



2615 Centennial Blvd., Suite 200
Tallahassee, FL 32308
850-668-8100

Life Insurance Company of Alabama
Instructions for Filing
Form 1120-L
U.S. Life Insurance Company Income Tax Return
for the year ended December 31, 2014

The original return should be signed (using full name and title) and dated on page one by an authorized officer of the corporation.

The signed return should be filed on or before September 15, 2015 with the following:

Department of the Treasury
Internal Revenue Service Center
Ogden, UT 84201-0012

This return indicates a \$309,971 overpayment. Of this amount, \$0 will be refunded to you and \$309,971 has been applied to your 2015 estimated tax.

To document the timely filing of your tax return(s), we suggest that you obtain and retain proof of mailing. Proof of mailing can be accomplished by sending the tax return(s) by registered or certified mail (metered by the U.S. Postal Service) or through the use of an IRS approved delivery method provided by an IRS designated private delivery service.

U.S. Life Insurance Company Income Tax Return

For calendar year 2014 or tax year beginning _____, 2014, ending _____, 20__

2014

Information about Form 1120-L and its separate instructions is at www.irs.gov/form1120l.

A Check if:		Name LIFE INSURANCE COMPANY OF ALABAMA	B Employer identification number 63-0321291
1 Consolidated return (attach Form 851) <input type="checkbox"/>	Please print or type	Number, street, and room or suite no. If a P.O. box, see instructions. P.O. BOX 349	C Date incorporated 07/28/1952
2 Life-nonlife consolidated return <input type="checkbox"/>		City or town, state or province, country, and ZIP or foreign postal code GADSDEN, AL 35902	D Check applicable box if an election has been made under section(s):
3 Schedule M-3 (Form 1120-L) attached <input checked="" type="checkbox"/>			<input type="checkbox"/> 953(c)(3)(C) <input type="checkbox"/> 953(d)
E Check if: (1) <input type="checkbox"/> Final return (2) <input type="checkbox"/> Name change (3) <input type="checkbox"/> Address change (4) <input type="checkbox"/> Amended return			

Income	1 Gross premiums, etc., less return premiums, etc. Enter balance		37,316,135.	
	2 Net decrease, if any, in reserves (see instructions)			
	3 10% of any decrease in reserves under section 807(f)(1)(B)(ii)			
	4 Investment income (Schedule B, line 8) (see instructions)		2,797,647.	
	5 Net capital gain (Schedule D (Form 1120), line 17)		4,544,747.	
	6 Income from a special loss discount account (attach Form 8816)			
	7 Other income (attach statement) SEE STATEMENT. 1.		29,751.	
	8 Life insurance company gross income. Add lines 1 through 7.		44,688,280.	
Deductions <small>(See instructions for limitations on deductions.)</small>	9 Death benefits, etc.		18,282,419.	
	10 Net increase, if any, in reserves (Schedule F, line 35)		243,702.	
	11 10% of any increase in reserves under section 807(f)(1)(B)(i)			
	12 Deductible policyholder dividends (Schedule F, line 18e)		45,898.	
	13 Assumption by another person of liabilities under insurance, etc., contracts			
	14 Dividends reimbursable by taxpayer			
	15a Interest <input type="checkbox"/> b Less tax-exempt interest expense <input type="checkbox"/> c Bal <input type="checkbox"/>			
	16 Deductible policy acquisition expenses (Schedule G, line 20)		2,988,136.	
	17 Additional deduction (attach Form 8816)			
	18 Other deductions (see instructions) (attach statement) SEE STATEMENT. 1.		15,102,483.	
	19 Add lines 9 through 18		36,662,638.	
	20 Subtotal. Subtract line 19 from line 8		8,025,642.	
21a Dividends-received deduction (Schedule A, line 16, column (c))	21a	27,938.		
Plus: b Operations loss deduction (see instructions) (attach statement)	21b			
	21c	27,938.		
22 Gain or (loss) from operations. Subtract line 21c from line 20		7,997,704.		
23 Small life insurance company deduction (Schedule H, line 17)		1,050,344.		
24 Life insurance company taxable income (LICTI). Subtract line 23 from line 22		6,947,360.		
25 Limitation on noninsurance losses (Schedule I, line 9)		NONE		
26 Amount subtracted from policyholders surplus account (Schedule J, Part II, line 10)		NONE		
27 Taxable income. Add lines 24, 25, and 26 (see instructions)		6,947,360.		
28 Total tax (Schedule K, line 10)		1,992,082.		
Tax and Payments	29a 2013 overpayment credited to 2014	29a	220,447.	
	b Prior year(s) special estimated tax payments to be applied	29b		
	c 2014 estimated tax payments	29c	2,083,000.	
	d 2014 special estimated tax payments (Do not include on line 29f)	29d		
	e Less 2014 refund applied for on Form 4466	29e	(2,303,447.)	
	g Tax deposited with Form 7004	29g	NONE	
	h Credits: (1) Form 2439 (2) Form 4136	29h		
	i U.S. income tax paid or withheld at source (attach Form 1042-S)	29i		
	j Refundable credit from Form 8827, line 8c	29j		
		29k	2,303,447.	
30 Estimated tax penalty. Check if Form 2220 is attached <input checked="" type="checkbox"/>		30	1,394.	
31 Amount owed. If line 29k is smaller than the total of lines 28 and 30, enter amount owed		31		
32 Overpayment. If line 29k is larger than the total of lines 28 and 30, enter amount overpaid		32	309,971.	
33 Enter amount from line 32: Credited to 2015 estimated tax <input type="checkbox"/> Refunded <input checked="" type="checkbox"/>		33	309,971.	

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Sign Here	Signature of officer _____	Date _____	Title _____		May the IRS discuss this return with the preparer shown below (see instructions)? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
					Check <input type="checkbox"/> if self-employed <input checked="" type="checkbox"/> PTIN P00850845

Paid Preparer Use Only	Print/Type preparer's name JUSTIN H EDENFIELD	Preparer's signature _____	Date _____		
	Firm's name THOMAS HOWELL FERGUSON P.A.	Firm's EIN 59-3186310			
	Firm's address 2615 CENTENNIAL BLVD., SUITE 200 TALLAHASSEE, FL32308	Phone no. 850-668-8100			

Schedule A Dividend Income and Dividends-Received Deduction (see instructions)

Dividends subject to proration		(a) Dividends received	(b) %	(c) Deduction (a times b)
1	Domestic corporations, less-than-20%-owned (other than debt-financed stock)	135,106.	70	94,574.
2	Domestic corporations, 20%-or-more-owned (other than debt-financed stock)		80	
3	Debt-financed stock of domestic and foreign corporations		see instructions	
4	Public utility corporations, less-than-20%-owned	805.	42	338.
5	Public utility corporations, 20%-or-more-owned		48	
6	Foreign corporations, less-than-20%-owned, and certain FSCs		70	
7	Foreign corporations, 20%-or-more-owned, and certain FSCs		80	
8	Wholly owned foreign subsidiaries and certain FSCs		100	
9	Certain affiliated company dividends		100	
10	Gross dividends-received deduction. Add lines 1 through 9			94,912.
11	Company share percentage (Schedule F, line 32)			29.4356
12	Prorated amount. Line 10 times line 11			27,938.
Dividends not subject to proration				
13	Affiliated company dividends		see instructions	
14	Other corporate dividends			
15	Total dividends. Add lines 1 through 14, column (a). Enter here and on Schedule B, line 2	135,911.		
16	Total deductions. Add lines 12 and 13, column (c). Reduce the deduction as provided in section 805(a)(4)(D)(ii). Enter here and on page 1, line 21a and on Schedule J, Part I, line 2c			27,938.

Schedule B Gross Investment Income (section 812(d)) (see instructions)

1	Interest (excluding tax-exempt interest)	SEE STATEMENT 2.	1	2,661,736.
2	Total dividends (Schedule A, line 15, column (a))		2	135,911.
3	Gross rents		3	
4	Gross royalties		4	
5	Leases, terminations, etc.		5	
6	Excess of net short-term capital gain over net long-term capital loss (Schedule D (Form 1120), line 16)		6	
7	Gross income from trade or business other than an insurance business (attach statement)		7	
8	Investment income. Add lines 1 through 7. Enter here and on page 1, line 4		8	2,797,647.
9	Tax-exempt interest. Enter here and on Schedule F, line 13 and Schedule J, Part I, line 2d		9	1,965,371.
10	Increase in policy cash value of section 264(f) policies as defined in section 805(a)(4)(F). Enter here and include on Schedule F, line 13		10	
11	Add lines 8, 9, and 10		11	4,763,018.
12	100% qualifying dividends		12	
13	Gross investment income. Subtract line 12 from line 11. Enter here and on Schedule F, line 9		13	4,763,018.

Schedule F **Increase (Decrease) in Reserves** (section 807) **and Company/Policyholder Share Percentage** (section 812) (see instructions)

		(a) Beginning of tax year	(b) End of tax year
1	Life insurance reserves	55,449,652.	57,152,016.
2	Unearned premiums and unpaid losses	1,002,498.	949,703.
3	Supplementary contracts	244,642.	226,522.
4	Dividend accumulations and other amounts	1,098,052.	1,098,604.
5	Advance premiums	333,058.	331,611.
6	Special contingency reserves		
7	Add lines 1 through 6	58,127,902.	59,758,456.
8	Increase (decrease) in reserves under section 807. Subtract line 7, column (a) from line 7, column (b)		1,630,554.
9	Gross investment income (Schedule B, line 13)		4,763,018.
10a	Required interest on reserves under sections 807(c)(1), (3), (4), (5), and (6) (attach statement)	2,993,023.	
b	Deductible excess interest. Enter here and on lines 18b and 19 below	31,310.	
c	Deductible amounts credited to employee pension funds		
d	Deductible amounts credited to deferred annuities		
e	Deductible interest on amounts left on deposit		
f	Total policy interest. Add lines 10a through 10e. Enter here and on line 26 below		3,024,333.
11	Subtract line 10f from line 9		1,738,685.
12	Life insurance company gross income (see instructions)	44,688,280.	
13	Tax-exempt interest and the increase in policy cash value of section 264(f) policies as defined in section 805(a)(4)(F). (Enter the sum of Schedule B, line 9 and line 10.)	1,965,371.	
14	Add lines 12 and 13		46,653,651.
15	Increase in reserves from line 8. (If a decrease in reserves, enter -0-.)		1,630,554.
16	Subtract line 15 from line 14		45,023,097.
17	Investment income ratio. Divide line 11 by line 16. If zero or less, enter -0-		3.8618
18a	Policyholder dividends paid or accrued	14,588.	
b	Excess interest from line 10b	31,310.	
c	Premium adjustments		
d	Experience-rated refunds		
e	Deductible policyholder dividends. Add lines 18a through 18d. Enter here and on page 1, line 12		45,898.
19	Deductible excess interest from line 10b	31,310.	
20	Deductible dividends on employee pension funds		
21	Deductible dividends on deferred annuities		
22	Deductible premium and mortality charges for contracts paying excess interest		
23	Add lines 19 through 22		31,310.
24	Subtract line 23 from line 18e		14,588.
25	Investment portion of dividends. Line 17 times line 24		563.
26	Policy interest from line 10f		3,024,333.
27	Policyholder share amount. Add lines 25 and 26		3,024,896.
28	Net investment income (see instructions)	SEE STATEMENT. 4.	4,286,716.
29	Policyholder share amount from line 27		3,024,896.
30	Company share of net investment income. Subtract line 29 from line 28		1,261,820.
31	Total share percentage		100%
32	Company share percentage. Divide line 30 by line 28. Enter here and on Schedule A, line 11		29.4356 %
33	Policyholders' share percentage. Subtract line 32 from line 31		70.5644 %
34	Policyholders' share of tax-exempt interest and the increase in policy cash value of section 264(f) policies as defined in section 805(a)(4)(F). Multiply line 13 by line 33		1,386,852.
35	Net increase (decrease) in reserves. Subtract line 34 from line 8. If an increase, enter here and on page 1, line 10. If a (decrease), enter here and on page 1, line 2		243,702.

Schedule G Policy Acquisition Expenses (section 848) (see instructions)

		(a) Annuity	(b) Group life insurance	(c) Other
1	Gross premiums and other consideration	39,129.	4,789.	37,991,501.
2	Return premiums and premiums and other consideration incurred for reinsurance			522,805.
3	Net premiums. Subtract line 2 from line 1.	39,129.	4,789.	37,468,696.
4	Net premium percentage	1.75%	2.05%	7.7%
5	Multiply line 3 by line 4	685.	98.	2,885,090.
6	Combine line 5, columns (a), (b), and (c), and enter here. If zero or less, enter -0- on lines 7 and 8			2,885,873.
7	Unused balance of negative capitalization amount from prior years			()
8	Combine lines 6 and 7. If zero or less, enter -0-			2,885,873.
9	General deductions (attach statement)	SEE STATEMENT. 6.		
10	Enter the lesser of line 8 or line 9.			2,885,873.
11	Deductible general deductions. Subtract line 10 from line 9. Enter here and include on page 1, line 18			15,102,483.
12	If the amount on line 6 is negative, enter it as a positive amount. If the amount on line 6 is positive, enter -0-			
13	Unamortized specified policy acquisition expenses from prior years			4,684,572.
14	Deductible negative capitalization amount. Enter the lesser of line 12 or line 13			
15a	Tentative 60-month specified policy acquisition expenses. Enter amount from line 10, but not more than \$5 million.	15a	2,885,873.	
b	Limitation.	15b	\$10,000,000	
16	Phase-out amount. Subtract line 15b from line 10. If zero or less, enter -0-	16		
17a	Current year 60-month specified policy acquisition expenses. Subtract line 16 from line 15a. If zero or less, enter -0-	17a	2,885,873.	
b	Enter 10% of line 17a	17b		288,587.
18a	Current year 120-month specified policy acquisition expenses. Subtract line 17a from line 10	18a		
b	Enter 5% of line 18a	18b		
19	Enter the applicable amount of amortization from specified policy acquisition expenses capitalized in prior years and deductible this year. Attach statement	19	SEE STATEMENT. 9.	
20	Deductible policy acquisition expenses. Add lines 14, 17b, 18b, and 19. Enter here and on page 1, line 16	20	2,988,136.	

Schedule H Small Life Insurance Company Deduction (section 806(a)) (see instructions)

Part I - Controlled Group Information

Name of company	Tentative LICTI	
	(a) Income	(b) (Loss)
1 _____		
2 _____		
3 _____		
4 _____		
5 _____		
6 Add lines 1 through 5 in both columns		
7 Net controlled group tentative LICTI. Subtract line 6, column (b) from line 6, column (a). Enter here and on line 11 below		

Part II - Small Life Insurance Company Deduction If total assets (Schedule L, Part I, line 6, column (b)), are \$500 million or more, complete lines 8 through 12, line 16, and enter -0- on line 17 (see instructions).

8 Gain or (loss) from operations from page 1, line 22	8	7,997,704.	
9a Noninsurance income	9a		
9b Noninsurance deductions	9b		
10a Gain or (loss) on insurance operations. Subtract line 9a from line 8 and add line 9b	10a	7,997,704.	
10b Adjustments (attach statement)	10b		
10c Tentative LICTI. Combine lines 10a and 10b	10c	7,997,704.	
11 Net controlled group tentative LICTI from line 7	11		
12 Combined tentative LICTI. Add line 10c and line 11. If \$15 million or more, skip lines 13 through 15 and enter -0- on line 17 below and on page 1, line 23	12	7,997,704.	
13 Enter 60% of line 12, but not more than \$1,800,000	13		1,800,000.
14a Maximum statutory amount	14a	\$3,000,000	
14b Subtract line 14a from line 12. If zero or less, enter -0-	14b	4,997,704.	
14c Enter 15% of line 14b, but not more than \$1,800,000	14c		749,656.
15 Tentative small life insurance company deduction. Subtract line 14c from line 13	15		1,050,344.
16 Taxpayer's share. Divide line 10c by the total of line 6, column (a) and line 10c. If line 10c is zero or less, enter -0- on this line	16		100.0000
17 Small life insurance company deduction. Multiply line 15 by line 16. Enter here and on page 1, line 23, and on Schedule J, Part I, line 2b	17		1,050,344.

Schedule I Limitation on Noninsurance Losses (section 806(b)(3)(C)) (see instructions)

1 Noninsurance income (attach statement)	1	
2 Noninsurance deductions (attach statement)	2	
3 Noninsurance operations loss deductions	3	
4 Add lines 2 and 3	4	
5 Noninsurance loss. Subtract line 1 from line 4. If line 1 is greater than line 4, skip lines 5 through 8 and enter -0- on line 9	5	
6 Enter 35% of line 5	6	
7 Enter 35% of the excess of LICTI (page 1, line 24) over any noninsurance loss included on page 1	7	
8 Enter the lesser of line 6 or line 7	8	
9 Limitation on noninsurance losses. Subtract line 8 from line 5. Enter here and on page 1, line 25	9	

NONE

Schedule J Part I- Shareholders Surplus Account (Stock Companies Only) (section 815(c)) (see instructions)			
1a	Balance at the beginning of the tax year	1a	42,991,564.
b	Transfers under pre-1984 sections 815(d)(1) and (4) for the preceding year	1b	NONE
c	Balance at the beginning of the tax year. Add lines 1a and 1b	1c	42,991,564.
2a	LICTI. Add lines 24 and 25, page 1. If zero or less, enter -0-	2a	6,947,360.
b	Small life insurance company deduction (Schedule H, line 17)	2b	1,050,344.
c	Dividends-received deduction (Schedule A, line 16, column (c))	2c	27,938.
d	Tax-exempt interest (Schedule B, line 9) (see instructions)	2d	1,965,371.
3	Add lines 1c through 2d	3	52,982,577.
4	Tax liability without regard to section 815. Figure the tax on line 2a as if it were total taxable income	4	1,992,082.
5	Subtract line 4 from line 3. If zero or less, enter -0-	5	50,990,495.
6	Direct or indirect distributions in the tax year but not more than line 5	6	216,917.
7	Balance at the end of the tax year. Subtract line 6 from line 5	7	50,773,578.

