



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, 2015

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, 2016 with the following:

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

This return indicates a \$148,597 overpayment. Of this amount, \$0 will be refunded to you and \$148,597 has been applied to your 2016 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

2015

For calendar year 2015 or tax year beginning _____, 2015, ending _____, 20_____
 Information about Form 1120-L and its separate instructions is at www.irs.gov/form1120l.

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

Income	1 Gross premiums, etc., less return premiums, etc. Enter balance 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) 5 Net capital gain (Schedule D (Form 1120), line 17) 6 Income from a special loss discount account (attach Form 8816) 7 Other income (attach statement) SEE STATEMENT. 1. 8 Life insurance company gross income. Add lines 1 through 7.	1 36,175,820. 2 3 4 4,600,004. 5 1,731,007. 6 7 16,559. 8 42,523,390.
Deductions <small>(See instructions for limitations on deductions.)</small>	9 Death benefits, etc. 10 Net increase, if any, in reserves (Schedule F, line 35) 11 10% of any increase in reserves under section 807(f)(1)(B)(i) 12 Deductible policyholder dividends (Schedule F, line 18e) 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) 17 Additional deduction (attach Form 8816) 18 Other deductions (see instructions) (attach statement) SEE STATEMENT. 1. 19 Add lines 9 through 18 20 Subtotal. Subtract line 19 from line 8 21a Dividends-received deduction (Schedule A, line 16, column (c)) 21a 28,973. Plus: b Operations loss deduction (see instructions) (attach statement) 21b 21c 28,973. 22 Gain or (loss) from operations. Subtract line 21c from line 20. 23 Small life insurance company deduction (Schedule H, line 17) 24 Life insurance company taxable income (LICTI). Subtract line 23 from line 22 25 Limitation on noninsurance losses (Schedule I, line 9) NONE 26 Amount subtracted from policyholders surplus account (Schedule J, Part II, line 10) NONE	9 20,509,043. 10 1,007,379. 11 12 17,831. 13 14 15c 16 2,933,322. 17 18 14,243,770. 19 38,711,345. 20 3,812,045. 21c 28,973. 22 3,783,072. 23 1,682,539. 24 2,100,533. 25 NONE 26 NONE
Tax and Payments	27 Taxable income. Add lines 24, 25, and 26 (see instructions) 28 Total tax (Schedule K, line 10) 29a 2014 overpayment credited to 2015 29a 309,971. b Prior year(s) special estimated tax payments to be applied 29b c 2015 estimated tax payments 29c 500,000. d 2015 special estimated tax payments (Do not include on line 29f) 29d e Less 2015 refund applied for on Form 4466 29e () 29f 809,971. g Tax deposited with Form 7004 29g 60,010. 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 869,981. 30 Estimated tax penalty. Check if Form 2220 is attached <input type="checkbox"/> 30 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 32 148,597. 33 Enter amount from line 32: Credited to 2016 estimated tax <input type="checkbox"/> 148,597. Refunded <input type="checkbox"/> 33	27 2,100,533. 28 721,384. 29k 869,981. 30 31 32 148,597. 33

Sign Here 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
Paid Preparer Use Only	Print/Type preparer's name CANITA G PETERSON	Preparer's signature _____	Date _____	Check <input type="checkbox"/> if self-employed <input checked="" type="checkbox"/> PTIN P00218122
	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)	110,148.	70	77,104.
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			77,442.
11	Company share percentage (Schedule F, line 32)			37.4122
12	Prorated amount. Line 10 times line 11			28,973.
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	110,953.		
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			28,973.

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

1	Interest (excluding tax-exempt interest)	SEE STATEMENT 2.	1	4,489,051.
2	Total dividends (Schedule A, line 15, column (a))		2	110,953.
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)	SEE STATEMENT 3.	7	
8	Investment income. Add lines 1 through 7. Enter here and on page 1, line 4.		8	4,600,004.
9	Tax-exempt interest. Enter here and on Schedule F, line 13 and Schedule J, Part I, line 2d		9	763,821.
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	5,363,825.
12	100% qualifying dividends		12	
13	Gross investment income. Subtract line 12 from line 11. Enter here and on Schedule F, line 9.		13	5,363,825.

