,092	0	48,510	0	51,602	0
32. New Mexico	NM	16,872	0	1,729,927	0	1,746,799	0
33. New York	NY	0	0	0	0	0	0
34. North Carolina	NC	134,769	0	9,555,128	0	9,689,897	0
35. North Dakota	ND	4,936	0	1,484,051	0	1,488,987	0
36. Ohio	OH	82,838	0	21,313,855	0	21,396,693	0
37. Oklahoma	OK	60,383	0	3,990,234	0	4,050,617	0
38. Oregon	OR	11,440	0	1,493,610	0	1,505,050	0
39. Pennsylvania	PA	20,979	0	2,926,124	0	2,947,103	0
40. Rhode Island	RI	0	0	63,416	0	63,416	0
41. South Carolina	SC	61,300	0	2,859,594	0	2,920,894	0
42. South Dakota	SD	16,008	0	5,722,086	0	5,738,094	0
43. Tennessee	TN	147,551	0	5,898,526	0	6,046,077	0
44. Texas	TX	1,562,307	0	56,707,108	0	58,269,415	0
45. Utah	UT	857	0	4,116,328	0	4,117,185	0
46. Vermont	VT	3,934	0	36,710	0	40,644	0
47. Virginia	VA	118,174	0	5,224,160	0	5,342,334	0
48. Washington	WA	107,880	0	3,775,934	0	3,883,814	0
49. West Virginia	WV	62,425	0	3,236,750	0	3,299,175	0
50. Wisconsin	WI	5,570	0	3,787,073	0	3,792,643	0
51. Wyoming	WY	11,222	0	2,599,351	0	2,610,573	0
52. American Samoa	AS	0	0	0	0	0	0
53. Guam	GU	0	0	0	0	0	0
54. Puerto Rico	PR	0	0	5,862	0	5,862	0
55. U.S. Virgin Islands	VI	0	0	0	0	0	0
56. Northern Mariana Islands	MP	0	0	0	0	0	0
57. Canada	CAN	0	0	0	0	0	0
58. Aggregate Other Alien	OT	0	0	0	0	0	0
59. Subtotal	XXX	3,599,249	0	276,669,494	0	280,268,743	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	3,599,249	0	276,669,494	0	280,268,743	0
96. Plus reinsurance assumed	XXX	176,856,924	0	276,669,494	0	176,856,924	0
97. Totals (All Business)	XXX	180,456,173	0	276,669,494	0	457,125,667	0
98. Less reinsurance ceded	XXX	176,941,045	0	3,021,688	0	179,962,733	0
99. Totals (All Business) less Reinsurance Ceded	XXX	3,515,128	0	(c) 273,647,806	0	277,162,934	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:

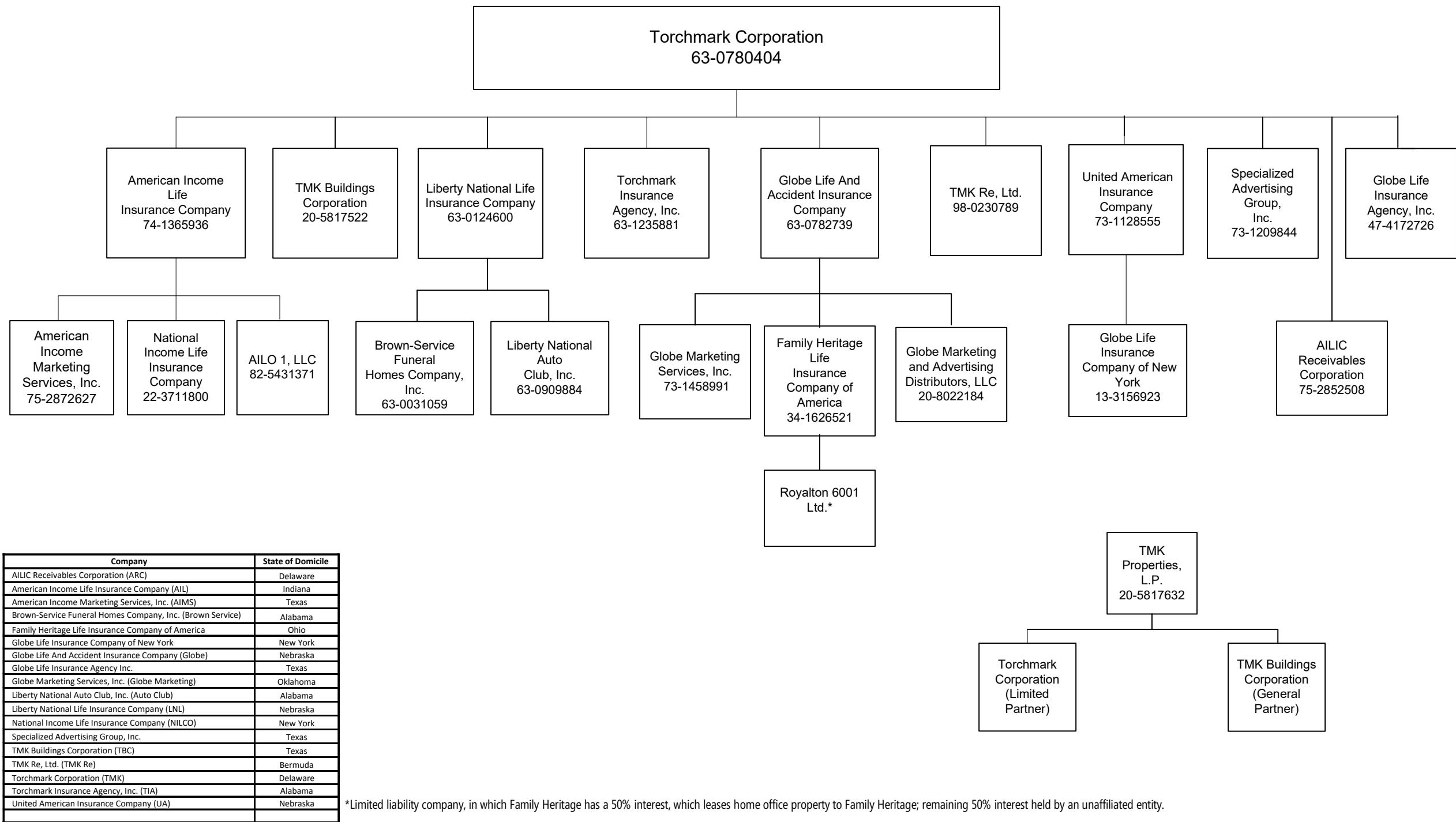
L - Licensed or Chartered - Licensed insurance carrier or domiciled RRG..... 51 R - Registered - Non-domiciled RRGs..... 0
E - Eligible - Reporting entities eligible or approved to write surplus lines in the state..... 0 Q - Qualified - Qualified or accredited reinsurer..... 0

N - None of the above - Not allowed to write business in the state..... 6

(b) Explanation of basis of allocation by states, etc., of premiums and annuity considerations
Allocation based on residence of the policyholder

(c) Column 4 should balance with Exhibit 1, Lines 6.4, 10.4, and 16.4, Cols. 8, 9, 10, or with Schedule H, Part 1, Line 1, indicate which: Exhibit 1, Lines 6.4, 10.4, and 16.4, Cols. 8, 9, 10..

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America



ANNUAL STATEMENT FOR THE YEAR 2018 OF THE Family Heritage Life Insurance Company of America
OVERFLOW PAGE FOR WRITE-INS

Additional Write-ins for Exhibit 2 Line 9.3

	Insurance				5 Investment	6 Total		
	1 Life	Accident and Health		4 All Other Lines of Business				
		2 Cost Containment	3 All Other					
09.304. Consultant Fees			111,561			111,561		
09.305. Seminars			87,284			87,284		
09.306. Donations			56,691			56,691		
09.307. Office Services			29,107			29,107		
09.397. Summary of remaining write-ins for Line 9.3 from overflow page	0	0	284,643	0	0	284,643		

ALPHABETICAL INDEX

ANNUAL STATEMENT BLANK

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