Part II - Policyholders Surplus Account (Stock Companies Only) (section 815(d)) (see instructions)			
8	Balance at the beginning of the tax year	8	1,137,367.
9a	Direct or indirect distributions in excess of the amount on line 5, Part I above	9a	
b	Tax increase on line 9a	9b	
c	Subtractions from account under pre-1984 sections 815(d)(1) and (4)	9c	NONE
d	Tax increase on line 9c	9d	NONE
e	Subtraction from account under pre-1984 sections 815(d)(2)	9e	
10	Add lines 9a through 9e, but not more than line 8. Enter here and on page 1, line 26	10	NONE
11	Balance at the end of the tax year. Subtract line 10 from line 8	11	1,137,367.

Schedule K Tax Computation (see instructions)			
1	Check if the corporation is a member of a controlled group (attach Schedule O (Form 1120)) <input type="checkbox"/>		
2	Income tax	2	2,362,102.
3	Alternative minimum tax (attach Form 4626)	3	NONE
4	Add lines 2 and 3	4	2,362,102.
5a	Foreign tax credit (attach Form 1118)	5a	
b	Credit from Form 8834 (attach Form 8834)	5b	
c	General business credit (attach Form 3800)	5c	
d	Credit for prior year minimum tax (attach Form 8827)	5d	370,020.
e	Bond credits from Form 8912	5e	
6	Total credits. Add lines 5a through 5e	6	370,020.
7	Subtract line 6 from line 4	7	1,992,082.
8	Foreign corporations - tax on income not effectively connected with U.S. business	8	
9	Other taxes. Check if from: <input type="checkbox"/> Form 4255 <input type="checkbox"/> Form 8611 <input type="checkbox"/> Other (attach statement)	9	
10	Total tax. Add lines 7 through 9. Enter here and on page 1, line 28	10	1,992,082.

Schedule L Part I - Total Assets (section 806(a)(3)(C)) (see instructions)

	(a) Beginning of tax year		(b) End of tax year	
1 Real property	1	563,521.		570,455.
2 Stocks	2	6,791,430.		5,238,612.
3 Proportionate share of partnership and trust assets	3			
4 Other assets (attach statement) SEE STATEMENT 10.	4	100,617,138.		107,671,573.
5 Total assets of controlled groups	5			
6 Total assets. Add lines 1 through 5	6	107,972,089.		113,480,640.

Part II - Total Assets and Total Insurance Liabilities (section 842(b)(2)(B)(i)) (see instructions)

Line references below are to the "Assets" (lines 1 and 2) and "Liabilities, Surplus, and Other Funds" (lines 3 through 13) sections of the NAIC Annual Statement.

	(a) Beginning of tax year		(b) End of tax year	
1 Subtotals for assets (line 26)	1	107,972,089.		113,480,640.
2 Total assets (line 28)	2	107,972,089.		113,480,640.
3 Reserve for life policies and contracts (line 1)	3	38,517,892.		40,129,011.
4 Reserve for accident and health policies (line 2)	4	22,546,995.		22,702,626.
5 Liability for deposit-type contracts (line 3)	5	1,342,695.		1,325,127.
6 Life policy and contract claims (line 4.1)	6	419,184.		411,039.
7 Accident and health policy and contract claims (line 4.2)	7	5,629,002.		5,285,306.
8 Policyholder's dividend and coupon accumulations (line 5)	8			
9 Premiums and annuity considerations received in advance less discount (line 8)	9	333,058.		331,611.
10 Surrender values on canceled policies (line 9.1)	10			
11 Part of other amounts payable on reinsurance assumed (line 9.3)	11	6,205.		1,240.
12 Part of aggregate write-ins for liabilities (line 25). (Only include items or amounts includible in "total insurance liabilities on U.S. business" as defined in section 842(b)(2)(B)(i))	12			
13 Separate accounts statement (line 27)	13			
14 Total insurance liabilities. Add lines 3 through 13	14	68,795,031.		70,185,960.

Schedule M Other Information (see instructions)

		Yes	No			Yes	No
1 Check method of accounting: a <input checked="" type="checkbox"/> Accrual b <input type="checkbox"/> Other (specify) _____				8 At any time during the year, did one foreign person own, directly or indirectly, at least 25% of (a) the total voting power of all classes of stock of the corporation entitled to vote or (b) the total value of all classes of stock of the corporation? If "Yes," enter: a Percentage owned ▶ _____ % and b Owner's country ▶ _____			<input checked="" type="checkbox"/>
2 Check if the corporation is a: a <input checked="" type="checkbox"/> Legal reserve company - if checked Kind of company: (1) <input checked="" type="checkbox"/> Stock (2) <input type="checkbox"/> Mutual Principal business: (1) <input checked="" type="checkbox"/> Life insurance (2) <input type="checkbox"/> Health and accident insurance b <input type="checkbox"/> Fraternal or assessment association c <input type="checkbox"/> Burial or other insurance company				c The corporation may have to file Form 5472 , Information Return of a 25% Foreign-Owned U.S. Corporation or a Foreign Corporation Engaged in a U.S. Trade or Business. Enter number of Forms 5472 attached ▶ _____			
3 Enter the percentage that the total of the corporation's life insurance reserves (section 816(b)) plus unearned premiums and unpaid losses (whether or not ascertained) on noncancelable life, health or accident policies not included in life insurance reserves bears to the corporation's total reserves (section 816(c)) <u>89.9752</u> %. Attach a statement showing the computation. <small>STMT 11</small>				9 Has the corporation elected to use its own payout pattern for discounting unpaid losses and unpaid loss adjustment expenses?			<input checked="" type="checkbox"/>
4 Does the corporation have any variable annuity contracts outstanding?			<input checked="" type="checkbox"/>	10 Does the corporation discount any of the loss reserves shown on its annual statement?		<input checked="" type="checkbox"/>	
5 At the end of the tax year, did the corporation own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? (For rules of attribution, see section 267(c).) If "Yes," attach a statement showing (a) name and employer identification number (EIN), (b) percentage owned, and (c) taxable income or (loss) before NOL and special deductions of such corporation for the tax year ending with or within your tax year. <small>STMT 12</small>			<input checked="" type="checkbox"/>	11 a Enter the total unpaid losses shown on the corporation's annual statement: (1) For the current year: \$ <u>5,696,345.</u> (2) For the previous year: \$ <u>6,048,186.</u> b Enter the total unpaid loss adjustment expenses shown on the corporation's annual statement: (1) For the current year: \$ _____ (2) For the previous year: \$ _____			
6 Is the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? If "Yes," enter name and EIN of the parent corporation. ▶ _____			<input checked="" type="checkbox"/>	12 If the corporation has an operations loss deduction (OLD) for the tax year and is electing under section 810(b)(3) to forego the carryback period, check here ▶ <input type="checkbox"/> If the corporation is filing a consolidated return, the statement required by Regulations section 1.1502-21(b)(3) must be attached or the election will not be valid.			
7 At the end of the tax year, did any individual, partnership, corporation, estate, or trust own, directly or indirectly, 50% or more of the corporation's voting stock? (For rules of attribution, see section 267(c).) If "Yes," complete a and b below			<input checked="" type="checkbox"/>	13 Enter the available OLD carryover from prior tax years. (Do not reduce it by any deduction on page 1, line 21b.) ▶ \$ <u>NONE</u>			
a Attach a statement showing name and identifying number. (Do not include any information already entered in 6 above.) b Enter percentage owned ▶ _____ %				14 a Enter the corporation's state of domicile ▶ <u>AL</u> b Was the annual statement used to prepare the tax return filed with the state of domicile? If "No," complete c below. c Enter the state where the annual statement used to prepare the tax return was filed ▶ _____			<input checked="" type="checkbox"/>
SEE STATEMENT 13 FOR RECONCILIATION				15 Is the corporation required to file Schedule UTP (Form 1120), Uncertain Tax Position Statement (see instructions)? If "Yes," complete and attach Schedule UTP.			<input checked="" type="checkbox"/>

**SCHEDULE M-3
(Form 1120-L)**

**Net Income (Loss) Reconciliation for U.S. Life Insurance
Companies With Total Assets of \$10 Million or More**

OMB No. 1545-0123

2014

Department of the Treasury
Internal Revenue Service

▶ Attach to Form 1120-L.

▶ Information about Schedule M-3 (Form 1120-L) and its separate instructions is at www.irs.gov/form1120l.

Name of corporation (common parent, if consolidated return)

Employer identification number

LIFE INSURANCE COMPANY OF ALABAMA

63-0321291

Check applicable box(es): (1) Non-consolidated return (2) Consolidated return (Form 1120-L only)
(3) Mixed 1120/L/PC group (4) Dormant subsidiaries schedule attached

Part I Financial Information and Net Income (Loss) Reconciliation (see instructions)

- 1a** Did the corporation file SEC Form 10-K for its income statement period ending with or within this tax year?
 Yes. Skip lines 1b and 1c and complete lines 2a through 11 with respect to that SEC Form 10-K.
 No. Go to line 1b. See instructions if multiple non-tax-basis income statements are prepared.
- b** Did the corporation prepare a certified audited non-tax-basis income statement for that period?
 Yes. Skip line 1c and complete lines 2a through 11 with respect to that income statement.
 No. Go to line 1c.
- c** Did the corporation prepare a non-tax-basis income statement for that period?
 Yes. Complete lines 2a through 11 with respect to that income statement.
 No. Skip lines 2a through 3c and enter the corporation's net income (loss) per its books and records on line 4a.
- 2a** Enter the income statement period: Beginning 01/01/2014 Ending 12/31/2014
- b** Has the corporation's income statement been restated for the income statement period on line 2a?
 Yes. (If "Yes," attach an explanation and the amount of each item restated.)
 No.
- c** Has the corporation's income statement been restated for any of the five income statement periods preceding the period on line 2a?
 Yes. (If "Yes," attach an explanation and the amount of each item restated.)
 No.
- 3a** Is any of the corporation's voting common stock publicly traded?
 Yes.
 No. If "No," go to line 4a.
- b** Enter the symbol of the corporation's primary U.S. publicly traded voting common stock .
- c** Enter the nine-digit CUSIP number of the corporation's primary publicly traded voting common stock

4a Worldwide consolidated net income (loss) from income statement source identified in Part I, line 1	4a	<u>7,025,765.</u>
b Indicate accounting standard used for line 4a (see instructions): (1) <input type="checkbox"/> GAAP (2) <input type="checkbox"/> IFRS (3) <input checked="" type="checkbox"/> Statutory (4) <input type="checkbox"/> Other (specify) _____		
5a Net income from nonincludible foreign entities (attach statement)	5a	()
b Net loss from nonincludible foreign entities (attach statement and enter as a positive amount) . . .	5b	
6a Net income from nonincludible U.S. entities (attach statement)	6a	()
b Net loss from nonincludible U.S. entities (attach statement and enter as a positive amount)	6b	
7a Net income (loss) of other includible foreign disregarded entities (attach statement)	7a	
b Net income (loss) of other includible U.S. disregarded entities (attach statement)	7b	
c Net income (loss) of other includible corporations (attach statement)	7c	
8 Adjustment to eliminations of transactions between includible entities and nonincludible entities (attach statement)	8	
9 Adjustment to reconcile income statement period to tax year (attach statement)	9	
10a Intercompany dividend adjustments to reconcile to line 11 (attach statement)	10a	
b Other statutory accounting adjustments to reconcile to line 11 (attach statement)	10b	
c Other adjustments to reconcile to amount on line 11 (attach statement)	10c	
11 Net income (loss) per income statement of includible corporations. Combine lines 4a through 10c	11	<u>7,025,765.</u>

Note. Part I, line 11, must equal the amount on Part II, line 30, column (a).

12 Enter the total amount (not just the corporation's share) of the assets and liabilities of all entities included or removed on the following lines.

	Total Assets	Total Liabilities
a Included on Part I, line 4 . . . ▶	<u>113,480,640.</u>	<u>76,227,942.</u>
b Removed on Part I, line 5 . . . ▶		
c Removed on Part I, line 6 . . . ▶		
d Included on Part I, line 7 . . . ▶		

Name of corporation (common parent, if consolidated return)					Employer identification number
LIFE INSURANCE COMPANY OF ALABAMA					63-0321291
Check applicable box(es):	(1) <input type="checkbox"/> Consolidated group	(2) <input type="checkbox"/> Parent corp	(3) <input type="checkbox"/> Consolidated eliminations	(4) <input type="checkbox"/> Subsidiary corp	(5) <input type="checkbox"/> Mixed 1120/L/PC group
Check if a sub-consolidated:	(6) <input type="checkbox"/> 1120-L group	(7) <input type="checkbox"/> 1120-L eliminations			
Name of subsidiary (if consolidated return)					Employer identification number

Part II Reconciliation of Net Income (Loss) per Income Statement of Includible Corporations With Taxable Income per Return (see instructions)

Income (Loss) Items (Attach statements for lines 1 through 11)	(a) Income (Loss) per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Income (Loss) per Tax Return
1 Income (loss) from equity method foreign corporations				
2 Gross foreign dividends not previously taxed				
3 Subpart F, QEF, and similar income inclusions				
4 Section 78 gross-up				
5 Gross foreign distributions previously taxed				
6 Income (loss) from equity method U.S. corporations				
7 U.S. dividends not eliminated in tax consolidation	135,911.			135,911.
8 Minority interest for includible corporations				
9 Income (loss) from U.S. partnerships				
10 Income (loss) from foreign partnerships				
11 Income (loss) from other pass-through entities				
12 Items relating to reportable transactions (attach statement)				
13 Interest income (attach Form 8916-A)	4,688,925.	-61,818.	-1,965,371.	2,661,736.
14 Accrual of bond discount				
15 Hedging transactions				
16 Mark-to-market income (loss)				
17 Deferred and uncollected premiums	112,935.	-112,935.		
18 Sale versus lease (for sellers and/or lessors)				
19 Section 481(a) adjustments				
20 Amortization of interest maintenance reserve	87,620.		-87,620.	
21 Original issue discount and other imputed interest				
22 Market discount reclassification				
23a Income statement gain/loss on sale, exchange, abandonment, worthlessness, or other disposition of assets other than pass-through entities	4,568,890.	-4,568,890.		
b Gross capital gains from Schedule D, excluding amounts from pass-through entities		4,544,747.		4,544,747.
c Gross capital losses from Schedule D, excluding amounts from pass-through entities, abandonment losses, and worthless stock losses				
d Net gain/loss reported on Form 4797, line 17, excluding amounts from pass-through entities, abandonment losses, and worthless stock losses				
e Abandonment losses				
f Worthless stock losses (attach statement)				
g Other gain/loss on disposition of assets				
24 Capital loss limitation and carryforward used				
25 Other income (loss) items with differences (attach statements)	405,589.	-4,600.	-400,015.	974.
26 Total income (loss) items. Combine lines 1 through 25	9,999,870.	-203,496.	-2,453,006.	7,343,368.
27 Total expense/deduction items (from Part III, line 41)	-4,371,292.	-88,717.	3,745,096.	-714,913.
28 Other items with no differences	1,397,187.			1,397,187.
29a Mixed groups, see instructions. All others, combine lines 26 through 28	7,025,765.	-292,213.	1,292,090.	8,025,642.
b 1120 subgroup reconciliation totals				
c PC insurance subgroup reconciliation totals				
30 Reconciliation totals. Combine lines 29a through 29c	7,025,765.	-292,213.	1,292,090.	8,025,642.

Note. Line 30, column (a) must equal the amount on Part I, line 11, and column (d) must equal Form 1120-L, page 1, line 20.

Name of corporation (common parent, if consolidated return) **LIFE INSURANCE COMPANY OF ALABAMA** Employer identification number **63-0321291**

Check applicable box(es): (1) Consolidated group (2) Parent corp (3) Consolidated eliminations (4) Subsidiary corp (5) Mixed 1120/L/PC group

Check if a sub-consolidated: (6) 1120-L group (7) 1120-L eliminations

Name of subsidiary (if consolidated return) _____ Employer identification number _____

Part III Reconciliation of Net Income (Loss) per Income Statement of Includible Corporations With Taxable Income per Return - Expense/Deduction Items (see instructions)

Expense/Deduction Items	(a) Expense per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Deduction per Tax Return
1 U.S. current income tax expense	2,199,124.		-2,199,124.	
2 U.S. deferred income tax expense				
3 State and local current income tax expense				
4 State and local deferred income tax expense				
5 Foreign current income tax expense (other than foreign withholding taxes)				
6 Foreign deferred income tax expense				
7 Foreign withholding taxes				
8 Equity-based compensation				
9 Capitalization of deferred acquisition costs		-2,885,873.		-2,885,873.
10 Amortization of deferred acquisition costs		2,988,136.		2,988,136.
11 Meals and entertainment	98,398.		-49,199.	49,199.
12 Fines and penalties	448.		-448.	
13 Judgments, damages, awards, and similar costs				
14 Parachute payments				
15 Compensation with section 162(m) limitation				
16 Pension and profit-sharing				
17 Other post-retirement benefits				
18 Deferred compensation				
19 Charitable contribution of cash and tangible property	76,127.		-5,651.	70,476.
20 Charitable contribution of intangible property				
21 Charitable contribution limitation/carryforward				
22 Change in section 807(c)(1) tax reserves	1,766,750.	-64,386.		1,702,364.
23 Change in section 807(c)(2) tax reserves	NONE	-52,795.		-52,795.
24 Change in all other section 807(c) tax reserves	NONE	-19,015.		-19,015.
25 Section 807(f) adjustments for change in computing reserves				
26 Section 807(a)(2)(B) tax reserve amount with respect to policyholder share of tax-exempt interest			-1,386,853.	-1,386,853.
27 Current year acquisition/reorganization costs (attach statement)				
28 Amortization of acquisition, reorganization, and start-up costs				
29 Amortization/impairment of goodwill, insurance in force and ceding commissions				
30 Other amortization or impairment write-offs				
31 Section 846 amount				
32 Depreciation	126,624.	71,193.		197,817.
33 Bad debt expense/agency balances written off				
34 Corporate owned life insurance premiums	71,694.		-71,694.	
35 Purchase versus lease (for purchasers and/or lessees)				
36 Interest expense (attach Form 8916-A)				
37 Domestic production activities deduction				
38 Research and development costs				
39 Section 118 exclusion (attach statement)				
40 Other expense/deduction items with differences (attach statement)	32,127.	51,457.	-32,127.	51,457.
41 Total expense/deduction items. Combine lines 1 through 40. Enter here and on Part II, line 27, reporting positive amounts as negative and negative amounts as positive	4,371,292.	88,717.	-3,745,096.	714,913.