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	57,152,016.	58,784,868.
2	Unearned premiums and unpaid losses	949,703.	762,097.
3	Supplementary contracts	226,522.	237,057.
4	Dividend accumulations and other amounts	1,098,604.	1,110,269.
5	Advance premiums	331,611.	349,603.
6	Special contingency reserves		
7	Add lines 1 through 6	59,758,456.	61,243,894.
8	Increase (decrease) in reserves under section 807. Subtract line 7, column (a) from line 7, column (b)		1,485,438.
9	Gross investment income (Schedule B, line 13)		5,363,825.
10a	Required interest on reserves under sections 807(c)(1), (3), (4), (5), and (6) (attach statement)	3,016,281.	
b	Deductible excess interest. Enter here and on lines 18b and 19 below	4,353.	
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		3,020,634.
11	Subtract line 10f from line 9		2,343,191.
12	Life insurance company gross income (see instructions)	42,523,390.	
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.)	763,821.	
14	Add lines 12 and 13		43,287,211.
15	Increase in reserves from line 8. (If a decrease in reserves, enter -0-.)		1,485,438.
16	Subtract line 15 from line 14		41,801,773.
17	Investment income ratio. Divide line 11 by line 16. If zero or less, enter -0-		5.6055
18a	Policyholder dividends paid or accrued	13,478.	
b	Excess interest from line 10b	4,353.	
c	Premium adjustments		
d	Experience-rated refunds		
e	Deductible policyholder dividends. Add lines 18a through 18d. Enter here and on page 1, line 12		17,831.
19	Deductible excess interest from line 10b	4,353.	
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	4,353.	
24	Subtract line 23 from line 18e	13,478.	
25	Investment portion of dividends. Line 17 times line 24	756.	
26	Policy interest from line 10f	3,020,634.	
27	Policyholder share amount. Add lines 25 and 26	3,021,390.	
28	Net investment income (see instructions)	SEE STATEMENT 6.	4,827,443.
29	Policyholder share amount from line 27		3,021,390.
30	Company share of net investment income. Subtract line 29 from line 28		1,806,053.
31	Total share percentage		100%
32	Company share percentage. Divide line 30 by line 28. Enter here and on Schedule A, line 11		37.4122 %
33	Policyholders' share percentage. Subtract line 32 from line 31		62.5878 %
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		478,059.
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		1,007,379.

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

		(a) Annuity	(b) Group life insurance	(c) Other
1	Gross premiums and other consideration	41,210.	4,742.	37,014,413.
2	Return premiums and premiums and other consideration incurred for reinsurance			604,084.
3	Net premiums. Subtract line 2 from line 1.	41,210.	4,742.	36,410,329.
4	Net premium percentage	1.75%	2.05%	7.7%
5	Multiply line 3 by line 4	721.	97.	2,803,595.
6	Combine line 5, columns (a), (b), and (c), and enter here. If zero or less, enter -0- on lines 7 and 8			2,804,413.
7	Unused balance of negative capitalization amount from prior years			()
8	Combine lines 6 and 7. If zero or less, enter -0-			2,804,413.
9	General deductions (attach statement)	SEE. STATEMENT. 8.		
10	Enter the lesser of line 8 or line 9.			2,804,413.
11	Deductible general deductions. Subtract line 10 from line 9. Enter here and include on page 1, line 18			14,243,770.
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			4,628,976.
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	2,804,413.	
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	2,804,413.	
b	Enter 10% of line 17a	17b		280,441.
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. 11.	2,652,881.
20	Deductible policy acquisition expenses. Add lines 14, 17b, 18b, and 19. Enter here and on page 1, line 16	20		2,933,322.

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	3,783,072.	
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	3,783,072.	
10b Adjustments (attach statement)	10b		
10c Tentative LICTI. Combine lines 10a and 10b	10c	3,783,072.	
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	3,783,072.	
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	783,072.	
14c Enter 15% of line 14b, but not more than \$1,800,000	14c		117,461.
15 Tentative small life insurance company deduction. Subtract line 14c from line 13	15		1,682,539.
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		1,682,539.

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	50,773,578.
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	50,773,578.
2a	LICTI. Add lines 24 and 25, page 1. If zero or less, enter -0-	2a	2,100,533.
b	Small life insurance company deduction (Schedule H, line 17)	2b	1,682,539.
c	Dividends-received deduction (Schedule A, line 16, column (c))	2c	28,973.
d	Tax-exempt interest (Schedule B, line 9) (see instructions)	2d	763,821.
3	Add lines 1c through 2d	3	55,349,444.
4	Tax liability without regard to section 815. Figure the tax on line 2a as if it were total taxable income	4	721,384.
5	Subtract line 4 from line 3. If zero or less, enter -0-	5	54,628,060.
6	Direct or indirect distributions in the tax year but not more than line 5	6	464,822.
7	Balance at the end of the tax year. Subtract line 6 from line 5	7	54,163,238.

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	714,181.
3	Alternative minimum tax (attach Form 4626)	3	7,203.
4	Add lines 2 and 3	4	721,384.
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	
e	Bond credits from Form 8912	5e	
6	Total credits. Add lines 5a through 5e	6	
7	Subtract line 6 from line 4	7	721,384.
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	721,384.

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	1 570,455.	681,651.
2 Stocks	2 5,238,612.	4,266,324.
3 Proportionate share of partnership and trust assets	3	
4 Other assets (attach statement) SEE STATEMENT 12.	4 107,671,573.	111,675,046.
5 Total assets of controlled groups	5	
6 Total assets. Add lines 1 through 5	6 113,480,640.	116,623,021.

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

The information provided in Part II should conform with the "Assets" and "Liabilities, Surplus, and Other Funds" sections of the NAIC Annual Statement.

	(a) Beginning of tax year	(b) End of tax year
1 Subtotals for assets	1 113,480,640.	116,623,021.
2 Total assets	2 113,480,640.	116,623,021.
3 Reserve for life policies and contracts	3 40,129,011.	41,530,306.
4 Reserve for accident and health policies	4 22,702,626.	22,880,174.
5 Liability for deposit-type contracts	5 1,325,127.	1,347,326.
6 Life policy and contract claims	6 411,039.	700,858.
7 Accident and health policy and contract claims	7 5,285,306.	4,634,061.
8 Policyholder's dividend and coupon accumulations	8	
9 Premiums and annuity considerations received in advance less discount	9 331,611.	349,603.
10 Surrender values on canceled policies	10	
11 Part of other amounts payable on reinsurance assumed	11 1,240.	1,585.
12 Part of aggregate write-ins for liabilities. (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	13	
14 Total insurance liabilities. Add lines 3 through 13	14 70,185,960.	71,443,913.

Form **1120-L** (2015)

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>90.7569</u> %. Attach a statement showing the computation. ^{STMT 13}			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. ^{STMT 14}		<input checked="" type="checkbox"/>	11 a	Enter the total unpaid losses shown on the corporation's annual statement: (1) For the current year: \$ <u>5,334,919.</u> (2) For the previous year: \$ <u>5,696,345.</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 a Attach a statement showing name and identifying number. (Do not include any information already entered in 6 above.) b Enter percentage owned ▶ _____ %		<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>		
SEE STATEMENT 15	FOR RECONCILIATION			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"/>
				15	Is the corporation required to file Schedule UTP (Form 1120), Uncertain Tax Position Statement (see instructions)? If "Yes," complete and attach Schedule UTP.		

**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

2015

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) **LIFE INSURANCE COMPANY OF ALABAMA** Employer identification number **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 01/01/2015 Ending 12/31/2015
- 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	2,835,046.
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	2,835,046.

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 . . ▶	116,623,021.	77,882,977.
b Removed on Part I, line 5 . . ▶		
c Removed on Part I, line 6 . . ▶		
d Included on Part I, line 7 . . ▶		

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

Schedule M-3 (Form 1120-L) 2015

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 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	110,953.			110,953.
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)	5,312,211.	-59,339.	-763,821.	4,489,051.
14 Accrual of bond discount				
15 Hedging transactions				
16 Mark-to-market income (loss)				
17 Deferred and uncollected premiums	160,902.	-160,902.		
18 Sale versus lease (for sellers and/or lessors)				
19 Section 481(a) adjustments				
20 Amortization of interest maintenance reserve	133,440.		-133,440.	
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	680,269.	-680,269.		
b Gross capital gains from Schedule D, excluding amounts from pass-through entities		1,823,384.		1,823,384.
c Gross capital losses from Schedule D, excluding amounts from pass-through entities, abandonment losses, and worthless stock losses		-92,377.		-92,377.
d Net gain/loss reported on Form 4797, line 17, excluding amounts from pass-through entities, abandonment losses, and worthless stock losses		-19,074.		-19,074.
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)	NONE	24,857.		24,857.
26 Total income (loss) items. Combine lines 1 through 25	6,397,775.	836,280.	-897,261.	6,336,794.
27 Total expense/deduction items (from Part III, line 41)	-2,435,028.	26,864.	1,011,116.	-1,397,048.
28 Other items with no differences (attach statements)	-1,127,701.			-1,127,701.
29a Mixed groups, see instructions. All others, combine lines 26 through 28	2,835,046.	863,144.	113,855.	3,812,045.
b 1120 subgroup reconciliation totals				
c PC insurance subgroup reconciliation totals				
30 Reconciliation totals. Combine lines 29a through 29c	2,835,046.	863,144.	113,855.	3,812,045.

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	375,990.		-375,990.	
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		-2,804,413.		-2,804,413.
10 Amortization of deferred acquisition costs		2,933,323.		2,933,323.
11 Meals and entertainment	92,364.		-46,182.	46,182.
12 Fines and penalties	25.		-25.	
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	85,200.		-5,771.	79,429.
20 Charitable contribution of intangible property				
21 Charitable contribution limitation/carryforward				
22 Change in section 807(c)(1) tax reserves	1,578,843.	54,009.		1,632,852.
23 Change in section 807(c)(2) tax reserves	NONE	-187,606.		-187,606.
24 Change in all other section 807(c) tax reserves	NONE	40,192.		40,192.
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			-478,059.	-478,059.
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	146,964.	-12,333.		134,631.
33 Bad debt expense/agency balances written off				
34 Corporate owned life insurance premiums	75,334.		-75,334.	
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)	80,308.	-50,036.	-29,755.	517.
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	2,435,028.	-26,864.	-1,011,116.	1,397,048.