LIFE INSURANCE COMPANY OF ALABAMA		STATUTORY	STATUTORY		TAX	INCOME	63-0321291
	BOOK INCOME	ADJUST.	INCOME	RECLASSIFY	ADJUST.	TAX RETURN	
	-----	-----	-----	-----	-----	-----	
1	PREMIUMS & ANNUITY CONSIDERATIONS		37,398,233.		-83,072.	37,315,161.	STMT 18
2	SUPL. CONTRACTS WITH LIFE CONTINGENCIES						
3	NET INVESTMENT INCOME		4,268,583.	299,785.	-2,105,620.	2,462,748.	
4	AMORT. OF INTEREST MAINT. RESERVE		87,620.		-87,620.		
5	SEP. ACCTS. NET GAIN FR. OPERATIONS						
6	COMMISSIONS & EXPENSES ON REINSURANCE						
7	RESERVE ADJUSTMENTS ON REINSURANCE CEDED						
8.1	INCOME FROM FEES INVESTMENT MANAGEMENT						
8.2	CHARGES AND FEES FOR DEPOSIT - TYPE CONTRACTS						
8.3	AGGREGATE WRITE-INS FOR MISC. INCOME		429,764.	429,764.		429,764.	
9	TOTAL (ITEMS 1-8.3)		42,184,200.	299,785.	-2,276,312.	40,207,673.	
10	DEATH BENEFITS		1,954,762.	1,954,762.		1,954,762.	
11	MATURED ENDOWMENTS						
12	ANNUITY BENEFITS		315,203.	315,203.		315,203.	
13	BENEFITS - DISABILITY, A & H POLICIES		14,960,757.	14,960,757.		14,960,757.	
14	COUPONS, ENDOWMENTS & SIMILAR BENEFITS		7,475.	7,475.		7,475.	
15	SURRENDER BENEFITS & FUND WITHDRAWALS		979,408.	979,408.		979,408.	
16	GROUP CONVERSIONS						
17	INTEREST ON POLICY OR CONTRACT FUNDS		47,246.	47,246.		47,246.	
18	PAYMENTS ON SUPPLEMENTAL CONTRACTS						
19	INCREASE IN AGGREGATE RESERVES		1,766,750.	1,766,750.			
	OTHER BENEFIT ADJUSTMENT						
20	TOTAL (ITEMS 10-15)		20,031,601.	20,031,601.		20,031,601.	
21	COMM. - PREM. & ANNUITY CONSIDERATIONS		7,438,257.	7,438,257.		7,438,257.	
22	COMMISSIONS & EXP ALLOW. ON REINS. ASSUMED						
23	GENERAL INSURANCE EXPENSES		9,023,409.	9,023,409.		9,023,409.	
24	INSURANCE TAXES, LICENSES & FEES		1,054,235.	1,054,235.		1,054,235.	
25	INCR. IN LOADING - DEF. & UNCOLLECTED PREM		-33,191.	-33,191.		-33,191.	
26	NET TRANSFERS TO/FROM SEPARATE ACCOUNTS						
27	WRITE-INS FOR DEDUCTIONS						
	OTHER DEDUCTIONS			650,940.	-899,333.	-248,393.	
	TOTAL DEDUCTIONS		37,514,311.	37,514,311.	-899,333.	37,265,918.	
	SPECIAL ITEMS				-3,420,567.	-3,420,567.	
28	NET GAIN FROM OPERATIONS BEFORE TAX		4,669,889.	-351,155.	2,043,588.	6,362,322.	

Department of the Treasury
Internal Revenue Service

▶ **Attach to the corporation's tax return.**

2014

▶ **Information about Form 4626 and its separate instructions is at www.irs.gov/form4626.**

Name LIFE INSURANCE COMPANY OF ALABAMA		Employer identification number 63-0321291
Note: See the instructions to find out if the corporation is a small corporation exempt from the alternative minimum tax (AMT) under section 55(e).		
1	Taxable income or (loss) before net operating loss deduction	1 6,947,360.
2	Adjustments and preferences:	
a	Depreciation of post-1986 property	2a 7,663.
b	Amortization of certified pollution control facilities	2b
c	Amortization of mining exploration and development costs	2c
d	Amortization of circulation expenditures (personal holding companies only)	2d
e	Adjusted gain or loss SEE STATEMENT 19.	2e NONE
f	Long-term contracts	2f
g	Merchant marine capital construction funds	2g
h	Section 833(b) deduction (Blue Cross, Blue Shield, and similar type organizations only)	2h
i	Tax shelter farm activities (personal service corporations only)	2i
j	Passive activities (closely held corporations and personal service corporations only)	2j
k	Loss limitations	2k
l	Depletion	2l
m	Tax-exempt interest income from specified private activity bonds	2m
n	Intangible drilling costs	2n
o	Other adjustments and preferences	2o
3	Pre-adjustment alternative minimum taxable income (AMTI). Combine lines 1 through 2o	3 6,955,023.
4	Adjusted current earnings (ACE) adjustment:	
a	ACE from line 10 of the ACE worksheet in the instructions.	4a 8,652,967.
b	Subtract line 3 from line 4a. If line 3 exceeds line 4a, enter the difference as a negative amount (see instructions)	4b 1,697,944.
c	Multiply line 4b by 75% (.75). Enter the result as a positive amount	4c 1,273,458.
d	Enter the excess, if any, of the corporation's total increases in AMTI from prior year ACE adjustments over its total reductions in AMTI from prior year ACE adjustments (see instructions). Note: You <i>must</i> enter an amount on line 4d (even if line 4b is positive) STMT. 20.	4d 3,572,885.
e	ACE adjustment. • If line 4b is zero or more, enter the amount from line 4c • If line 4b is less than zero, enter the smaller of line 4c or line 4d as a negative amount }	4e 1,273,458.
5	Combine lines 3 and 4e. If zero or less, stop here; the corporation does not owe any AMT	5 8,228,481.
6	Alternative tax net operating loss deduction (see instructions)	6
7	Alternative minimum taxable income. Subtract line 6 from line 5. If the corporation held a residual interest in a REMIC, see instructions	7 8,228,481.
8	Exemption phase-out (if line 7 is \$310,000 or more, skip lines 8a and 8b and enter -0- on line 8c):	
a	Subtract \$150,000 from line 7 (if completing this line for a member of a controlled group, see instructions). If zero or less, enter -0-.	8a
b	Multiply line 8a by 25% (.25)	8b
c	Exemption. Subtract line 8b from \$40,000 (if completing this line for a member of a controlled group, see instructions). If zero or less, enter -0-	8c NONE
9	Subtract line 8c from line 7. If zero or less, enter -0-	9 8,228,481.
10	Multiply line 9 by 20% (.20)	10 1,645,696.
11	Alternative minimum tax foreign tax credit (AMTFTC) (see instructions)	11
12	Tentative minimum tax. Subtract line 11 from line 10.	12 1,645,696.
13	Regular tax liability before applying all credits except the foreign tax credit	13 2,362,102.
14	Alternative minimum tax. Subtract line 13 from line 12. If zero or less, enter -0-. Enter here and on Form 1120, Schedule J, line 3, or the appropriate line of the corporation's income tax return	14 NONE

For Paperwork Reduction Act Notice, see separate instructions.

Form **4626** (2014)

Adjusted Current Earnings (ACE) Worksheet

Keep for Your Records

▶ See ACE Worksheet Instructions.

1	Pre-adjustment AMTI. Enter the amount from line 3 of Form 4626		1	6,955,023.
2	ACE depreciation adjustment:			
a	AMT depreciation	2a		154,037.
b	ACE depreciation:			
(1)	Post-1993 property	2b(1)		154,037.
(2)	Post-1989, pre-1994 property	2b(2)		
(3)	Pre-1990 MACRS property	2b(3)		
(4)	Pre-1990 original ACRS property	2b(4)		
(5)	Property described in sections 168(f)(1) through (4)	2b(5)		
(6)	Other property	2b(6)		
(7)	Total ACE depreciation. Add lines 2b(1) through 2b(6)	2b(7)		154,037.
c	ACE depreciation adjustment. Subtract line 2b(7) from line 2a		2c	
3	Inclusion in ACE of items included in earnings and profits (E&P):			
a	Tax-exempt interest income	3a		578,519.
b	Death benefits from life insurance contracts	3b		
c	All other distributions from life insurance contracts (including surrenders)	3c		
d	Inside buildup of undistributed income in life insurance contracts	3d		
e	Other items (see Regulations sections 1.56(g)-1(c)(6)(iii) through (ix) for a partial list)	3e		
f	Total increase to ACE from inclusion in ACE of items included in E&P. Add lines 3a through 3e		3f	578,519.
4	Disallowance of items not deductible from E&P:			
a	Certain dividends received	4a		27,938.
b	Dividends paid on certain preferred stock of public utilities that are deductible under section 247	4b		
c	Dividends paid to an ESOP that are deductible under section 404(k)	4c		
d	Nonpatronage dividends that are paid and deductible under section 1382(c)	4d		
e	Other items (see Regulations sections 1.56(g)-1(d)(3)(i) and (ii) for a partial list)	4e		1,091,487.
f	Total increase to ACE because of disallowance of items not deductible from E&P. Add lines 4a through 4e		4f	1,119,425.
5	Other adjustments based on rules for figuring E&P:			
a	Intangible drilling costs	5a		
b	Circulation expenditures	5b		
c	Organizational expenditures	5c		
d	LIFO inventory adjustments	5d		
e	Installment sales	5e		
f	Total other E&P adjustments. Combine lines 5a through 5e		5f	
6	Disallowance of loss on exchange of debt pools		6	
7	Acquisition expenses of life insurance companies for qualified foreign contracts		7	
8	Depletion		8	
9	Basis adjustments in determining gain or loss from sale or exchange of pre-1994 property		9	STMT. 22. NONE
10	Adjusted current earnings. Combine lines 1, 2c, 3f, 4f, and 5f through 9. Enter the result here and on line 4a of Form 4626		10	8,652,967.

**SCHEDULE D
(Form 1120)**

Department of the Treasury
Internal Revenue Service

Capital Gains and Losses

▶ Attach to Form 1120, 1120-C, 1120-F, 1120-FSC, 1120-H, 1120-IC-DISC, 1120-L, 1120-ND, 1120-PC, 1120-POL, 1120-REIT, 1120-RIC, 1120-SF, or certain Forms 990-T.
▶ Information about Schedule D (Form 1120) and its separate instructions is at www.irs.gov/form1120.

OMB No. 1545-0123

2014

Name LIFE INSURANCE COMPANY OF ALABAMA Employer identification number 63-0321291

Part I Short-Term Capital Gains and Losses - Assets Held One Year or Less

See instructions for how to figure the amounts to enter on the lines below. This form may be easier to complete if you round off cents to whole dollars.	(d) Proceeds (sales price)	(e) Cost (or other basis)	(g) Adjustments to gain or loss from Form(s) 8949, Part I, line 2, column (g)	(h) Gain or (loss) Subtract column (e) from column (d) and combine the result with column (g)
1a Totals for all short-term transactions reported on Form 1099-B for which basis was reported to the IRS and for which you have no adjustments (see instructions). However, if you choose to report all these transactions on Form 8949, leave this line blank and go to line 1b				
1b Totals for all transactions reported on Form(s) 8949 with Box A checked				
2 Totals for all transactions reported on Form(s) 8949 with Box B checked				
3 Totals for all transactions reported on Form(s) 8949 with Box C checked	11,054,524.	11,470,963.		-416,439.
4 Short-term capital gain from installment sales from Form 6252, line 26 or 37			4	
5 Short-term capital gain or (loss) from like-kind exchanges from Form 8824			5	
6 Unused capital loss carryover (attach computation)			6	()
7 Net short-term capital gain or (loss). Combine lines 1a through 6 in column h			7	-416,439.

Part II Long-Term Capital Gains and Losses - Assets Held More Than One Year

See instructions for how to figure the amounts to enter on the lines below. This form may be easier to complete if you round off cents to whole dollars.	(d) Proceeds (sales price)	(e) Cost (or other basis)	(g) Adjustments to gain or loss from Form(s) 8949, Part II, line 2, column (g)	(h) Gain or (loss) Subtract column (e) from column (d) and combine the result with column (g)
8a Totals for all long-term transactions reported on Form 1099-B for which basis was reported to the IRS and for which you have no adjustments (see instructions). However, if you choose to report all these transactions on Form 8949, leave this line blank and go to line 8b				
8b Totals for all transactions reported on Form(s) 8949 with Box D checked				
9 Totals for all transactions reported on Form(s) 8949 with Box E checked				
10 Totals for all transactions reported on Form(s) 8949 with Box F checked	33,475,125.	28,513,939.		4,961,186.
11 Enter gain from Form 4797, line 7 or 9			11	NONE
12 Long-term capital gain from installment sales from Form 6252, line 26 or 37			12	
13 Long-term capital gain or (loss) from like-kind exchanges from Form 8824			13	
14 Capital gain distributions (see instructions)			14	
15 Net long-term capital gain or (loss). Combine lines 8a through 14 in column h			15	4,961,186.

Part III Summary of Parts I and II

16 Enter excess of net short-term capital gain (line 7) over net long-term capital loss (line 15)	16	
17 Net capital gain. Enter excess of net long-term capital gain (line 15) over net short-term capital loss (line 7)	17	4,544,747.
18 Add lines 16 and 17. Enter here and on Form 1120, page 1, line 8, or the proper line on other returns	18	4,544,747.

Note. If losses exceed gains, see **Capital losses** in the instructions.

For Paperwork Reduction Act Notice, see the Instructions for Form 1120.

Schedule D (Form 1120) (2014)

▶ Information about Form 8949 and its separate instructions is at www.irs.gov/form8949.

2014

Department of the Treasury
Internal Revenue Service

▶ File with your Schedule D to list your transactions for lines 1b, 2, 3, 8b, 9, and 10 of Schedule D.

Attachment Sequence No. **12A**

Name(s) shown on return

Social security number or taxpayer identification number

LIFE INSURANCE COMPANY OF ALABAMA

63-0321291

Before you check Box A, B, or C below, see whether you received any Form(s) 1099-B or substitute statement(s) from your broker. A substitute statement will have the same information as Form 1099-B. Either may show your basis (usually your cost) even if your broker did not report it to the IRS. Brokers must report basis to the IRS for most stock you bought in 2011 or later (and for certain debt instruments you bought in 2014 or later).

Part I **Short-Term.** Transactions involving capital assets you held 1 year or less are short-term. For long-term transactions, see page 2.

Note. You may aggregate all short-term transactions reported on Form(s) 1099-B showing basis was reported to the IRS and for which no adjustments or codes are required. Enter the total directly on Schedule D, line 1a; you are not required to report these transactions on Form 8949 (see instructions).

You must check Box A, B, or C below. Check only one box. If more than one box applies for your short-term transactions, complete a separate Form 8949, page 1, for each applicable box. If you have more short-term transactions than will fit on this page for one or more of the boxes, complete as many forms with the same box checked as you need.

- (A) Short-term transactions reported on Form(s) 1099-B showing basis was reported to the IRS (see **Note** above)
- (B) Short-term transactions reported on Form(s) 1099-B showing basis was **not** reported to the IRS
- (C) Short-term transactions not reported to you on Form 1099-B

1	(a) Description of property (Example: 100 sh. XYZ Co.)	(b) Date acquired (Mo., day, yr.)	(c) Date sold or disposed (Mo., day, yr.)	(d) Proceeds (sales price) (see instructions)	(e) Cost or other basis. See the Note below and see <i>Column (e)</i> in the separate instructions	Adjustment, if any, to gain or loss. If you enter an amount in column (g), enter a code in column (f). See the separate instructions.		(h) Gain or (loss). Subtract column (e) from column (d) and combine the result with column (g)	
						(f) Code(s) from instructions	(g) Amount of adjustment		
	ST - SEE STATEMENT A	VARIOUS	12/31/2014	11,054,524.	11,470,963.			-416,439.	
2 Totals.	Add the amounts in columns (d), (e), (g), and (h) (subtract negative amounts). Enter each total here and include on your Schedule D, line 1b (if Box A above is checked), line 2 (if Box B above is checked), or line 3 (if Box C above is checked)▶					11,054,524.	11,470,963.		-416,439.

Note. If you checked Box A above but the basis reported to the IRS was incorrect, enter in column (e) the basis as reported to the IRS, and enter an adjustment in column (g) to correct the basis. See *Column (g)* in the separate instructions for how to figure the amount of the adjustment.

Name(s) shown on return. Name and SSN or taxpayer identification no. not required if shown on other side

Social security number or taxpayer identification number

LIFE INSURANCE COMPANY OF ALABAMA

63-0321291

Before you check Box D, E, or F below, see whether you received any Form(s) 1099-B or substitute statement(s) from your broker. A substitute statement will have the same information as Form 1099-B. Either may show your basis (usually your cost) even if your broker did not report it to the IRS. Brokers must report basis to the IRS for most stock you bought in 2011 or later (and for certain debt instruments you bought in 2014 or later).

Part II Long-Term. Transactions involving capital assets you held more than 1 year are long term. For short-term transactions, see page 1.