LIFE INSURANCE COMPANY OF ALABAMA		STATUTORY	STATUTORY		TAX	INCOME	63-0321291
	BOOK INCOME	ADJUST.	INCOME	RECLASSIFY	ADJUST.	TAX RETURN	
	-----	-----	-----	-----	-----	-----	
1	PREMIUMS & ANNUITY CONSIDERATIONS		36,313,370.		-372,785.	35,940,585.	STMT 21
2	SUPPL. CONTRACTS WITH LIFE CONTINGENCIES						
3	NET INVESTMENT INCOME		4,941,274.	384,918.	-969,366.	4,356,826.	
4	AMORT. OF INTEREST MAINT. RESERVE		133,440.		-133,440.		
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		16,559.			16,559.	
9	TOTAL (ITEMS 1-8.3)		41,404,643.	384,918.	-1,475,591.	40,313,970.	
10	DEATH BENEFITS		3,239,306.			3,239,306.	
11	MATURED ENDOWMENTS						
12	ANNUITY BENEFITS		212,099.			212,099.	
13	BENEFITS - DISABILITY, A & H POLICIES		16,202,132.			16,202,132.	
14	COUPONS, ENDOWMENTS & SIMILAR BENEFITS		6,938.			6,938.	
15	SURRENDER BENEFITS & FUND WITHDRAWALS		822,966.			822,966.	
16	GROUP CONVERSIONS						
17	INTEREST ON POLICY OR CONTRACT FUNDS		47,801.			47,801.	
18	PAYMENTS ON SUPPLEMENTAL CONTRACTS						
19	INCREASE IN AGGREGATE RESERVES		1,578,843.				
	OTHER BENEFIT ADJUSTMENT						
20	TOTAL (ITEMS 10-15)		22,110,085.			22,110,085.	
21	COMM. - PREM. & ANNUITY CONSIDERATIONS		6,839,254.			6,839,254.	
22	COMMISSIONS & EXP ALLOW. ON REINS. ASSUMED						
23	GENERAL INSURANCE EXPENSES		8,859,834.			8,859,834.	
24	INSURANCE TAXES, LICENSES & FEES		1,023,389.			1,023,389.	
25	INCR. IN LOADING - DEF. & UNCOLLECTED PREM		28,354.			28,354.	
26	NET TRANSFERS TO/FROM SEPARATE ACCOUNTS						
27	WRITE-INS FOR DEDUCTIONS						
	OTHER DEDUCTIONS			571,608.	-911,509.	-339,901.	
	TOTAL DEDUCTIONS		38,860,916.	571,608.	-911,509.	38,521,015.	
	SPECIAL ITEMS				-1,664.	-1,664.	
28	NET GAIN FROM OPERATIONS BEFORE TAX		2,543,727.	-186,690.	-562,418.	1,794,619.	

Department of the Treasury
Internal Revenue Service

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

2015

▶ **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 2,100,533.
2	Adjustments and preferences:	
a	Depreciation of post-1986 property	2a 8,431.
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	2e
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 2,108,964.
4	Adjusted current earnings (ACE) adjustment:	
a	ACE from line 10 of the ACE worksheet in the instructions.	4a 4,106,238.
b	Subtract line 3 from line 4a. If line 3 exceeds line 4a, enter the difference as a negative amount (see instructions)	4b 1,997,274.
c	Multiply line 4b by 75% (.75). Enter the result as a positive amount	4c 1,497,956.
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. 22.	4d 4,846,343.
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 1,497,956.
5	Combine lines 3 and 4e. If zero or less, stop here; the corporation does not owe any AMT	5 3,606,920.
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 3,606,920.
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 3,606,920.
10	Multiply line 9 by 20% (.20)	10 721,384.
11	Alternative minimum tax foreign tax credit (AMTFTC) (see instructions)	11
12	Tentative minimum tax. Subtract line 11 from line 10	12 721,384.
13	Regular tax liability before applying all credits except the foreign tax credit	13 714,181.
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 7,203.

For Paperwork Reduction Act Notice, see separate instructions.

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	2,108,964.
2	ACE depreciation adjustment:			
a	AMT depreciation	2a		85,559.
b	ACE depreciation:			
(1)	Post-1993 property	2b(1)		85,559.
(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)		85,559.
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		285,762.
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	285,762.
4	Disallowance of items not deductible from E&P:			
a	Certain dividends received	4a		28,973.
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		STMT 24 1,682,539.
f	Total increase to ACE because of disallowance of items not deductible from E&P. Add lines 4a through 4e		4f	1,711,512.
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	
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	4,106,238.

**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

2015

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	3,976,063.	4,068,440.		-92,377.
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 -92,377.

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	40,942,205.	39,118,821.		1,823,384.
11 Enter gain from Form 4797, line 7 or 9				11
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 1,823,384.

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 1,731,007.
18 Add lines 16 and 17. Enter here and on Form 1120, page 1, line 8, or the proper line on other returns				18 1,731,007.

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) (2015)

Sales and Other Dispositions of Capital Assets

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

2015

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 <i>LIFE INSURANCE COMPANY OF ALABAMA</i>	Social security number or taxpayer identification number 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 will show whether your basis (usually your cost) was reported to the IRS by your broker and may even tell you which box to check.

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 totals directly on Schedule D, line 1a; you aren't 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 of (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	12/31/2015	3,976,063.	4,068,440.	M		-92,377.
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) ►			3,976,063.	4,068,440.			-92,377.

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 will show whether your basis (usually your cost) was reported to the IRS by your broker and may even tell you which box to check.

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 totals directly on Schedule D, line 8a; you aren't 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

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		
	LT - SEE STATEMENT B	VARIOUS	12/31/2015	40,942,205.	39,118,821.	M		1,823,384.	
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) ▶				40,942,205.	39,118,821.			1,823,384.

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.

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	116,832.
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	85,559.	85,559.
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	85,559.
9	Tentative deduction. Enter the smaller of line 5 or line 8	9	85,559.
10	Carryover of disallowed deduction from line 13 of your 2014 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instructions)	11	500,000.
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11	12	85,559.
13	Carryover of disallowed deduction to 2016. 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	20,917.