Note. You may aggregate all long-term transactions reported on Form(s) 1099-B showing basis was reported to the IRS and for which no adjustments or codes are required. Enter the total directly on Schedule D, line 8a; you are not required to report these transactions on Form 8949 (see instructions).

You must check Box D, E, or F below. Check only one box. If more than one box applies for your long-term transactions, complete a separate Form 8949, page 2, for each applicable box. If you have more long-term transactions than will fit on this page for one or more of the boxes, complete as many forms with the same box checked as you need.

- (D) Long-term transactions reported on Form(s) 1099-B showing basis was reported to the IRS (see Note above)
(E) Long-term transactions reported on Form(s) 1099-B showing basis was not reported to the IRS
(F) Long-term transactions not reported to you on Form 1099-B

Table with columns (a) Description of property, (b) Date acquired, (c) Date sold or disposed, (d) Proceeds, (e) Cost or other basis, (f) Code(s) from instructions, (g) Amount of adjustment, (h) Gain or (loss). Includes entry for LT - SEE STATEMENT B.

2 Totals. Add the amounts in columns (d), (e), (g), and (h) (subtract negative amounts). Enter each total here and include on your Schedule D, line 8b (if Box D above is checked), line 9 (if Box E above is checked), or line 10 (if Box F above is checked) ▶

33,475,125. 28,513,939. 4,961,186.

Note. If you checked Box D above but the basis reported to the IRS was incorrect, enter in column (e) the basis as reported to the IRS, and enter an adjustment in column (g) to correct the basis. See Column (g) in the separate instructions for how to figure the amount of the adjustment.

Underpayment of Estimated Tax by Corporations

2014

▶ Attach to the corporation's tax return.
 ▶ Information about Form 2220 and its separate instructions is at www.irs.gov/form2220.

Name: LIFE INSURANCE COMPANY OF ALABAMA Employer identification number: 63-0321291

Note: Generally, the corporation is not required to file Form 2220 (see Part II below for exceptions) because the IRS will figure any penalty owed and bill the corporation. However, the corporation may still use Form 2220 to figure the penalty. If so, enter the amount from page 2, line 38 on the estimated tax penalty line of the corporation's income tax return, but **do not** attach Form 2220.

Part I Required Annual Payment

1	Total tax (see instructions)	1	1,992,082.
2a	Personal holding company tax (Schedule PH (Form 1120), line 26) included on line 1	2a	
2b	Look-back interest included on line 1 under section 460(b)(2) for completed long-term contracts or section 167(g) for depreciation under the income forecast method	2b	
2c	Credit for federal tax paid on fuels (see instructions)	2c	
2d	Total. Add lines 2a through 2c	2d	
3	Subtract line 2d from line 1. If the result is less than \$500, do not complete or file this form. The corporation does not owe the penalty.	3	1,992,082.
4	Enter the tax shown on the corporation's 2013 income tax return (see instructions). Caution: If the tax is zero or the tax year was for less than 12 months, skip this line and enter the amount from line 3 on line 5	4	580,906.
5	Required annual payment. Enter the smaller of line 3 or line 4. If the corporation is required to skip line 4, enter the amount from line 3	5	580,906.

Part II Reasons for Filing - Check the boxes below that apply. If any boxes are checked, the corporation must file Form 2220 even if it does not owe a penalty (see instructions).

6	<input type="checkbox"/>	The corporation is using the adjusted seasonal installment method.
7	<input checked="" type="checkbox"/>	The corporation is using the annualized income installment method.
8	<input checked="" type="checkbox"/>	The corporation is a "large corporation" figuring its first required installment based on the prior year's tax. STMT 23

Part III Figuring the Underpayment

	(a)	(b)	(c)	(d)
9 Installment due dates. Enter in columns (a) through (d) the 15th day of the 4th (Form 990-PF filers: Use 5th month), 6th, 9th, and 12th months of the corporation's tax year	9 04/15/2014	06/15/2014	09/15/2014	12/15/2014
10 Required installments. If the box on line 6 and/or line 7 above is checked, enter the amounts from Schedule A, line 38. If the box on line 8 (but not 6 or 7) is checked, see instructions for the amounts to enter. If none of these boxes are checked, enter 25% of line 5 above in each column	10 145,227.	347,571.	257,915.	1,241,371.
11 Estimated tax paid or credited for each period (see instructions). For column (a) only, enter the amount from line 11 on line 15	11 220,447.	88,000.	1,500,000.	495,000.
Complete lines 12 through 18 of one column before going to the next column.				
12 Enter amount, if any, from line 18 of the preceding column	12	75,220.		1,057,734.
13 Add lines 11 and 12	13	163,220.	1,500,000.	1,552,734.
14 Add amounts on lines 16 and 17 of the preceding column	14		184,351.	
15 Subtract line 14 from line 13. If zero or less, enter -0-	15 220,447.	163,220.	1,315,649.	1,552,734.
16 If the amount on line 15 is zero, subtract line 13 from line 14. Otherwise, enter -0-	16			
17 Underpayment. If line 15 is less than or equal to line 10, subtract line 15 from line 10. Then go to line 12 of the next column. Otherwise, go to line 18	17		184,351.	
18 Overpayment. If line 10 is less than line 15, subtract line 10 from line 15. Then go to line 12 of the next column	18 75,220.		1,057,734.	

Go to Part IV on page 2 to figure the penalty. Do not go to Part IV if there are no entries on line 17 - no penalty is owed.

For Paperwork Reduction Act Notice, see separate instructions.

Part IV Figuring the Penalty

	(a)	(b)	(c)	(d)
19 Enter the date of payment or the 15th day of the 3rd month after the close of the tax year, whichever is earlier (see instructions). <i>(Form 990-PF and Form 990-T filers: Use 5th month instead of 3rd month.)</i>	19	09/15/2014		
20 Number of days from due date of installment on line 9 to the date shown on line 19.	20	92		
21 Number of days on line 20 after 4/15/2014 and before 7/1/2014	21	15		
22 Underpayment on line 17 x $\frac{\text{Number of days on line 21}}{365} \times 3\%$	22	\$ 227.	\$	\$
23 Number of days on line 20 after 6/30/2014 and before 10/1/2014	23	77		
24 Underpayment on line 17 x $\frac{\text{Number of days on line 23}}{365} \times 3\%$	24	\$ 1,167.	\$	\$
25 Number of days on line 20 after 9/30/2014 and before 1/1/2015	25			
26 Underpayment on line 17 x $\frac{\text{Number of days on line 25}}{365} \times 3\%$	26	\$	\$	\$
27 Number of days on line 20 after 12/31/2014 and before 4/1/2015	27			
28 Underpayment on line 17 x $\frac{\text{Number of days on line 27}}{365} \times 3\%$	28	\$	\$	\$
29 Number of days on line 20 after 3/31/2015 and before 7/1/2015	29			
30 Underpayment on line 17 x $\frac{\text{Number of days on line 29}}{365} \times \%$	30	\$	\$	\$
31 Number of days on line 20 after 6/30/2015 and before 10/1/2015	31			
32 Underpayment on line 17 x $\frac{\text{Number of days on line 31}}{365} \times \%$	32	\$	\$	\$
33 Number of days on line 20 after 9/30/2015 and before 1/1/2016	33			
34 Underpayment on line 17 x $\frac{\text{Number of days on line 33}}{365} \times \%$	34	\$	\$	\$
35 Number of days on line 20 after 12/31/2015 and before 2/16/2016	35			
36 Underpayment on line 17 x $\frac{\text{Number of days on line 35}}{366} \times \%$	36	\$	\$	\$
37 Add lines 22, 24, 26, 28, 30, 32, 34, and 36.	37	\$ 1,394.	\$	\$
38 Penalty. Add columns (a) through (d) of line 37. Enter the total here and on Form 1120, line 33; or the comparable line for other income tax returns.	38	\$	\$	\$ 1,394.

*Use the penalty interest rate for each calendar quarter, which the IRS will determine during the first month in the preceding quarter. These rates are published quarterly in an IRS News Release and in a revenue ruling in the Internal Revenue Bulletin. To obtain this information on the Internet, access the IRS website at www.irs.gov. You can also call 1-800-829-4933 to get interest rate information.

Part II Annualized Income Installment Method

		(a)	(b)	(c)	(d)	
		First <u>3</u> months	First <u>3</u> months	First <u>6</u> months	First <u>9</u> months	
20	Annualization periods (see instructions)	20				
21	Enter taxable income for each annualization period (see instructions for the treatment of extraordinary items)	21	724,702.	724,702.	1,471,987.	6,479,886.
22	Annualization amounts (see instructions)	22	4.0	4.0	2.00000	1.33333
23 a	Annualized taxable income. Multiply line 21 by line 22	23a	2,898,808.	2,898,808.	2,943,974.	8,639,826.
	b Extraordinary items (see instructions)	23b				
	c Add lines 23a and 23b	23c	2,898,808.	2,898,808.	2,943,974.	8,639,826.
24	Figure the tax on the amount on line 23c using the instructions for Form 2220, Schedule J, line 2 (or comparable line of corporation's return)	24	985,595.	985,595.	1,000,951.	2,937,541.
25	Enter any alternative minimum tax for each payment period (see instructions)	25				
26	Enter any other taxes for each payment period (see instructions)	26				
27	Total tax. Add lines 24 through 26	27	985,595.	985,595.	1,000,951.	2,937,541.
28	For each period, enter the same type of credits as allowed on Form 2220, lines 1 and 2c (see instructions)	28				
29	Total tax after credits. Subtract line 28 from line 27. If zero or less, enter -0-	29	985,595.	985,595.	1,000,951.	2,937,541.
30	Applicable percentage	30	25%	50%	75%	100%
31	Multiply line 29 by line 30	31	246,399.	492,798.	750,713.	2,937,541.

Part III Required Installments

		1st installment	2nd installment	3rd installment	4th installment	
	Note: Complete lines 32 through 38 of one column before completing the next column.					
32	If only Part I or Part II is completed, enter the amount in each column from line 19 or line 31. If both parts are completed, enter the smaller of the amounts in each column from line 19 or line 31	32	246,399.	492,798.	750,713.	2,937,541.
33	Add the amounts in all preceding columns of line 38 (see instructions)	33		145,227.	492,798.	750,713.
34	Adjusted seasonal or annualized income installments. Subtract line 33 from line 32. If zero or less, enter -0-	34	246,399.	347,571.	257,915.	2,186,828.
35	Enter 25% of line 5 on page 1 of Form 2220 in each column. Note: "Large corporations," see the instructions for line 10 for the amounts to enter	35	145,227.	850,815.	498,021.	498,021.
36	Subtract line 38 of the preceding column from line 37 of the preceding column	36			503,244.	743,350.
37	Add lines 35 and 36	37	145,227.	850,815.	1,001,265.	1,241,371.
38	Required installments. Enter the smaller of line 34 or line 37 here and on page 1 of Form 2220, line 10 (see instructions)	38	145,227.	347,571.	257,915.	1,241,371.

Depreciation and Amortization
(Including Information on Listed Property)

Department of the Treasury
Internal Revenue Service (99)

▶ Attach to your tax return.

▶ Information about Form 4562 and its separate instructions is at www.irs.gov/form4562.

Attachment
Sequence No. **179**

Name(s) shown on return

Identifying number

LIFE INSURANCE COMPANY OF ALABAMA

63-0321291

Business or activity to which this form relates

GENERAL DEPRECIATION AND AMORTIZATION

Part I Election To Expense Certain Property Under Section 179

Note: If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount (see instructions)	1	500,000.
2	Total cost of section 179 property placed in service (see instructions)	2	154,037.
3	Threshold cost of section 179 property before reduction in limitation (see instructions)	3	2,000,000.
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	500,000.
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
	SEE ATTACHED STATEMENT	154,037.	154,037.
7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	154,037.
9	Tentative deduction. Enter the smaller of line 5 or line 8	9	154,037.
10	Carryover of disallowed deduction from line 13 of your 2013 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instructions)	11	2,000,000.
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11	12	154,037.
13	Carryover of disallowed deduction to 2015. Add lines 9 and 10, less line 12	13	

Note: Do not use Part II or Part III below for listed property. Instead, use Part V.

Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.) (See instructions.)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions)	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	21,909.

Part III MACRS Depreciation (Do not include listed property.) (See instructions.)

Section A

17	MACRS deductions for assets placed in service in tax years beginning before 2014	17	15,533.
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here		

Section B - Assets Placed in Service During 2014 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property		8,221.	7.000	HY	200 DB	1,174.
d 10-year property		51,632.	10.000	HY	200 DB	5,163.
e 15-year property						
f 20-year property						
g 25-year property			25 yrs.		S/L	
h Residential rental property			27.5 yrs.	MM	S/L	
i Nonresidential real property			39 yrs.	MM	S/L	

Section C - Assets Placed in Service During 2014 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs.		S/L	
c 40-year			40 yrs.	MM	S/L	

Part IV Summary (See instructions.)

21	Listed property. Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instructions	22	197,816.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

Part V Listed Property (Include automobiles, certain other vehicles, certain aircraft, certain computers, and property used for entertainment, recreation, or amusement.)

Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete **only** 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.

Section A - Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles.)

24a Do you have evidence to support the business/investment use claimed?		Yes <input type="checkbox"/>	No <input type="checkbox"/>	24b If "Yes," is the evidence written?		Yes <input type="checkbox"/>	No <input type="checkbox"/>	
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)
Type of property (list vehicles first)	Date placed in service	Business/investment use percentage	Cost or other basis	Basis for depreciation (business/investment use only)	Recovery period	Method/Convention	Depreciation deduction	Elected section 179 cost
25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use (see instructions)							25	
26 Property used more than 50% in a qualified business use:								
		%						
		%						
		%						
27 Property used 50% or less in a qualified business use:								
		%				S/L -		
		%				S/L -		
		%				S/L -		
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1,							28	
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1								29

Section B - Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

	(a)		(b)		(c)		(d)		(e)		(f)	
	Vehicle 1		Vehicle 2		Vehicle 3		Vehicle 4		Vehicle 5		Vehicle 6	
30 Total business/investment miles driven during the year (do not include commuting miles)												
31 Total commuting miles driven during the year												
32 Total other personal (noncommuting) miles driven												
33 Total miles driven during the year. Add lines 30 through 32												
34 Was the vehicle available for personal use during off-duty hours?	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No
35 Was the vehicle used primarily by a more than 5% owner or related person?												
36 Is another vehicle available for personal use?												

Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who are not more than 5% owners or related persons (see instructions).

37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?	Yes	No
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use? (See instructions.)		

Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles.

Part VI Amortization

(a)	(b)	(c)	(d)	(e)	(f)
Description of costs	Date amortization begins	Amortizable amount	Code section	Amortization period or percentage	Amortization for this year
42 Amortization of costs that begins during your 2014 tax year (see instructions):					
43 Amortization of costs that began before your 2014 tax year					43
44 Total. Add amounts in column (f). See the instructions for where to report					44

Sales of Business Property
(Also Involuntary Conversions and Recapture Amounts
Under Sections 179 and 280F(b)(2))

Department of the Treasury
Internal Revenue Service

▶ Attach to your tax return.

▶ Information about Form 4797 and its separate instructions is at www.irs.gov/form4797.

Attachment
Sequence No. **27**

Name(s) shown on return

Identifying number

LIFE INSURANCE COMPANY OF ALABAMA

63-0321291

1 Enter the gross proceeds from sales or exchanges reported to you for 2014 on Form(s) 1099-B or 1099-S (or substitute statement) that you are including on line 2, 10, or 20 (see instructions).

1

Part I Sales or Exchanges of Property Used in a Trade or Business and Involuntary Conversions From Other Than Casualty or Theft - Most Property Held More Than 1 Year (see instructions)

2	(a) Description of property	(b) Date acquired (mo., day, yr.)	(c) Date sold (mo., day, yr.)	(d) Gross sales price	(e) Depreciation allowed or allowable since acquisition	(f) Cost or other basis, plus improvements and expense of sale	(g) Gain or (loss) Subtract (f) from the sum of (d) and (e)
	STMT 24						NONE

3 Gain, if any, from Form 4684, line 39

3

4 Section 1231 gain from installment sales from Form 6252, line 26 or 37

4

5 Section 1231 gain or (loss) from like-kind exchanges from Form 8824

5

6 Gain, if any, from line 32, from other than casualty or theft

6

7 Combine lines 2 through 6. Enter the gain or (loss) here and on the appropriate line as follows:

7

NONE

Partnerships (except electing large partnerships) and S corporations. Report the gain or (loss) following the instructions for Form 1065, Schedule K, line 10, or Form 1120S, Schedule K, line 9. Skip lines 8, 9, 11, and 12 below.

Individuals, partners, S corporation shareholders, and all others. If line 7 is zero or a loss, enter the amount from line 7 on line 11 below and skip lines 8 and 9. If line 7 is a gain and you did not have any prior year section 1231 losses, or they were recaptured in an earlier year, enter the gain from line 7 as a long-term capital gain on the Schedule D filed with your return and skip lines 8, 9, 11, and 12 below.

8 Nonrecaptured net section 1231 losses from prior years (see instructions)

8

9 Subtract line 8 from line 7. If zero or less, enter -0-. If line 9 is zero, enter the gain from line 7 on line 12 below. If line 9 is more than zero, enter the amount from line 8 on line 12 below and enter the gain from line 9 as a long-term capital gain on the Schedule D filed with your return (see instructions)

9

Part II Ordinary Gains and Losses (see instructions)

10 Ordinary gains and losses not included on lines 11 through 16 (include property held 1 year or less):

11 Loss, if any, from line 7

11

()

12 Gain, if any, from line 7 or amount from line 8, if applicable

12

13 Gain, if any, from line 31

13

14 Net gain or (loss) from Form 4684, lines 31 and 38a

14

15 Ordinary gain from installment sales from Form 6252, line 25 or 36

15

16 Ordinary gain or (loss) from like-kind exchanges from Form 8824

16

17 Combine lines 10 through 16

17

18 For all except individual returns, enter the amount from line 17 on the appropriate line of your return and skip lines a and b below. For individual returns, complete lines a and b below:

a If the loss on line 11 includes a loss from Form 4684, line 35, column (b)(ii), enter that part of the loss here. Enter the part of the loss from income-producing property on Schedule A (Form 1040), line 28, and the part of the loss from property used as an employee on Schedule A (Form 1040), line 23. Identify as from "Form 4797, line 18a." See instructions

18a

b Redetermine the gain or (loss) on line 17 excluding the loss, if any, on line 18a. Enter here and on Form 1040, line 14

18b

For Paperwork Reduction Act Notice, see separate instructions.

Form **4797** (2014)

Part III Gain From Disposition of Property Under Sections 1245, 1250, 1252, 1254, and 1255
(see instructions)

19 (a) Description of section 1245, 1250, 1252, 1254, or 1255 property:		(b) Date acquired (mo., day, yr.)	(c) Date sold (mo., day, yr.)		
A					
B					
C					
D					
These columns relate to the properties on lines 19A through 19D. ▶		Property A	Property B	Property C	Property D
20	Gross sales price (Note: See line 1 before completing.)	20			
21	Cost or other basis plus expense of sale	21			
22	Depreciation (or depletion) allowed or allowable	22			
23	Adjusted basis. Subtract line 22 from line 21	23			
24	Total gain. Subtract line 23 from line 20	24			
25 If section 1245 property:					
a	Depreciation allowed or allowable from line 22	25a			
b	Enter the smaller of line 24 or 25a	25b			
26 If section 1250 property: If straight line depreciation was used, enter -0- on line 26g, except for a corporation subject to section 291.					
a	Additional depreciation after 1975 (see instructions)	26a			
b	Applicable percentage multiplied by the smaller of line 24 or line 26a (see instructions)	26b			
c	Subtract line 26a from line 24. If residential rental property or line 24 is not more than line 26a, skip lines 26d and 26e	26c			
d	Additional depreciation after 1969 and before 1976	26d			
e	Enter the smaller of line 26c or 26d	26e			
f	Section 291 amount (corporations only)	26f			
g	Add lines 26b, 26e, and 26f	26g			
27 If section 1252 property: Skip this section if you did not dispose of farmland or if this form is being completed for a partnership (other than an electing large partnership).					
a	Soil, water, and land clearing expenses	27a			
b	Line 27a multiplied by applicable percentage (see instructions)	27b			
c	Enter the smaller of line 24 or 27b	27c			
28 If section 1254 property:					
a	Intangible drilling and development costs, expenditures for development of mines and other natural deposits, mining exploration costs, and depletion (see instructions)	28a			
b	Enter the smaller of line 24 or 28a	28b			
29 If section 1255 property:					
a	Applicable percentage of payments excluded from income under section 126 (see instructions)	29a			
b	Enter the smaller of line 24 or 29a (see instructions)	29b			

Summary of Part III Gains. Complete property columns A through D through line 29b before going to line 30.

30	Total gains for all properties. Add property columns A through D, line 24	30	
31	Add property columns A through D, lines 25b, 26g, 27c, 28b, and 29b. Enter here and on line 13	31	
32	Subtract line 31 from line 30. Enter the portion from casualty or theft on Form 4684, line 33. Enter the portion from other than casualty or theft on Form 4797, line 6	32	

Part IV Recapture Amounts Under Sections 179 and 280F(b)(2) When Business Use Drops to 50% or Less
(see instructions)

		(a) Section 179	(b) Section 280F(b)(2)
33	Section 179 expense deduction or depreciation allowable in prior years	33	
34	Recomputed depreciation (see instructions)	34	
35	Recapture amount. Subtract line 34 from line 33. See the instructions for where to report	35	

Application for Automatic Extension of Time To File Certain Business Income Tax, Information, and Other Returns

OMB No. 1545-0233

► File a separate application for each return.

Information about Form 7004 and its separate instructions is at www.irs.gov/form7004.

**Print
or
Type**

Name LIFE INSURANCE COMPANY OF ALABAMA	Identifying number 63-0321291
Number, street, and room or suite no. (If P.O. box, see instructions.) P.O. BOX 349	
City, town, state, and ZIP code (If a foreign address, enter city, province or state, and country (follow the country's practice for entering postal code)). GADSDEN, AL 35902	

Note. File request for extension by the due date of the return for which the extension is granted. See instructions before completing this form.

Part I Automatic 5-Month Extension

1a Enter the form code for the return that this application is for (see below)

Application Is For:	Form Code	Application Is For:	Form Code
Form 1065	09	Form 1041 (estate other than a bankruptcy estate)	04
Form 8804	31	Form 1041 (trust)	05

Part II Automatic 6-Month Extension

b Enter the form code for the return that this application is for (see below)

Application Is For:	Form Code	Application Is For:	Form Code
Form 706-GS(D)	01	Form 1120-ND (section 4951 taxes)	20
Form 706-GS(T)	02	Form 1120-PC	21
Form 1041 (bankruptcy estate only)	03	Form 1120-POL	22
Form 1041-N	06	Form 1120-REIT	23
Form 1041-QFT	07	Form 1120-RIC	24
Form 1042	08	Form 1120S	25
Form 1065-B	10	Form 1120-SF	26
Form 1066	11	Form 3520-A	27
Form 1120	12	Form 8612	28
Form 1120-C	34	Form 8613	29
Form 1120-F	15	Form 8725	30
Form 1120-FSC	16	Form 8831	32
Form 1120-H	17	Form 8876	33
Form 1120-L	18	Form 8924	35
Form 1120-ND	19	Form 8928	36

2 If the organization is a foreign corporation that does not have an office or place of business in the United States, check here

3 If the organization is a corporation and is the common parent of a group that intends to file a consolidated return, check here
If checked, attach a statement, listing the name, address, and Employer Identification Number (EIN) for each member covered by this application.

Part III All Filers Must Complete This Part

4 If the organization is a corporation or partnership that qualifies under Regulations section 1.6081-5, check here

5 a The application is for calendar year 2014, or tax year beginning _____, 20____, and ending _____, 20_____

b Short tax year. If this tax year is less than 12 months, check the reason: Initial return Final return
 Change in accounting period Consolidated return to be filed Other (see instructions-attach explanation)

6 Tentative total tax	6	2,303,447.
7 Total payments and credits (see instructions)	7	2,303,477.
8 Balance due. Subtract line 7 from line 6 (see instructions)	8	NONE

For Privacy Act and Paperwork Reduction Act Notice, see separate Instructions.

Form **7004** (Rev. 12-2012)

Department of the Treasury
Internal Revenue Service

▶ Attach to the corporation's tax return.

▶ Information about Form 8827 and its instructions is at www.irs.gov/form8827.

2014

Name		Employer identification number
LIFE INSURANCE COMPANY OF ALABAMA		63-0321291
1	Alternative minimum tax (AMT) for 2013. Enter the amount from line 14 of the 2013 Form 4626	213,159.
2	Minimum tax credit carryforward from 2013. Enter the amount from line 9 of the 2013 Form 8827	156,861.
3	Enter any 2013 unallowed qualified electric vehicle credit (see instructions)	
4	Add lines 1, 2, and 3	370,020.
5	Enter the corporation's 2014 regular income tax liability minus allowable tax credits (see instructions)	2,362,102.
6	Is the corporation a "small corporation" exempt from the AMT for 2014 (see instructions)? • Yes. Enter 25% of the excess of line 5 over \$25,000. If line 5 is \$25,000 or less, enter -0- • No. Complete Form 4626 for 2014 and enter the tentative minimum tax from line 12	1,645,696.
7a	Subtract line 6 from line 5. If zero or less, enter -0-	716,406.
7b	For a corporation electing to accelerate the minimum tax credit, enter the bonus depreciation amount attributable to the minimum tax credit (see instructions)	
7c	Add lines 7a and 7b	716,406.
8a	Enter the smaller of line 4 or line 7c. If the corporation had a post-1986 ownership change or has pre-acquisition excess credits, see instructions	370,020.
8b	Current year minimum tax credit. Enter the smaller of line 4 or line 7a here and on Form 1120, Schedule J, Part I, line 5d (or the applicable line of your return). If the corporation had a post-1986 ownership change or has pre-acquisition excess credits, see instructions. If you made an entry on line 7b, go to line 8c. Otherwise, skip line 8c	370,020.
8c	Subtract line 8b from line 8a. This is the refundable amount for a corporation electing to accelerate the minimum tax credit. Include this amount on Form 1120, Schedule J, Part II, line 19c (or the applicable line of your return)	
9	Minimum tax credit carryforward to 2015. Subtract line 8a from line 4. Keep a record of this amount to carry forward and use in future years	

Instructions

Section references are to the Internal Revenue Code unless otherwise noted.

What's New

For tax years ending after December 31, 2013, a corporation can elect to claim pre-2006 unused minimum tax credits in lieu of the special depreciation allowance for round 4 extension property. See the instructions for line 7b.

Purpose of Form

Corporations use Form 8827 to figure the minimum tax credit, if any, for AMT incurred in prior tax years and to figure any minimum tax credit carryforward.

Who Should File

Form 8827 should be filed by corporations that had:

- An AMT liability in 2013,
- A minimum tax credit carryforward from 2013 to 2014, or
- A qualified electric vehicle credit not allowed for 2013 (see the instructions for line 3).

Line 3

Enter any qualified electric vehicle credit not allowed for 2013 solely because of tentative minimum tax limitations.

Line 5

Enter the corporation's 2014 regular income tax liability (as defined in section 26(b)) minus any credits allowed under Chapter 1, Subchapter A, Part IV, subparts B, D, E, and F of the Internal Revenue Code (for example, if you are filing Form 1120, subtract any credits on Schedule J, Part I, line 5a, through 5c, from the amount on Schedule J, Part I, line 2).

Line 6

See the 2014 Instructions for Form 4626 to find out if the corporation is treated as a "small corporation" exempt from the AMT for 2014. If the corporation is a "small corporation" exempt from the AMT, see section 38(c)(5) before completing line 6 for special rules that apply to controlled corporate groups, regulated investment companies, and real estate investment trusts.

Line 7b

Election to accelerate minimum tax credit in lieu of bonus depreciation

If the corporation made an election to claim pre-2006 unused minimum tax credits in lieu of claiming the special depreciation allowance for certain qualified property for either its first tax year ending after March 31, 2008, its first tax year ending after December 31, 2008, or its first tax year ending after December 31, 2010, the election continues to apply to round 3 extension property (as defined in section 168(k)(4)(J)), unless the corporation made an election not to apply the section 168(k)(4) election to round 3 extension property for its first tax year ending after December 31, 2012.

For 2014, round 3 extension property generally is long production period property and noncommercial aircraft if acquired after March 31, 2008, and placed in service after December 31, 2013, but before January 1, 2015. See sections 168(k)(2) and 168(k)(4)(J).

If the corporation made an election to claim pre-2006 unused minimum tax credits in lieu of claiming the special depreciation allowance for either its first tax year ending after March 31, 2008, its first

Department of the Treasury
Internal Revenue Service

▶ Attach to Schedule M-3 for Form 1065, 1120, 1120-L, 1120-PC, or 1120S.
▶ Information about Form 8916-A and its instructions is at www.irs.gov/form1120.

2014

Name of common parent
LIFE INSURANCE COMPANY OF ALABAMA

Employer identification number
63-0321291

Name of subsidiary

Employer identification number

Part I Cost of Goods Sold

Cost of Goods Sold Items	(a) Expense per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Deduction per Tax Return
1 Amounts attributable to cost flow assumptions				
2 Amounts attributable to:				
a Stock option expense				
b Other equity based compensation				
c Meals and entertainment				
d Parachute payments				
e Compensation with section 162(m) limitation				
f Pension and profit sharing				
g Other post-retirement benefits				
h Deferred compensation				
i Reserved				
j Amortization				
k Depletion				
l Depreciation				
m Corporate owned life insurance premiums				
n Other section 263A costs				
3 Inventory shrinkage accruals				
4 Excess inventory and obsolescence reserves				
5 Lower of cost or market write-downs				
6 Other items with differences (attach statement).				
7 Other items with no differences				
8 Total cost of goods sold. Add lines 1 through 7 in columns a, b, c, and d. Enter totals on the applicable Schedule M-3. See instructions				

For Paperwork Reduction Act Notice, see instructions.

Form **8916-A** (2014)

Part II Interest Income

	Interest Income Item	(a) Income (Loss) per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Income (Loss) per Tax Return
1	Tax-exempt interest income	1,965,371.		-1,965,371.	
2	Interest income from hybrid securities				
3	Sale/lease interest income				
4a	Intercompany interest income - From outside tax affiliated group				
4b	Intercompany interest income - From tax affiliated group				
5	Other interest income	2,723,554.	-61,818.		2,661,736.
6	Total interest income. Add lines 1 through 5 in columns a, b, c, and d. Enter total on the applicable Schedule M-3. See instructions.	4,688,925.	-61,818.	-1,965,371.	2,661,736.

Part III Interest Expense

	Interest Expense Item	(a) Expense per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Deduction per Tax Return
1	Interest expense from hybrid securities				
2	Lease/purchase interest expense				
3a	Intercompany interest expense - Paid to outside tax affiliated group				
3b	Intercompany interest expense - Paid to tax affiliated group				
4	Other interest expense				
5	Total interest expense. Add lines 1 through 4 in columns a, b, c, and d. Enter total on the applicable Schedule M-3. See instructions.				

Section 1.263(a)-1(f) de minimis safe harbor election

Life Insurance Company of Alabama

P.O. Box 349

EIN: 63-0321291

Tax Year Ended 12/31/2014

The above-named taxpayer is making the de minimis safe harbor election under Treas. Reg. §1.263(a)-1(f)