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 2015	17	23,192.
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 2015 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		12,121.	5.000	HY	200 DB	2,424.
c 7-year property		5,699.	7.000	HY	200 DB	814.
d 10-year property		15,489.	10.000	HY	200 DB	1,549.
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	12/15/2015	164,487.	39 yrs.	MM	S/L	176.
				MM	S/L	

Section C - Assets Placed in Service During 2015 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	134,631.
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) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/Convention	(h) Depreciation deduction	(i) 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) Vehicle 1		(b) Vehicle 2		(c) Vehicle 3		(d) Vehicle 4		(e) Vehicle 5		(f) Vehicle 6	
	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No
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?												
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).

	Yes	No
37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?		
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) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2015 tax year (see instructions):					
43 Amortization of costs that began before your 2015 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 LIFE INSURANCE COMPANY OF ALABAMA	Identifying number 63-0321291
---	---

1 Enter the gross proceeds from sales or exchanges reported to you for 2015 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 25						-19,074.

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

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	(19,074.)
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	-19,074.
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** (2015)

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 2015 , 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	869,981.
7 Total payments and credits (see instructions)	7	1,309,971.
8 Balance due. Subtract line 7 from line 6 (see instructions)	8	

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 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.

2015

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** (2015)

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	763,821.		-763,821.	
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	4,548,390.	-59,339.		4,489,051.
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.	5,312,211.	-59,339.	-763,821.	4,489,051.

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.				

(Rev. January 2010)

Department of the Treasury
Internal Revenue Service (99)

▶ **Attach to the policyholder's tax return - See instructions.**

Attachment
Sequence No. **160**

Name(s) as shown on return <u>LIFE INSURANCE COMPANY OF ALABAMA</u>	Identifying number 63-0321291
Name of policyholder, if different from above	Identifying number, if different from above

Type of business <u>LIFE INSURANCE COMPANY</u>	
1 Enter the number of employees the policyholder had at the end of the tax year	1 61.
2 Enter the number of employees included on line 1 who were insured at the end of the tax year under the policyholder's employer-owned life insurance contract(s) issued after August 17, 2006. See Section 1035 exchanges on page 2 for an exception	2 14.
3 Enter the total amount of employer-owned life insurance in force at the end of the tax year for employees who were insured under the contract(s) specified on line 2	3 12,484,600.
4a Does the policyholder have a valid consent (see instructions) for each employee included on line 2? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	
b If "No," enter the number of employees included on line 2 for whom the policyholder does not have a valid consent	4b

General Instructions

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

Purpose of Form

Use Form 8925 to report the number of employees covered by employer-owned life insurance contracts issued after August 17, 2006, and the total amount of employer-owned life insurance in force on those employees at the end of the tax year. Policyholders must also indicate whether a valid consent has been received from each covered employee, and the number of covered employees for which a valid consent has not been received.

See sections 101(j) and 6039I, and Notice 2009-48, 2009-24 I.R.B. 1085, for more information.

Definitions

Employer-owned life insurance contract. For purposes of Form 8925, an insurance contract is an employer-owned life insurance contract if it is owned by a policyholder as defined below, and covers the life of the policyholder's employee(s) on the date the life insurance contract is issued. If you have master contracts, see section 101(j)(3) for additional information.

Policyholder. For purposes of Form 8925 and these instructions, a policyholder is an "applicable policyholder" as defined in section 101(j)(3)(B). Generally, a policyholder is the person who owns the employer-owned life insurance contract, and who is (a) engaged in a trade or business

that employs the person insured under the employer-owned life insurance contract and (b) the direct or indirect beneficiary of the employer-owned life insurance contract.

Related person. A related person is considered a policyholder if that person is (a) related to the policyholder (defined earlier) under sections 267(b) or 707(b) (1), or (b) engaged in a trade or business under common control with the policyholder. See sections 52(a) and (b).

Employee. Employee includes an officer, director, or highly compensated employee under section 414(q).

Insured. An individual must be a U.S. citizen or resident to be considered insured under an employer-owned life insurance contract. Both individuals covered by a contract covering the joint lives of two individuals are considered insured.

Notice and consent requirements. To qualify as an employer-owned life insurance contract, the policyholder must meet the notice and consent requirements listed below before the issuance of the contract.

1. Provide written notification to the employee stating the policyholder intends to insure the employee's life and the maximum face amount for which the employee could be insured at the time the contract was issued.

The written notification must include a disclosure of the face amount of life insurance, either in dollars or as a multiple of salary, that the policyholder

reasonably expects to purchase with regard to the employee during the course of the employee's tenure. Additional notice and consent are required if the aggregate face amount of the employer-owned life insurance contracts with regard to an employee exceeds the amount of which the employee was given notice and to which the employee consented. See Q&A-9 and Q&A-12 in Notice 2009-48.

2. Provide written notification to the employee that the policyholder will be a beneficiary of any proceeds payable upon the death of the employee.

3. Received written consent from the employee. See *Valid consent* under the instructions for line 4a.

Electronic notification and consent.

The written notification and consent requirement can be met electronically only if the system for electronic notification and consent meets requirements 1 through 3, above. See Q&A-11 in Notice 2009-48 for more information.

Issue date of contract. Generally, the issue date of a life insurance contract is the date on the policy assigned by the insurance company on or after the date of application. For purposes of meeting the notice and consent requirements, the issue date of the employer-owned life insurance contract is the later of (1) the date of application of coverage, (2) the effective date of coverage, or (3) the formal issuance of the contract. See Q&A-4 in Notice 2009-48 for more information.

**Regulation Section 1.263(a)-1(f) - De Minimis
Safe Harbor Election**

Taxpayer Name: LIFE INSURANCE COMPANY OF ALABAMA

Taxpayer Address: P.O. BOX 349 GADSDEN AL 35902

Taxpayer ID Number: 63-0321291

Year-End: 12/31/2015

Under IRC Regulation Section 1.263(a)-1(f), the taxpayer hereby elects to apply the de minimis safe harbor election.

LIFE INSURANCE COMPANY OF ALABAMA
12/31/15
FEIN: 63-03211291

<u>ST/LT</u>	<u>Date</u> <u>Acquired</u>	<u>Date</u> <u>Sold</u>	<u>Description</u>	<u>Sale</u> <u>Price</u>	<u>Cost/Carrying</u> <u>Value</u>	<u>Gain/</u> <u>(Loss)</u>
ST	10/22/2014	02/17/2015	ARKANSAS TECH UNIV Co:1 Lot:1	492,140.00	498,304.72	(6,164.72)
ST	10/21/2014	02/17/2015	ARKANSAS TECH UNIV REV STDNT FEE Co:1 Lot:1	492,140.00	499,995.09	(7,855.09)
ST	8/8/2014	06/11/2015	B T GROUP P L C A D R Co:1 Lot:2	13,867.82	12,553.66	1,314.16
ST	10/3/2014	06/11/2015	B T GROUP P L C A D R Co:1 Lot:3	10,400.87	9,056.37	1,344.50
ST	8/6/2014	02/02/2015	BARRICK GOLD CORP Co:1 Lot:7	10,129.80	14,320.80	(4,191.00)
ST	8/6/2014	07/01/2015	BAXTER INTL INC Co:1 Lot:2	6,673.38	6,673.38	-
ST	4/2/2015	07/01/2015	BAXTER INTL INC Co:1 Lot:3	5,468.35	5,468.35	-
ST	9/24/2014	03/09/2015	BIRMINGHAM AL WTRWKS BRD WTR REV Co:1 Lot:1	182,702.40	186,613.22	(3,910.82)
ST	07/28/2015	10/28/2015	CMS ENERGY CORP Co:1 Lot:2	18,186.36	16713.95	1,472.41
ST	08/31/2015	10/28/2015	CMS ENERGY CORP Co:1 Lot:3	3,637.27	3266.67	370.60
ST	4/11/2014	01/07/2015	CENOVUS ENERGY INC Co:1 Lot:4	3,879.83	5,829.00	(1,949.17)
ST	8/8/2014	01/07/2015	CENOVUS ENERGY INC Co:1 Lot:5	3,879.83	6,119.00	(2,239.17)
ST	8/13/2014	01/07/2015	CENOVUS ENERGY INC Co:1 Lot:6	4,849.80	7,653.38	(2,803.58)
ST	03/30/2015	11/30/2015	CENTURYLINK INC Co:1 Lot:6	21977.75	27334.64	(5,356.89)
ST	08/12/2015	11/30/2015	CENTURYLINK INC Co:1 Lot:7	16123.8	16791	(667.20)
ST	07/01/2015	07/21/2015	CHEMOURS CO Co:1 Lot:1	740.39	812.99	(72.60)
ST	07/01/2015	07/21/2015	CHEMOURS CO Co:1 Lot:2	209.78	250.74	(40.96)
ST	07/01/2015	07/21/2015	CHEMOURS CO Co:1 Lot:3	567.62	753.89	(186.27)
ST	8/6/2014	07/08/2015	CHUBB CORP Co:1 Lot:2	18,768.25	13,540.80	5,227.45
ST	01/30/2015	08/12/2015	COGENT COMMUNICATIONS HLDGS IN Co:1 Lot:1	10,291.69	13,135.82	(2,844.13)
ST	02/02/2015	08/12/2015	COGENT COMMUNICATIONS HLDGS IN Co:1 Lot:2	10,059.79	13,153.25	(3,093.46)
ST	8/8/2014	04/23/2015	COMCAST CORP CLASS A Co:1 Lot:3	13,393.19	12,034.08	1,359.11
ST	10/15/2014	03/09/2015	CONWAY AR HLTH FACS BRD HOSP REV Co:1 Lot:1	206,400.00	208,130.87	(1,730.87)
ST	12/3/2014	10/05/2015	DIAMOND OFFSHORE DRILLING INC Co:1 Lot:1	8,823.68	15146.98	(6,323.30)
ST	12/9/2014	10/05/2015	DIAMOND OFFSHORE DRILLING INC Co:1 Lot:2	8,364.12	14370.72	(6,006.60)
ST	08/28/2015	10/05/2015	DIAMOND OFFSHORE DRILLING INC Co:1 Lot:3	3,676.53	4832.44	(1,155.91)
ST	8/6/2014	04/02/2015	DR PEPPER SNAPPLE GROUP INC Co:1 Lot:4	15,247.64	11,686.35	3,561.29
ST	8/6/2014	07/20/2015	EBAY INC Co:1 Lot:3	7,151.86	7,151.86	-
ST	6/23/2015	12/23/2015	FRANKLIN RES INC Co:1 Lot:1	8,385.25	11511.47	(3,126.22)
ST	4/11/2014	02/19/2015	HALLIBURTON CO Co:1 Lot:4	11,043.29	14,531.25	(3,487.96)
ST	8/8/2014	02/19/2015	HALLIBURTON CO Co:1 Lot:5	4,417.32	6,817.43	(2,400.11)
ST	8/8/2014	07/27/2015	HESS CORP Co:1 Lot:6	11,530.59	19,897.00	(8,366.41)
ST	10/3/2014	07/27/2015	HESS CORP Co:1 Lot:7	2,882.65	4,547.66	(1,665.01)
ST	8/8/2014	07/27/2015	HOMEWOOD AL EDUCNTL 5.000% 12/01/ Co:1 Lot:1	635,912.20	648,263.42	(12,351.22)
ST	01/06/2015	01/16/2015	INDIVIOR PLC A D R Co:1 Lot:1	512.47	500.86	11.61
ST	8/1/2014	05/20/2015	JACKSON CNTY AL 5.000% 2/01/ Co:1 Lot:1	208,020.00	211,846.92	(3,826.92)
ST	02/02/2015	11/18/2015	KINDER MORGAN INC DEL Co:1 Lot:1	11906.53	20624	(8,717.47)
ST	8/12/2014	05/28/2015	LITTLE LAKE CITY CA CITY SCH DIST Co:1 Lot:1	1,166,030.00	1,145,434.77	20,595.23
ST	8/6/2014	07/21/2015	MERCK AND CO INC Co:1 Lot:2	12,042.30	11,494.31	547.99
ST	4/11/2014	02/19/2015	NRG ENERGY INC Co:1 Lot:4	3,786.42	4,830.75	(1,044.33)
ST	8/13/2014	02/19/2015	NRG ENERGY INC Co:1 Lot:5	7,572.85	8,791.50	(1,218.65)
ST	11/11/2014	02/19/2015	NRG ENERGY INC Co:1 Lot:6	13,883.56	18,158.25	(4,274.69)
ST	8/6/2014	01/27/2015	NEWMONT MINING CORP Co:1 Lot:5	7,942.83	8,326.40	(383.57)
ST	5/13/2014	02/02/2015	NOBLE ENERGY INC Co:1 Lot:1	6,104.91	8,878.74	(2,773.83)
ST	8/8/2014	04/17/2015	NOBLE ENERGY INC Co:1 Lot:2	12,846.77	17,566.30	(4,719.53)
ST	2/20/2015	10/20/2015	PATTERN ENERGY GROUP INC Co:1 Lot:1	11,559.93	14137.4	(2,577.47)
ST	07/20/2015	07/22/2015	PAYPAL HLDGS INC Co:1 Lot:1	15,556.63	12,546.33	3,010.30
ST	07/20/2015	08/07/2015	PAYPAL HLDGS INC Co:1 Lot:2	8,574.38	7,151.86	1,422.52
ST	8/19/2014	08/12/2015	PINNACLE WEST CAP CORP Co:1 Lot:6	6,355.58	5,492.45	863.13
ST	8/8/2014	05/12/2015	PIONEER NATURAL RESOURCES COMPANY Co:1 Lot:2	7,653.76	10,494.10	(2,840.34)
ST	4/11/2014	02/20/2015	PORTLAND GENERAL ELECTRIC COMPANY Co:1 Lot:1	12,768.81	11,305.07	1,463.74
ST	10/3/2014	02/20/2015	PORTLAND GENERAL ELECTRIC COMPANY Co:1 Lot:2	10,944.70	9,791.22	1,153.48
ST	10/29/2014	06/23/2015	T ROWE PRICE GROUP INC Co:1 Lot:1	34,315.03	34,794.13	(479.10)
ST	7/28/2014	01/06/2015	RECKITT BENCKISER SPON A D R Co:1 Lot:1	500.86	500.86	-
ST	10/21/2014	08/28/2015	SOUTHWESTERN ENERGY CO Co:1 Lot:1	16,195.24	26,093.50	(9,898.26)