Life Insurance Company of Alabama
12/31/2014
FEIN: 63-03211291

LT/ST	CUSIP	DESCRIPTION	ACQUIRED	DISPOSED	CONSIDERATION	BOOK VALUE	GAIN/LOSS
ST	00212V-10-5	ASOS PLC ADR Co:1 Lot:2	05/09/2014	09/29/2014	2,625.16	5,139.06	(2,513.90)
ST	00212V-10-5	ASOS PLC ADR Co:1 Lot:3	05/16/2014	09/29/2014	2,376.84	4,324.92	(1,948.08)
ST	013141-BU-9	ALBERTVILLE AL BRD OF ED SCH TAX Co:1 Lot:0	10/30/2014	12/10/2014	481,055.00	500,000.00	(18,945.00)
ST	040654-VR-3	AZ ST TRANSPRTN-A Co:1 Lot:1	2/14/2013	01/17/2014	1,068,420.00	1,173,307.37	(104,887.37)
ST	05534B-76-0	BCE INC Co:1 Lot:5	01/08/2014	03/03/2014	18,427.92	17,879.86	548.06
ST	05534B-76-0	BCE INC Co:1 Lot:6	01/10/2014	03/03/2014	4,335.98	4,190.95	145.03
ST	055622-10-4	BP PLC Co:1 Lot:1	3/4/2014	12/12/2014	10,385.86	14,133.37	(3,747.51)
ST	075887-10-9	BECTON DICKINSON & CO Co:1 Lot:2	9/11/2014	10/21/2014	12,306.38	11,477.00	829.38
ST	091096-FU-6	BIRMINGHAM AL WTRWKS BRD Co:1 Lot:1	10/21/2014	12/10/2014	445,600.75	466,264.93	(20,664.18)
ST	113700-PC-6	BROOKLAND SD 14-REF Co:1 Lot:1	02/03/2014	06/30/2014	175,787.50	179,285.25	(3,497.75)
ST	113700-PD-4	BROOKLAND SD 14-REF Co:1 Lot:1	02/03/2014	06/30/2014	250,975.00	256,234.55	(5,259.55)
ST	113700-PE-2	BROOKLAND SD 14-REF Co:1 Lot:1	02/03/2014	06/30/2014	271,188.00	276,856.96	(5,668.96)
ST	12545M-20-7	CHR HANSEN HLDG Co:1 Lot:1	03/03/2014	04/08/2014	12,955.05	13,666.56	(711.51)
ST	12545M-20-7	CHR HANSEN HLDG Co:1 Lot:2	3/4/2014	04/08/2014	19.57	21.06	(1.49)
ST	13057Q-10-7	CALIFORNIA RESOURCES CORP Co:1 Lot:1	11/30/2014	12/3/2014	630.05	741.44	(111.39)
ST	13057Q-10-7	CALIFORNIA RESOURCES CORP Co:1 Lot:2	11/30/2014	12/3/2014	140.01	164.58	(24.57)
ST	13057Q-10-7	CALIFORNIA RESOURCES CORP Co:1 Lot:3	11/30/2014	12/3/2014	560.04	694.77	(134.73)
ST	15135U-10-9	CENOVUS ENERGY INC Co:1 Lot:3	5/21/2013	01/08/2014	13,804.80	15,146.95	(1,342.15)
ST	18683K-AD-3	CLIFFS NATURAL RESOURCES Co:1 Lot:1	01/23/2014	09/16/2014	171,750.00	195,932.96	(24,182.96)
ST	237194-AJ-4	DARDEN RESTAURANTS INC Co:1 Lot:1	12/4/2013	08/07/2014	369,855.50	342,449.77	27,405.73
ST	237194-AJ-4	DARDEN RESTAURANTS INC Co:1 Lot:2	01/23/2014	08/07/2014	686,874.50	648,067.23	38,807.27
ST	30219G-10-8	EXPRESS SCRIPTS HLDG COMPANY Co:1 Lot:1	6/21/2013	03/07/2014	2,026.60	1,611.45	415.15
ST	302491-30-3	FMC Co:1 Lot:2	8/6/2014	11/3/2014	11,227.77	12,999.98	(1,772.21)
ST	30249U-10-1	FMC TECHNOLOGIES INC Co:1 Lot:1	4/11/2014	10/30/2014	8,249.11	7,873.49	375.62
ST	30249U-10-1	FMC TECHNOLOGIES INC Co:1 Lot:2	8/19/2014	10/30/2014	5,499.41	6,040.74	(541.33)
ST	447025-PD-3	HUNTSVILLE-B-REF WTS Co:1 Lot:1	6/5/2013	04/14/2014	822,951.00	832,517.61	(9,566.61)
ST	546589-SR-4	LOUISVILLE ETC SWR-A Co:1 Lot:1	5/2/2013	04/22/2014	1,981,300.00	2,113,299.28	(131,999.28)
ST	58733R-10-2	MERCADOLIBRE INC Co:1 Lot:1	5/3/2013	02/20/2014	7,524.63	8,328.19	(803.56)
ST	637071-10-1	NATIONAL OILWELL VARCO INC Co:1 Lot:1	8/12/2013	01/08/2014	15,613.59	14,508.78	1,104.81
ST	637071-10-1	NATIONAL OILWELL VARCO INC Co:1 Lot:2	10/25/2013	01/08/2014	5,855.09	6,145.57	(290.48)
ST	674599-10-5	OCCIDENTAL PETROLEUM CORP Co:1 Lot:5	1/8/2014	11/30/2014	741.44	741.44	-
ST	674599-10-5	OCCIDENTAL PETROLEUM CORP Co:1 Lot:6	4/11/2014	11/30/2014	164.58	164.58	-
ST	674599-10-5	OCCIDENTAL PETROLEUM CORP Co:1 Lot:7	8/8/2014	11/30/2014	694.77	694.77	-
ST	68235P-10-8	ONE GAS INC Co:1 Lot:1	3/4/2014	10/30/2014	19,302.28	18,652.20	650.08
ST	682680-10-3	ONEOK INC Co:1 Lot:4	03/04/2014	05/13/2014	23,691.05	23,177.69	513.36
ST	69352J-AN-7	PPL ENERGY SUPPLY LLC Co:1 Lot:1	11/7/2013	10/17/2014	931,250.00	993,505.71	(62,255.71)
ST	723484-10-1	PINNACLE WEST CAP CORP Co:1 Lot:5	8/8/2014	12/29/2014	4,588.49	3,476.45	1,112.04
ST	723484-10-1	PINNACLE WEST CAP CORP Co:1 Lot:4	3/4/2014	12/29/2014	13,059.54	10,248.43	2,811.11
ST	780259-20-6	ROYAL DUTCH SHELL A D R Co:1 Lot:2	8/8/2014	10/3/2014	22,070.03	24,092.04	(2,022.01)
ST	842587-10-7	SOUTHERN COMPANY Co:1 Lot:4	12/31/2013	10/13/2014	17,479.57	15,553.38	1,926.19
ST	844895-10-2	SOUTHWEST GAS CORP Co:1 Lot:1	8/13/2014	11/11/2014	17,818.25	14,938.74	2,879.51
ST	876448-AV-3	TARRANT WTR DIST Co:1 Lot:1	5/1/2013	01/17/2014	983,060.00	1,079,281.50	(96,221.50)
ST	87971M-10-3	TELUS CORP Co:1 Lot:1	8/28/2013	01/08/2014	17,014.75	15,527.00	1,487.75
ST	87971M-10-3	TELUS CORP Co:1 Lot:2	03/04/2014	07/08/2014	22,129.93	21,737.42	392.51
ST	88104R-10-0	TERRAFORM POWER INC A Co:1 Lot:1	08/19/2014	09/24/2014	7,473.71	7,719.78	(246.07)
ST	89353D-10-7	TRANSCANADA CORP Co:1 Lot:4	3/4/2014	10/3/2014	20,035.98	17,691.31	2,344.67
ST	89353D-10-7	TRANSCANADA CORP Co:1 Lot:5	8/19/2014	10/3/2014	5,046.85	5,161.50	(114.65)
ST	898242-GV-8	TRUSSVILLE-A-WARRANTS Co:1 Lot:1	2/4/2014	12/10/2014	1,006,250.00	995,841.88	10,408.12
ST	903243-AC-7	URS CORP Co:1 Lot:1	4/10/2014	10/21/2014	505,000.00	507,556.08	(2,556.08)
ST	903243-AC-7	URS CORP Co:1 Lot:2	5/8/2014	10/21/2014	505,000.00	513,234.46	(8,234.46)
ST	92857W-30-8	VODAFONE GROUP PLC NEW Co:1 Lot:1	03/04/2014	06/26/2014	7,959.88	10,111.46	(2,151.58)
ST	92857W-30-8	VODAFONE GROUP PLC NEW Co:1 Lot:2	04/04/2014	08/08/2014	8,287.54	9,214.59	(927.05)
ST	92857W-30-8	VODAFONE GROUP PLC NEW Co:1 Lot:3	08/13/2014	09/24/2014	9,975.19	9,877.20	97.99
ST	G16962-10-5	BUNGE LTD Co:1 Lot:2	9/10/2013	06/25/2014	1,117.03	1,151.65	(34.62)
ST	G2554F-11-3	COVIDIEN PLC NEW Co:1 Lot:3	8/9/2013	07/23/2014	1,876.58	1,340.65	535.93
ST	G5480U-10-4	LIBERTY GLOBAL PLC CL A Co:1 Lot:1	01/08/2014	07/14/2014	15,095.21	15,652.85	(557.64)
ST	G5480U-10-4	LIBERTY GLOBAL PLC CL A Co:1 Lot:2	02/24/2014	07/14/2014	8,741.80	8,689.00	52.80
ST	G5480U-12-0	LIBERTY GLOBAL PLC CLASS C Co:1 Lot:1	03/06/2014	08/13/2014	5,773.18	6,114.57	(341.39)
ST	G5480U-12-0	LIBERTY GLOBAL PLC CLASS C Co:1 Lot:2	5/7/2014	08/13/2014	325.25	330.86	(5.61)
ST	N53745-10-0	LYONDELLBASELL INDUSTRIES N V ORD Co:1 Lot:1	7/26/2013	04/11/2014	8,786.80	6,750.73	2,036.07
ST	N53745-10-0	LYONDELLBASELL INDUSTRIES N V ORD Co:1 Lot:2	8/1/2013	04/11/2014	4,393.40	3,428.14	965.26
					11,054,524.19	11,470,962.69	(416,438.50)

LT/ST	CUSIP	DESCRIPTION	ACQUIRED	DISPOSED	CONSIDERATION	BOOK VALUE	GAIN/LOSS
LT	001055-AD-4	AFLAC INC Co:1 Lot:1	12/15/2009	04/08/2014	161,125.00	126,185.33	34,939.67
LT	00164T-AC-2	AMC EAST COMM LLC Co:1 Lot:1	8/23/2010	02/14/2014	241,250.00	235,891.39	5,358.61
LT	00212V-10-5	ASOS PLC ADR Co:1 Lot:1	6/10/2013	09/29/2014	4,895.58	8,866.99	(3,971.41)
LT	00788@-AA-4	AEGIS ALABAMA VENTURE FUND, LP	4/18/2008	1/3/2014	274,322.24	288,760.25	(14,438.01)
LT	010487-2Q-8	ALABAMA ST BOARD ED REV Co:1 Lot:1	2/7/2012	11/21/2014	1,515,000.00	1,536,233.29	(21,233.29)
LT	013817-AK-7	ALCOA Co:1 Lot:1	11/8/2010	04/10/2014	208,425.00	208,954.27	(529.27)
LT	025816-10-9	AMERICAN EXPRESS CO Co:1 Lot:1	5/15/2011	04/08/2014	9,301.47	5,344.92	3,956.55
LT	03027X-10-0	AMERICAN TOWER REIT Co:1 Lot:1	1/3/2012	01/08/2014	4,101.43	2,616.93	1,484.50
LT	03938L-AQ-7	ARCELORMITTAL Co:1 Lot:1	8/4/2010	05/13/2014	212,250.00	198,627.65	13,622.35
LT	03938L-AQ-7	ARCELORMITTAL Co:1 Lot:2	6/8/2012	05/13/2014	318,375.00	290,997.75	27,377.25
LT	047093-EG-0	ATHENS GA HSG AUTH REV UGAREF Co:1 Lot:1	6/4/2012	09/25/2014	477,506.75	485,000.00	(7,493.25)
LT	075887-10-9	BECTON DICKINSON & CO Co:1 Lot:1	5/29/2012	10/21/2014	19,538.81	11,784.22	7,754.59
LT	091096-FN-2	BIRMINGHAM AL WTRWKS BRD REV Co:1 Lot:1	3/8/2012	12/3/2014	993,280.00	1,000,000.00	(6,720.00)
LT	10552T-10-7	BRASIL FOODS SA SPON ADR Co:1 Lot:1	2/16/2012	02/03/2014	6,155.72	7,366.24	(1,210.52)
LT	10552T-10-7	BRASIL FOODS SA SPON ADR Co:1 Lot:2	7/20/2012	02/03/2014	4,103.82	3,511.14	592.68
LT	136375-10-2	CANADIAN NATIONAL RAILWAY CO Co:1 Lot:1	5/17/2011	11/5/2014	6,284.26	3,399.75	2,884.51
LT	13645T-10-0	CANADIAN PACIFIC RAILWAY LTD Co:1 Lot:1	8/12/2011	11/5/2014	4,696.91	1,369.94	3,326.97
LT	17248R-AJ-5	AT&T MOBILITY LLC	5/13/2009	1/17/2014	369,000.00	298,379.48	70,620.52
LT	186108-CE-4	CLEVELAND ELECTRIC ILLUM CO Co:1 Lot:1	11/9/2010	01/17/2014	312,330.00	297,876.76	14,453.24
LT	18683K-AA-9	CLIFFS NATURAL RESOURCES Co:1 Lot:1	7/26/2013	09/16/2014	726,800.00	798,735.19	(71,935.19)
LT	20030N-10-1	COMCAST CORP CLASS A Co:1 Lot:1	5/20/2011	08/13/2014	5,361.37	2,516.88	2,844.49
LT	205363-10-4	COMPUTER SCIENCES CORP Co:1 Lot:1	8/10/2011	06/25/2014	13,909.91	6,417.57	7,492.34
LT	205363-10-4	COMPUTER SCIENCES CORP Co:1 Lot:2	8/15/2011	06/25/2014	14,687.50	6,782.09	7,905.41
LT	230138-FX-2	CULLMAN AL UTILS BRD WTR REV Co:1 Lot:1	5/3/2012	10/9/2014	1,065,000.00	1,087,435.04	(22,435.04)
LT	233331-10-7	DTE ENERGY CO Co:1 Lot:2	8/17/2012	01/08/2014	4,876.02	4,532.99	343.03
LT	24487R-BJ-0	DEKALB NEWTON GWINETT CNTY GA JT Co:1 Lot:1	6/4/2012	11/25/2014	479,520.00	480,000.00	(480.00)
LT	25179M-10-3	DEVON ENERGY CORP Co:1 Lot:4	12/19/2012	10/21/2014	19,854.67	16,340.30	3,514.37
LT	26138E-10-9	DR PEPPER SNAPPLE GROUP INC Co:1 Lot:1	5/18/2011	08/25/2014	6,397.21	4,356.96	2,040.25
LT	26884L-10-9	EQT CORP Co:1 Lot:4	1/2/2013	04/11/2014	31,512.65	18,651.02	12,861.63
LT	283029-JX-5	EL DORADO AR SCH DIST 15 Co:1 Lot:1	6/6/2012	09/18/2014	220,554.00	225,000.00	(4,446.00)
LT	283029-KV-7	EL DORADO AR SCH DIST 015 Co:1 Lot:1	6/6/2012	09/18/2014	519,659.70	530,000.00	(10,340.30)
LT	283734-QG-9	EL PASO-CTFS OBLIG Co:1 Lot:1	2/14/2013	07/24/2014	670,241.00	708,277.67	(38,036.67)
LT	29250N-10-5	ENBRIDGE INC Co:1 Lot:1	1/2/2013	03/03/2014	28,748.88	29,382.19	(633.31)
LT	294429-AG-0	EQIFAX INC SR NOTE Co:1 Lot:1	6/13/2011	01/21/2014	1,953,877.50	1,853,845.21	100,032.29
LT	296087-CK-3	ESCAMBIA CO BOE-WRNTS Co:1 Lot:1	5/8/2013	12/10/2014	96,926.00	100,000.00	(3,074.00)
LT	296087-CK-3	ESCAMBIA CO BOE-WRNTS Co:1 Lot:2	11/20/2013	12/10/2014	852,948.80	780,548.43	72,400.37
LT	30161N-10-1	EXELON CORP Co:1 Lot:3	8/23/2012	05/01/2014	9,364.82	9,580.41	(215.59)
LT	30231G-10-2	EXXON MOBIL CORP Co:1 Lot:2	5/18/2011	04/11/2014	14,481.42	12,157.10	2,324.32
LT	302491-30-3	FMC Co:1 Lot:1	5/18/2011	11/3/2014	18,245.12	13,571.66	4,673.46
LT	362460-SP-3	GADSDEN AL FRDG SCH STS GO Co:1 Lot:1	2/8/2012	11/25/2014	921,375.00	909,984.39	11,390.61
LT	38143Y-AC-7	GOLDMAN SACHS GROUP INC Co:1 Lot:1	3/2/2010	04/08/2014	477,085.00	409,914.43	67,170.57
LT	38259P-50-8	GOOGLE INC CL A Co:1 Lot:2	5/18/2011	04/02/2014	10,576.55	10,576.55	0.00
LT	403136-GU-2	GUNTERSVILLE AL WTS Co:1 Lot:1	5/17/2012	11/25/2014	549,322.35	554,995.17	(5,672.82)
LT	416515-AS-3	HARTFORD FINANCIAL SVCS GRP INC Co:1 Lot:1	9/13/2010	01/17/2014	337,650.00	278,736.45	58,913.55
LT	434452-HV-3	HOFFMAN ESTATES IL Co:1 Lot:1	5/29/2012	01/17/2014	708,449.00	753,801.16	(45,352.16)
LT	45905A-HZ-4	INTL BANK OF RECONSTRUCTION & DEV Co:1 Lot:1	11/29/2012	07/25/2014	1,486,257.50	1,555,620.49	(69,362.99)
LT	460146-CD-3	INTERNATIONAL PAPER Co:1 Lot:1	5/5/2009	06/16/2014	396,366.00	299,818.95	96,547.05
LT	465685-10-5	ITC HOLDINGS CORP Co:1 Lot:1	5/23/2011	01/08/2014	2,354.62	1,814.73	539.89
LT	476493-10-1	JERONIMO MARTINS Co:1 Lot:1	7/24/2012	10/6/2014	4,288.55	6,382.60	(2,094.05)
LT	478160-10-4	JOHNSON & JOHNSON Co:1 Lot:3	5/18/2011	04/08/2014	7,727.13	5,302.89	2,424.24
LT	494550-BD-7	KINDER MORGAN ENERGY SR NOTE Co:1 Lot:1	5/20/2011	01/21/2014	551,545.00	543,772.64	7,772.36
LT	49474F-CC-2	KING CNTY WA ETC RFDG Co:1 Lot:1	2/27/2013	06/26/2014	1,210,881.00	1,282,845.01	(71,964.01)
LT	544152-AC-5	LORILLARD TOBACCO Co:1 Lot:1	1/26/2011	01/17/2014	377,250.00	300,000.00	77,250.00
LT	556751-GG-4	MADISON CNTY AL BRD ED CAP OUTLAY Co:1 Lot:1	9/19/2011	01/22/2014	1,285,083.75	1,304,675.50	(19,591.75)
LT	594918-10-4	MICROSOFT CORP Co:1 Lot:1	5/18/2011	02/25/2014	3,018.94	1,954.11	1,064.83
LT	597495-BC-3	MIDLAND CNTY WTR-A Co:1 Lot:1	2/11/2013	06/19/2014	1,595,250.00	1,723,819.12	(128,569.12)
LT	60871R-20-9	MOLSON COORS BREWING CO CLASS B Co:1 Lot:1	5/18/2011	05/19/2014	12,313.84	8,789.31	3,524.53
LT	636274-30-0	NATIONAL GRID PLC Co:1 Lot:4	7/22/2013	08/13/2014	24,163.99	20,802.11	3,361.88
LT	65473P-10-5	NISOURCE INC Co:1 Lot:1	1/19/2012	08/08/2014	35,313.06	23,536.70	11,776.36
LT	65473P-10-5	NISOURCE INC Co:1 Lot:2	1/2/2013	08/08/2014	4,626.77	3,149.94	1,476.83
LT	66285W-JK-3	NORTH TX TWY AUTH REV Co:1 Lot:1	2/1/2012	01/17/2014	1,079,600.00	1,144,942.25	(65,342.25)
LT	664397-10-6	NORTHEAST UTILITIES Co:1 Lot:1	1/2/2013	10/28/2014	16,241.27	13,875.43	2,365.84
LT	666807-10-2	NORTHROP GRUMMAN CORP Co:1 Lot:1	5/18/2011	08/25/2014	25,282.91	13,560.45	11,722.46
LT	670100-20-5	NOVA NORDISK AS ADR Co:1 Lot:1	5/17/2011	09/05/2014	4,509.55	2,453.46	2,056.09
LT	723484-10-1	PINNACLE WEST CAP CORP Co:1 Lot:2	9/28/2011	01/09/2014	15,634.63	12,947.14	2,687.49
LT	723484-10-1	PINNACLE WEST CAP CORP Co:1 Lot:3	1/2/2013	12/29/2014	19,760.82	16,903.65	2,857.17