ST	1/6/2015	12/02/2015	SOUTHWESTERN ENERGY CO Co:1 Lot:2	4738.27	12846.93	(8,108.66)
ST	04/15/2015	12/02/2015	SOUTHWESTERN ENERGY CO Co:1 Lot:3	2771.38	8412.8	(5,641.42)
ST	06/22/2015	12/02/2015	SOUTHWESTERN ENERGY CO Co:1 Lot:4	4487	12278.91	(7,791.91)
ST	1/8/2015	12/01/2015	T MOBILE US INC Co:1 Lot:2	7,171.81	5671.32	1,500.49
ST	06/10/2015	07/27/2015	TALEN ENERGY CORP Co:1 Lot:1	10,243.22	11,044.68	(801.46)
ST	8/8/2014	06/10/2015	TELUS CORP Co:1 Lot:3	8,401.09	8,656.25	(255.16)
ST	02/19/2015	05/26/2015	TIME WARNER CABLE INC Co:1 Lot:1	17,956.23	14,801.14	3,155.09
ST	3/27/2015	05/26/2015	TIME WARNER CABLE INC Co:1 Lot:2	26,934.34	22,178.25	4,756.09
ST	8/8/2014	07/02/2015	LIBERTY GLOBAL PLC Co:1 Lot:3	583.43	583.43	-
ST	07/02/2015	07/16/2015	LIBERTY GLOBAL PLC LILAC SHS CL A Co:1 Lot:1	685.37	583.43	101.94
ST	07/02/2015	07/22/2015	LIBERTY GLOBAL PLC LILAC SHS CL C Co:1 Lot:1	569.29	497.28	72.01
ST	8/6/2014	02/17/2015	MEDTRONIC PLC Co:1 Lot:3	21,161.25	16,898.75	4,262.50
ST	2/17/2015	02/17/2015	MEDTRONIC PLC Co:1 Lot:4	14,240.38	14,235.75	4.63
ST	04/01/2015	08/25/2015	ASML HOLDING NV NY REGISTRY SHS NE Co:1 Lot:2	13,103.21	8,608.08	4,495.13
ST	10/3/2014	01/30/2015	LYONDELLBASELL INDUSTRIES N V ORD Co:1 Lot:4	4,020.41	5,120.82	(1,100.41)
				3,976,063.34	4,068,439.79	(92,376.45)
				Realized Short Term Gain		(92,376)