LT	726505-AL-4	PLAINS EXPLORATION & PRO Co:1 Lot:1	9/6/2013	12/4/2014	940,495.00	905,109.68	35,385.32
LT	733505-LA-7	PORT ARTHUR TX IND SCH DIST REV Co:1 Lot:1	3/8/2012	01/17/2014	614,140.25	642,617.17	(28,476.92)
LT	743674-10-3	PROTECTIVE LIFE CORPORATION Co:1 Lot:1	2/8/1962	07/14/2014	3,477,910.17	53,235.98	3,424,674.19
LT	743674-10-3	PROTECTIVE LIFE CORPORATION Co:1 Lot:2	1/14/2009	07/14/2014	1,306,432.71	227,973.80	1,078,458.91
LT	743674-AY-9	PROTECTIVE LIFE CORP SR. NOTE Co:1 Lot:1	8/4/2011	04/08/2014	1,506,450.00	1,323,274.91	183,175.09
LT	745601-GW-8	PULASKI TECHNICAL CLLG AR REV RFDG Co:1 Lot:1	9/19/2011	04/08/2014	561,195.00	539,994.92	21,200.08
LT	80329K-BP-5	SARASOTA CNTY FL CAP IMPT REV Co:1 Lot:1	1/15/2013	07/24/2014	148,708.30	152,901.98	(4,193.68)
LT	80589M-10-2	SCANA CORP Co:1 Lot:1	5/19/2011	01/08/2014	1,137.32	1,046.33	90.99
LT	806857-10-8	SCHLUMBERGER LTD Co:1 Lot:3	5/31/2011	01/08/2014	2,161.48	2,134.21	27.27
LT	808513-10-5	SHWAB CHARLES CORP Co:1 Lot:1	9/15/2011	01/03/2014	5,435.96	2,516.61	2,919.35
LT	808513-10-5	SHWAB CHARLES CORP Co:1 Lot:2	10/19/2011	08/22/2014	13,131.53	5,539.24	7,592.29
LT	812404-AX-9	SEARS ROEBUCK ACCEP CORP DEB Co:1 Lot:1	6/2/2005	11/13/2014	118,000.00	202,691.52	(84,691.52)
LT	826552-10-1	SIGMA ALDRICH CORP Co:1 Lot:1	5/18/2011	02/19/2014	13,711.76	10,032.60	3,679.16
LT	838518-10-8	SOUTH JERSEY INDUSTRIES Co:1 Lot:2	6/9/2011	01/10/2014	2,751.91	2,653.50	98.41
LT	838518-10-8	SOUTH JERSEY INDUSTRIES Co:1 Lot:3	6/7/2011	01/10/2014	5,503.82	5,308.78	195.04
LT	838518-10-8	SOUTH JERSEY INDUSTRIES Co:1 Lot:4	6/13/2011	01/09/2014	5,444.21	5,182.99	261.22
LT	87184P-10-9	SYSMEX CORP ADR Co:1 Lot:1	8/13/2012	11/13/2014	3,981.44	2,137.13	1,844.31
LT	87612E-10-6	TARGET CORP Co:1 Lot:1	5/18/2011	11/25/2014	15,829.90	11,032.98	4,796.92
LT	88032Q-10-9	TENCENT HOLDINGS LTD ADR Co:1 Lot:1	11/7/2012	03/03/2014	5,283.94	2,446.38	2,837.56
LT	88059T-EP-2	TENNESSEE VALLEY AUTHORITY Co:1 Lot:1	4/16/2009	01/07/2014	500,000.00	495,820.51	4,179.49
LT	901990-81-2	TWENTY SERVICES, INC Co:1 Lot:3	3/29/1972	07/08/2014	263.55	655.94	(392.39)
LT	913483-10-3	UNIVERSAL ELECTRS INC Co:1 Lot:1	8/18/2011	04/07/2014	8,178.56	4,014.84	4,163.72
LT	92343V-10-4	VERIZON COMMUNICATIONS INC Co:1 Lot:1	5/18/2011	04/07/2014	14,753.42	11,328.83	3,424.59
LT	925524-AV-2	CBS CORP Co:1 Lot:1	9/20/2010	01/17/2014	305,400.00	288,251.86	17,148.14
LT	92857W-20-9	VODAFONE GROUP PLC Co:1 Lot:1	8/12/2011	08/08/2014	10,470.71	15,964.61	(5,493.90)
LT	92857W-20-9	VODAFONE GROUP PLC Co:1 Lot:2	3/20/2013	08/08/2014	9,111.67	14,554.21	(5,442.54)
LT	929160-AK-5	VULCAN MATERIALS Co:1 Lot:1	7/18/2008	03/12/2014	345,000.00	299,034.26	45,965.74
LT	949746-10-1	WELLS FARGO Co:1 Lot:1	2/25/2009	07/18/2014	6,087.31	2,109.35	3,977.96
LT	95709T-10-0	WESTAR ENERGY INC Co:1 Lot:1	1/2/2013	03/03/2014	30,288.56	26,321.47	3,967.09
LT	962166-BT-0	WEYERHAEUSER CO Co:1 Lot:1	10/15/2007	01/17/2014	366,187.50	297,835.09	68,352.41
LT	969457-10-0	WILLIAMS COS INC DEL Co:1 Lot:2	10/6/2011	01/08/2014	2,933.52	1,534.00	1,399.52
LT	969457-10-0	WILLIAMS COS INC DEL Co:1 Lot:3	10/21/2011	01/08/2014	1,955.68	1,229.19	726.49
LT	976657-10-6	WISCONSIN ENERGY CORP Co:1 Lot:4	2/2/2012	01/08/2014	12,203.01	10,287.94	1,915.07
LT	976657-10-6	WISCONSIN ENERGY CORP Co:1 Lot:5	12/26/2012	04/04/2014	18,088.24	14,842.96	3,245.28
LT	G16962-10-5	BUNGE LTD Co:1 Lot:1	8/20/2011	06/25/2014	19,361.79	15,491.35	3,870.44
LT	G2554F-11-3	COVIDIEN PLC NEW Co:1 Lot:1	1/14/2013	07/23/2014	17,352.21	10,642.97	6,709.24
LT	G2554F-11-3	COVIDIEN PLC NEW Co:1 Lot:2	3/1/2013	07/23/2014	2,948.90	1,917.17	1,031.73
					33,475,125.12	28,513,938.90	4,961,186.22

LIFE INSURANCE COMPANY OF ALABAMA
12/31/2014
FEIN: 63-0321291

<u>Description</u>	<u>Date Acquired</u>	<u>Date Sold</u>	<u>Sale Price</u>	<u>Depreciation Allowed</u>	<u>Cost/ Basis</u>	<u>Gain/Loss</u>
Work Surface	10/31/2003	9/30/2014	-	1,430.98	1,430.98	-
Install CCTV (Surveillance)	7/8/2011	9/30/2014	-	3,750.00	3,750.00	-
Scanner For FYI - Fujitsu M	7/29/2002	9/30/2014	-	8,143.20	8,143.20	-
Computers For Call Center	10/27/2003	9/30/2014	-	5,301.44	5,301.44	-
Call Center Server - Micro Excell	4/6/2004	9/30/2014	-	948.25	948.25	-
HP Laserjet 4250N S/N: SCNBXB17981	4/4/2015	9/30/2014	-	1,613.20	1,613.20	-
Intel Core Due 2.2 GHz Intel Motherboard	1/16/2008	9/30/2014	-	1,051.63	1,051.63	-
Computer - IT Dept Gforce 8500 & 6200	4/22/2008	9/30/2014	-	1,056.65	1,056.65	-
Sony Laptop VGN-Z591U	8/26/2009	9/30/2014	-	2,398.00	2,398.00	-
Bell & Howell Screen Scan	8/18/1995	12/31/2014	-	9,209.18	9,209.18	-
				<u>34,902.53</u>	<u>34,902.53</u>	

Form 4562 (2014) Part I Line 6 - Section 179

Description	Acquired	Cost	Sec 179
LENOVO SERVER - MICROSOFT SERVER 2008	01/24/14	5,119	5,119
I7 COMPUTER SYS #1	02/24/14	1,635	1,635
I7 COMPUTER SYS #2	02/24/14	1,635	1,635
Office furniture in Underwriting-#1	03/05/14	1,079	1,079
Office furniture in Underwriting-#2	03/05/14	1,079	1,079
Office furniture in Underwriting-#3	03/05/14	1,079	1,079
Office furniture in Underwriting-#4	03/05/14	1,079	1,079
Office furniture in Underwriting-#5	03/05/14	1,079	1,079
FUJITSU SCANNER Fi-6770 S/N AAFDA00508	04/11/14	6,536	6,536
Intel 15 Processor - Windows 7 upgrade NB	05/01/14	1,177	1,177
Intel 17 Processor - Windows 7 Upgrade NB	05/01/14	1,177	1,177
Lenovo Singel Xeon Thinkserver - New Call Ctr Server for upgrade	06/27/14	4,687	4,687
Lenovo Single Xeon Thinkserver - New Scan Server for Kofax Upgrade	06/27/14	4,687	4,687
Lenovo Thinkserver Chassis - backup call center server & imaging...	06/27/14	2,176	2,176
Phone System Equipment Upgrade	06/27/14	11,963	11,963
Intel 17 Processor Windows 7 Upgrade	07/17/14	1,275	1,275
Intel 17 Processor Windows 7 Upgrade	07/17/14	1,275	1,275
Intel 17 processors-Windows 7 upgrades	07/17/14	1,275	1,275
Fujitsu Document Scanner fi-6770 2nd Scanner for Imaging	08/22/14	7,081	7,081
APC Rack for Inspro Servers	08/26/14	1,635	1,635
HP Laserjet P3015X - Claims Printer	08/26/14	1,471	1,471
HP Server S/N 2M243006PY Application Servicer for InsPro	08/26/14	23,980	23,980
HP Server S/N 2M243006PZ -Database Server InsPro	08/26/14	22,345	22,345
HP Server S/N 2M243006Q0 Replication Server for InsPro	08/26/14	23,980	23,980
APC Rackmount UPS with 2 battery packs - InsPro UPS Battery	09/25/14	8,641	8,641
Storage & memory Apollo Server - Lenovo 1tb server hard dr, Xeon...	11/11/14	2,125	2,125
Intel 17 processor - computer for Clarence	11/15/14	1,329	1,329
Lenova Yoga 3 Pro Convertible Ultrabook - Steve Keck	12/02/14	1,744	1,744
Dell NSA 4600 Total Secure Sonic Wall - Firewall Inspro	12/16/14	9,696	9,696
Rounding Difference			-2
			<u>154,037</u>

1120-L, PAGE 1 DETAIL

PAGE 1, LINE 7: OTHER INCOME

DETAIL OF WRITE-INS FOR MISCELLANEOUS INCOME:	
MISCELLANEOUS INCOME	429,766.
OTHER AMOUNTS INCLUDED IN INCOME TAX ADJUSTMENTS	-400,015.

TOTAL OTHER INCOME	29,751.
	=====

OTHER AMOUNTS INCLUDED
IN INCOME TAX ADJUSTMENTS DETAIL

DEATH BENEFIT NON TAXABLE	-400,015.

SUBTOTAL	-400,015.

PAGE 1, LINE 18: OTHER DEDUCTIONS

OTHER DEDUCTIONS FROM SCHEDULE G, LINE 11	15,102,483.

TOTAL OTHER DEDUCTIONS	15,102,483.
	=====

1120-L, PAGE 2 DETAIL

SCHEDULE B, LINE 1:

INTEREST (EXCLUDING TAX EXEMPT INTEREST)

U.S. GOVERNMENT BONDS	34,041.
TAX EXEMPT INTEREST	1,965,371.
OTHER BONDS (UNAFFILIATED)	2,371,128.
CONTRACT LOANS	231,820.
CASH AND SHORT TERM INVESTMENTS	43.
OTHER INVESTED ASSETS	83,120.
AGGREGATE WRITE-INS FOR INVESTMENT INCOME	3,402.
ADD: STATUTORY ITEMS RECLASSIFIED TO INTEREST	-61,818.

SUBTOTAL: GROSS INTEREST INCOME INCLUDING TAX EXEMPT	4,627,107.
LESS: TAX EXEMPT INTEREST	1,965,371.

SUBTOTAL	2,661,736.
=====	

ADJUSTMENT FOR ACCRUAL OF MARKET DISCOUNT DETAIL

TOTAL FROM NAIC EXHIBIT 2	46,862.

SUBTOTAL	46,862.

STATUTORY ITEMS RECLASSIFIED TO INTEREST DETAIL

STATUTORY ITEMS RECLASSIFIED TO (FROM) INTEREST:	
OTHER INTEREST RECLASSIFIED ITEMS	-61,818.

RECLASSIFIED TO INTEREST INCOME	-61,818.

SUBTOTAL	-61,818.

TAX EXEMPT INTEREST DETAIL

TAX EXEMPT INTEREST COLLECTED DURING THE YEAR	1,965,371.

SUBTOTAL	1,965,371.

1120-L, PAGE 3 DETAIL

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	BEGINNING	ENDING OF TAX YEAR
	-----	-----
SCHEDULE F, LINE 1: LIFE INSURANCE RESERVES		

	55,449,652.	57,152,016.
	-----	-----
	55,449,652.	57,152,016.
	=====	=====

SCHEDULE F, LINE 2: UNEARNED PREMIUMS AND UNPAID LOSSES		

	1,002,498.	949,703.
	-----	-----
	1,002,498.	949,703.
	=====	=====

SCHEDULE F, LINE 3: SUPPLEMENTARY CONTRACTS		

	244,642.	226,522.
	-----	-----
	244,642.	226,522.
	=====	=====

SCHEDULE F, LINE 4: DIVIDEND ACCUMULATIONS AND OTHER AMOUNTS		

	1,098,052.	1,098,604.
	-----	-----
	1,098,052.	1,098,604.
	=====	=====

SCHEDULE F, LINE 5: ADVANCE PREMIUMS		

	333,058.	331,611.
	-----	-----
	333,058.	331,611.
	=====	=====

1120-L, PAGE 3 DETAIL

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SCHEDULE F, LINE 28: NET INVESTMENT INCOME

GROSS INVESTMENT INCOME (LINE 9)	4,763,018.
APPLICABLE PERCENTAGE	90.00

NET INVESTMENT INCOME	4,286,716.
	=====

1120-L, PAGE 3 DETAIL

RESERVES RECONCILIATION	PRIOR YEAR	CURRENT YEAR	DIFFERENCE	SCH N ADJ.
1 SECTION 807(C)(1), SCHEDULE F, LINE 1:				
A RESERVE FOR LIFE POLICIES CONTRACTS	38,517,892.	40,129,011.	1,611,119.	
B RESERVES FOR A & H POLICIES	22,546,995.	22,702,626.	155,631.	
C LESS:				
UNEARNED PREMIUMS AND UNPAID LOSS RES. ON				
A & H POLICY & CONTRACTS - NET OF REINS. CEDED	21,593,110.	21,758,006.	164,896.	
RECLASS OF NAIC EXHIBIT 6 CLAIM RESERVE	953,885.	944,620.	-9,265.	
E SUBTOTAL OF SCHEDULE F, LINE 1 RESERVE	38,517,892.	40,129,011.	1,611,119.	
2 SECTION 807(C)(1), SCHEDULE F, LINE 2:				
A UNEARNED PREMIUM AND UNPAID LOSS RESERVE ON				
A & H POLICY & CONTRACTS - NET OF REINSURANCE CEDED	21,593,110.	21,758,006.	164,896.	
C RECLASS OF NAIC EXHIBIT 6 CLAIM RESERVE	953,885.	944,620.	-9,265.	
F SUBTOTAL OF SCHEDULE F, LINE 2 RESERVE	22,546,995.	22,702,626.	155,631.	
3 SECTION 807(C)(3), SCHEDULE F, LINE 3:				
A SUPPLEMENTARY CONTRACTS	1,342,695.	1,325,127.	-17,568.	
D SUBTOTAL OF SCHEDULE F, LINE 3	1,342,695.	1,325,127.	-17,568.	
5 SECTION 807(C)(5), SCHEDULE F, LINE 5:				
A ADVANCE PREMIUMS AND PREMIUM DEPOSIT FUNDS	333,058.	331,611.	-1,447.	1,447.
C SUBTOTAL OF SCHEDULE F, LINE 5	333,058.	331,611.	-1,447.	
7 TOTAL OF SCHEDULE F SUBTOTALS	62,740,640.	64,488,375.	1,747,735.	
8 AMOUNTS REPORTED ON SCHEDULE F, LINE 7	58,127,902.	59,758,456.	1,630,554.	
9 ANNUAL STATEMENT TO TAX DIFFERENCES	4,612,738.	4,729,919.	117,181.	

1120-L, PAGE 4 DETAIL

SCH G, LINE 9: GENERAL DEDUCTIONS

GENERAL EXPENSES:

RENT	166,529.
SALARIES AND WAGES	4,518,424.
CONTRIBUTIONS FOR BENEFIT PLANS FOR EMPLOYEES	767,468.
OTHER EMPLOYEE WELFARE	200,000.
OTHER AGENT WELFARE	80,494.
LEGAL FEES AND EXPENSES	42,835.
MEDICAL EXAMINATION FEES	102,207.
INSPECTION REPORT FEES	17,442.
FEES FOR PUBLIC ACCOUNTANTS AND CONSULTING ACTUARIES	379,679.
EXPENSE OF INVESTIGATION AND SETTLEMENT OF POLICY CLAIMS	-6,875.
TRAVELING EXPENSES	294,699.
ADVERTISING	37,381.
POSTAGE, EXPRESS, TELEGRAPH AND TELEPHONE	221,960.
PRINTING AND STATIONERY	45,310.
COST OR DEPRECIATION OF FURNITURE AND EQUIPMENT	1,054,116.
RENTAL OF EQUIPMENT	112,922.
BOOKS AND PERIODICALS	3,535.
BUREAU AND ASSOCIATION FEES	32,127.
INSURANCE, EXCEPT ON REAL ESTATE	151,317.
MISCELLANEOUS LOSSES	5,082.
COLLECTION AND BANK SERVICE CHARGES	85,813.
SUNDRY GENERAL EXPENSES	158,306.
GROUP SERVICE AND ADMINISTRATIVE FEES	12,299.
AGENTS' BALANCES CHARGED OFF	37,910.
AGENCY CONFERENCES OTHER THAN LOCAL MEETINGS	510,244.
REAL ESTATE EXPENSES	103,685.
WRITE-INS FOR GENERAL EXPENSES	174,641.

INVESTMENT EXPENSES NOT INCLUDED ELSEWHERE

SUBTOTAL	65,735.
TOTAL - GENERAL EXPENSES	9,375,285.

TAXES, LICENSES AND FEES:

REAL ESTATE TAXES	18,989.
STATE INSURANCE DEPT. LICENSES AND FEES	164,168.
STATE TAXES ON PREMIUMS	533,329.
OTHER STATE TAXES	86,230.
U.S. SOCIAL SECURITY TAXES	246,324.
ALL OTHER TAXES	33,197.

1120-L, PAGE 4 DETAIL

SCH G, LINE 9: GENERAL DEDUCTIONS (CONT'D)

TOTAL - TAXES LICENSES AND FEES	1,082,237.
ALL OTHER EXPENSES:	
COMMISSIONS ON PREMIUMS AND ANNUITY CONSIDERATIONS	7,438,257.
DEPREC. ON REAL ESTATE & OTHER INVESTED ASSETS	52,919.
TOTAL - ALL OTHER EXPENSES	7,491,176.
ADDITIONAL ITEMS AND ADJUSTMENTS:	
HOME OFFICE RENTAL EXPENSE	-90,560.
LESS: MEALS AND ENTERTAINMENT DISALLOWED	49,199.
OTHER ADDITIONAL DEDUCTIONS RECLASSIFIED ITEMS	289,337.
OTHER ADDITIONAL DEDUCTIONS TAX ADJUSTMENTS	-109,920.
TOTAL ADDITIONAL ITEMS AND ADJUSTMENTS	39,658.
GRAND TOTAL - OTHER DEDUCTIONS	17,988,356.

DEPRECIATION DETAIL

COST OR DEPRECIATION OF FURNITURE AND EQUIPMENT	66,114.
COST OR DEPRECIATION OF EDP EQUIPMENT AND SOFTWARE	916,810.
STATUTORY GAIN OR LOSS ON SALE OF SECTION 1245 1250, ETC. PROPERTY INCLUDED IN THE LINE ABOVE	
NAIC AMOUNT	982,924.
ELIMINATION OF DEPR. FROM NAIC ANNUAL STMT.	-126,624.
ALLOWABLE TAX DEPRECIATION FROM FORM 4562	197,816.
SUBTOTAL	1,054,116.

1120-L, PAGE 4 DETAIL

SCH G, LINE 9: GENERAL DEDUCTIONS (CONT'D)

WRITE-INS FOR ADDITIONAL DEDUCTIONS DETAIL

SUBTOTAL OF WRITE-INS FOR GENERAL EXPENSES	78,665.
SUMMARY OF REMAINING WRITE-INS FROM OVERFLOW PAGE	95,976.
SUBTOTAL	174,641.

SUMMARY OF REMAINING WRITE-INS FROM OVERFLOW PAGE (GENERAL EXPENSES) DETAIL

DEPRECIATION - AUTO	3,557.
RETIREMENT BENEFIT	92,419.
SUBTOTAL	95,976.

OTHER ADDITIONAL DEDUCTIONS RECLASSIFIED ITEMS DETAIL

NET AMORTIZATION TAX EXEMPT BONDS	289,337.
SUBTOTAL	289,337.

OTHER ADDITIONAL DEDUCTIONS TAX ADJUSTMENTS DETAIL

NONDEDUCTIBLE PENALTIES	-448.
NONDEDUCTIBLE DUES	-32,127.
NONDEDUCTIBLE OFFICER LIFE INSURANCE	-71,694.
NONDEDUCTIBLE CONTRIBUTIONS	-5,651.
SUBTOTAL	-109,920.

1120-L, PAGE 4 DETAIL

SCHEDULE G, LINE 19
 SPECIFIED POLICY ACQUISITION EXPENSES
 CAPITALIZED IN PRIOR YEARS AND DEDUCTIBLE THIS YEAR

YEAR, AMORT'N PERIOD	UNAMORTIZED BALANCE BEGIN OF YEAR	CURRENT YR. NEGATIVE OFFSET (LINE 14)	ADJUSTED BALANCE BEGIN OF YEAR	AMOUNT AMORT. IN CURRENT YR. (LINE 19)	ADJUSTED BALANCE END OF YEAR
2013 / 120					
2013 / 60	2,569,567.		2,569,567.	571,015.	1,998,552.
2012 / 120					
2012 / 60	2,051,828.		2,051,828.	586,237.	1,465,591.
2011 / 120					
2011 / 60					
2010 / 120					
2010 / 60					
2009 / 120					
2009 / 60					
2008 / 120					
2007 / 120					
2006 / 120					
2005 / 120					
2004 / 120					
	4,621,395.		4,621,395.	2,699,549.	3,464,143.

1120-L, PAGE 7 DETAIL

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	BEGINNING	ENDING	FMV ADJ.	OTHER ADJ.	NET TOTAL
	-----	-----	-----	-----	-----
SCHEDULE L, PART I, LINE 4: OTHER ASSETS					

BONDS	87,270,063.	93,914,673.			93,914,673.
CASH	805,118.	689,877.			689,877.
CONTRACT LOANS	3,296,111.	3,400,332.			3,400,332.
OTHER INVESTED ASSETS	1,871,593.	1,284,455.			1,284,455.
RECEIVABLE FOR SECURITIES		78,080.			78,080.
INVESTMENT INCOME DUE AND ACCRUED	1,244,928.	1,335,936.			1,335,936.
UNCOLLECTED PREMIUMS AND AGENT BALANCES	442,989.	496,015.			496,015.
LIFE INSURANCE PREMIUMS & ANNUITY CONSIDERATIONS					
DEFERRED AND UNCOLLECTED ON IN FORCE BUSINESS	2,259,375.	2,352,476.			2,352,476.
FEDERAL AND FOREIGN INCOME TAX RECOVERABLE	274,660.	166,745.			166,745.
DEFERRED TAX ASSETS	1,263,196.	1,370,167.			1,370,167.
ELECTRONIC DATA PROCESSING EQUIPMENT AND SOFTWARE	63,713.	151,801.			151,801.
AGGREGATE WRITE-INS FOR OTHER THAN INVESTED ASSETS:					
CASH SURRENDER VALUE CO	1,805,392.	2,031,001.			2,031,001.
SUMMARY OF WRITE-INS		400,015.			400,015.

SUBTOTAL	100,617,138.	107,671,573.			107,671,573.

TOTAL - OTHER ASSETS	100,617,138.	107,671,573.			107,671,573.
=====					

1120-L, PAGE 8 DETAIL

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SCHEDULE M, QUESTION #: 3
TOTAL RESERVES COMPUTATION
-----
AGGREGATE RESERVES FOR
  LIFE POLICIES AND CONTRACTS                40,129,011.    38,517,892.
AGGREGATE RESERVE FOR
  GUARANTEED RENEWABLE A & H                20,754,564.    20,680,261.
POLICY AND CONTRACT CLAIMS
  ON GUARANTEED RENEWABLE A & H              938,380.      947,572.
ADJUSTMENTS:
LESS: POLICY LOANS                          3,400,332.    3,296,111.
-----
TOTAL LIFE INSURANCE RESERVES                58,421,623.    56,849,614.
=====
AGGREGATE RESERVE FOR
  LIFE POLICIES AND CONTRACTS                40,129,011.    38,517,892.
AGGREGATE RESERVE FOR A & H POLICIES        22,702,626.    22,546,995.
POLICY AND CONTRACT CLAIMS A & H           5,285,306.     5,629,002.
ADJUSTMENTS:
LESS: POLICY LOANS                          3,400,332.    3,296,111.
-----
TOTAL RESERVES                              64,716,611.    63,397,778.
=====
MEAN OF TOTAL LIFE INSURANCE RESERVES      57,635,619.
MEAN OF TOTAL RESERVES                     64,057,195.

PERCENTAGE TO SCHEDULE M, QUESTION 3      89.9752
    
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1120-L, PAGE 8 DETAIL

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SCHEDULE M, QUESTION 5 DETAIL

NAME LICOA BROKERAGE SERVICE

IDENTIFYING NUMBER.....	63-0994993
PERCENTAGE OWNED.....	100.00
TAXABLE INCOME OR (LOSS).....	

SCHEDULE N: RECONCILIATION OF NAIC ANNUAL STATEMENT INCOME TO TAXABLE INCOME

	PREMIUM INCOME	RESERVES	INVESTMENT INCOME	OTHER INCOME	BENEFITS	OTHER DEDUCTIONS	SPECIAL ITEMS	GAIN FROM OPERATIONS
GFO PER NAIC ANNUAL STATEMENT.....	974.	-1,766,750.	4,268,583.	517,384.	-18,264,851.	-17,482,710.	-13,890.	-32,741,260.
RECLASSES OF STATUTORY GFO.....		17,568.	299,785.		-17,568.	-650,940.		-351,155.
RECLASSIFIED GFO BEFORE TAX ADJUSTMENTS.	974.	-1,749,182.	4,568,368.	517,384.	-18,282,419.	-18,133,650.	-13,890.	-33,092,415.
TAX ADJUSTMENTS:								
CHANGE IN DEFERRED & UNCOL. PREMIUMS.	-112,935.							-112,935.
CHANGE IN ADV. PREM'S & DEPO. FUNDS..	-1,447.	1,447.						
EXCESS INT., PREM. ADJ'S AND REFUNDS.	31,310.						-31,310.	
ELIMINATION OF TAX-EXEMPT INT., NET		1,386,852.	-1,965,371.					-578,519.
ELIM. OF ACCRUAL OF MARKET DISCOUNT..			-46,862.					-46,862.
ELIMINATION OF HOME OFFICE RENT.....			-90,560.			90,560.		
CHANGE IN DUE AND ACCRUED DIVIDENDS..			-4,127.					-4,127.
LESS EQUITY IN UNDISTRIBUTED INC/LOSS			1,300.					1,300.
OTHER INCOME AMOUNTS.....				-400,015.				-400,015.
ELIMINATION OF NAIC AMORT./(IMR).....				-87,620.				-87,620.
ELIMINATION OF CHANGE IN LOADING.....						-33,191.		-33,191.
ELIMINATION OF NAIC DEPRECIATION.....						982,924.		982,924.
ALLOWABLE TAX DEPRECIATION.....						-197,816.		-197,816.
AMORTIZATION OF POLICY ACQ. EXPENSES.						-2,988,136.		-2,988,136.
MEALS AND ENTERTAINMENT DISALLOWED...						49,199.		49,199.
OTHER TAX ITEMS & ADJ. TO OTHER DED..						2,995,793.		2,995,793.
DIVIDENDS-RECEIVED DEDUCTION.....							-27,938.	-27,938.
NET LONG TERM CAP. GAINS FROM SCH. D							4,544,747.	4,544,747.
SMALL LIFE INSURANCE CO. DEDUCTION...							-1,050,344.	-1,050,344.
CHANGE IN PROVISION FOR DIVID'S PAY.							-698.	-698.
TOTAL TAX ADJUSTMENTS.....	-83,072.	1,388,299.	-2,105,620.	-487,635.		899,333.	3,434,457.	3,045,762.
TAXABLE INCOME.....	-82,098.	-360,883.	2,462,748.	29,749.	-18,282,419.	-17,234,317.	3,420,567.	-30,046,653.

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SCHEDULE N: RECONCILIATION OF NAIC ANNUAL STATEMENT INCOME TO TAXABLE INCOME

	PREMIUM INCOME	RESERVES	INVESTMENT INCOME	OTHER INCOME	BENEFITS	OTHER DEDUCTIONS	SPECIAL ITEMS	GAIN FROM OPERATIONS
	-----	-----	-----	-----	-----	-----	-----	-----
SUMMARY OF STATUTORY RECLASS ITEMS								

INTEREST INCOME			-61,818.					-61,818.
INVESTMENT EXPENSES			-361,603.					-361,603.
-----			-----	-----				-----
TOTAL INCOME RECLASSES		17,568.	299,785.					317,353.
INVESTMENT EXPENSES						361,603.		361,603.
OTHER DEDUCTIONS						289,337.		289,337.
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TOTAL DEDUCTIONS RECLASSES					-17,568.	-650,940.		-668,508.
-----					-----	-----	-----	-----
TOTAL RECLASSES		17,568.	299,785.		-17,568.	-650,940.		-351,155.
=====	=====	=====	=====	=====	=====	=====	=====	=====

SCHEDULE M-3, PART II DETAIL

LINE 25 - OTHER INCOME (LOSS) ITEMS WITH DIFFERENCES

DESCRIPTION	INCOME (LOSS) PER INCOME STMT	TEMPORARY DIFFERENCE	PERMANENT DIFFERENCE	INCOME (LOSS) PER TAX RETURN
CHANGE IN ADVANCE PREMIUMS	1,447.	-1,447.		
CHANGE IN PREMIUM DEPOSIT FUNDS	NONE	974.		974.
CASH BASIS DIVIDENDS	4,127.	-4,127.		
DEATH BENEFITS FROM CORPORATE INSURANCE	400,015.		-400,015.	
TOTAL	405,589.	-4,600.	-400,015.	974.

SCHEDULE M-3, PART II DETAIL

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LINE 28 - OTHER INCOME (LOSS) AND
EXPENSE/DEDUCTION ITEMS WITH NO DIFFERENCES

OTHER INCOME/EXPENSE ITEMS WITH NO DIFFERENCES

1,397,187.

TOTAL

1,397,187.
=====

SCHEDULE M-3, PART III DETAIL

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LINE 40 - OTHER EXPENSE/DEDUCTION ITEMS WITH DIFFERENCES

DESCRIPTION	EXPENSE PER INCOME STMT	TEMPORARY DIFFERENCE	PERMANENT DIFFERENCE	DEDUCTION PER TAX RETURN
NONDEDUCTIBLE DUES	32,127.		-32,127.	
CHANGE IN LOADING	NONE	33,191.		33,191.
POLICYHOLDER DIVIDENDS	NONE	698.		698.
CHANGE IN DEPOSIT TYPE CONTRACTS	NONE	17,568.		17,568.
TOTAL	32,127.	51,457.	-32,127.	51,457.

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TAX ADJUSTMENTS DETAIL:

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TAX ADJUSTMENTS DETAIL:

CHANGE IN DEFERRED AND UNCOLLECTED PREMIUMS	-112,935.
CHANGE IN ADVANCE PREMIUMS AND DEPOSIT FUNDS	-1,447.
EXCESS INTEREST, PREMIUM ADJUSTMENTS, AND REFUNDS	31,310.
OTHER GROSS AND RETURN PREMIUM ITEMS	
OTHER TAX ADJUSTMENTS	

-83,072.
=====

FORM 4626 DETAIL

LINE 2E - BASIS ADJUSTMENT

REGULAR TAX	GAIN	LOSS	
SECTION 1231	NONE		
TOTAL	NONE		
ALT. MIN. TAX			
SECTION 1231	NONE		
TOTAL	NONE		
DIFFERENCE	NONE		
BASIS ADJUSTMENT			NONE

FORM 4626 DETAIL

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LINE 4D - ACE ADJUSTMENT

	2008	2009	2010	2011	2012	2013
	-----	-----	-----	-----	-----	-----
ACE					4,585,839.	3,512,000.
AMTI					2,251,867.	1,082,125.
ACE OVER AMTI					2,333,972.	2,429,875.
AMTI OVER ACE						
75% ACE PREFERENCE .					1,750,479.	1,822,406.
75% ACE REDUCTION ..						
CARRYOVER CREATED ..					1,750,479.	1,822,406.
PRIOR YR CARRYOVER (REDUCTION ALLOWED)						1,750,479.
CARRYOVER USED (REDUCTION CLAIMED)						
CARRYOVER REMAINING					1,750,479.	3,572,885.

FORM 4626 DETAIL

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LINE 4D - ACE ADJUSTMENT

	2014

ACE	8,652,967.
AMTI	6,955,023.
ACE OVER AMTI	1,697,944.
AMTI OVER ACE	
75% ACE PREFERENCE .	1,273,458.
75% ACE REDUCTION ..	
CARRYOVER CREATED ..	1,273,458.
PRIOR YR CARRYOVER (REDUCTION ALLOWED)	3,572,885.
CARRYOVER USED (REDUCTION CLAIMED)	
CARRYOVER REMAINING	4,846,343.

ACE WORKSHEET DETAIL

LINE 9 - BASIS ADJUSTMENT

AMT	GAIN	LOSS	
SECTION 1231	NONE		
TOTAL	NONE		
ACE			
TOTAL			
DIFFERENCE	NONE		
BASIS ADJUSTMENT			NONE

FORM 2220, LINE 8 - LARGE CORPORATION COMPUTATION

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FORM 2220, LINE 3 - ADJUSTED CURRENT YEAR TAX	1,992,082.
LINE 4 - 100% OF PRIOR YEAR TAX	580,906.

IF FORM 2220, LINE 4 IS LESS THAN LINE 3

A) 25% OF LINE 4 (FIRST INSTALLMENT)	145,227.
B) LINE 3 - LINE 4	1,411,176.
C) LINE 3 + LINE B	3,403,258.
D) 25% OF LINE C (SECOND INSTALLMENT)	850,815.
E) 25% OF LINE 3 (THIRD INSTALLMENT)	498,021.
F) 25% OF LINE 3 (FOURTH INSTALLMENT)	498,021.

FORM 4797, PAGE 1 DETAIL

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LINE 2 - MOST PROPERTY HELD MORE THAN 1 YEAR

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PROPERTY DESCRIPTION	DATE ACQ	DATE SOLD	SALES PRICE	DEPRECIATION	COST OR BASIS	GAIN OR LOSS
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SEE STATEMENT C	VARIOUS	12/31/2014	NONE	34,903.	34,903.	NONE
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PART I 4797 GAINS AND LOSSES						NONE
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