LIFE INSURANCE COMPANY OF ALABAMA
12/31/15
FEIN: 63-03211291

<u>ST/LT</u>	<u>Date Acquired</u>	<u>Date Sold</u>	<u>Description</u>	<u>Sale Price</u>	<u>Cost/Carrying Value</u>	<u>Gain/ (Loss)</u>
LT	4/18/2008	1/2/2015	AEGIS ALABAMA VENTURE FUND, LP	287,476.87	299,455.07	(11,978.20)
LT	11/15/2012	07/07/2015	AL ST BOE-REF Co:1 Lot:1	1,602,370.00	1,626,301.97	(23,931.97)
LT	5/18/2011	05/06/2015	ALPHABET INC Co:1 Lot:1	58.14	28.95	29.19
LT	1/3/2012	01/07/2015	AMERICAN TOWER REIT Co:1 Lot:1	4,910.52	2,616.92	2,293.60
LT	1/3/2012	01/07/2015	AMERICAN TOWER REIT Co:1 Lot:2	9,821.04	5,339.38	4,481.66
LT	06/17/2011	11/18/2015	AMERICAN WTR WKS CO INC NEW Co:1 Lot:2	11,223.99	5822.58	5,401.41
LT	4/11/2014	06/11/2015	B T GROUP P L C A D R Co:1 Lot:1	10,400.87	9,020.99	1,379.88
LT	5/18/2011	02/02/2015	BARRICK GOLD CORP Co:1 Lot:1	1,818.17	6,394.06	(4,575.89)
LT	3/16/2012	02/02/2015	BARRICK GOLD CORP Co:1 Lot:2	1,493.49	5,040.10	(3,546.61)
LT	8/13/2012	02/02/2015	BARRICK GOLD CORP Co:1 Lot:3	1,493.49	4,026.24	(2,532.75)
LT	4/19/2013	02/02/2015	BARRICK GOLD CORP Co:1 Lot:4	2,792.18	3,981.00	(1,188.82)
LT	5/22/2013	02/02/2015	BARRICK GOLD CORP Co:1 Lot:5	2,272.71	3,408.98	(1,136.27)
LT	11/6/2013	02/02/2015	BARRICK GOLD CORP Co:1 Lot:6	3,506.46	4,956.80	(1,450.34)
LT	2/14/2014	12/02/2015	BAXTER CNTY ARK HOSP REV Co:1 Lot:1	191,235.00	192,771.98	(1,536.98)
LT	2/14/2014	12/02/2015	BAXTER CNTY ARK HOSP REV Co:1 Lot:1	200,600.00	202,329.04	(1,729.04)
LT	5/8/2011	07/01/2015	BAXTER INTL INC Co:1 Lot:1	6,556.86	6,556.86	-
LT	9/6/2011	10/07/2015	BAYER A G Co:1 Lot:1	39,446.86	15976.39	23,470.47
LT	8/6/2014	10/07/2015	BAYER A G Co:1 Lot:2	23,823.86	23939	(115.14)
LT	3/5/2014	12/28/2015	BED BATH & BEYOND INC Co:1 Lot:1	5,825.76	8249.72	(2,423.96)
LT	8/21/2012	03/09/2015	BENTON WA REGL PUB WATER - REV Co:1 Lot:1	365,930.55	350,574.51	15,356.04
LT	10/6/2011	10/06/2015	BIRMINGHAM ALA COML DEV AUTH R Co:1 Lot:1	1,942,233.70	1,796,189.97	146,043.73
LT	4/10/2012	08/05/2015	BIRMINGHAM ALA SPL CARE FACS F Co:1 Lot:1	566,000.00	539,148.73	26,851.27
LT	5/15/2012	03/09/2015	BHAM AL REV WTRWRK & SWR BRD Co:1 Lot:1	102,375.00	101,995.15	379.85
LT	5/30/2012	03/09/2015	BHAM AL REV WTRWRK & SWR BRD Co:1 Lot:2	230,343.75	227,433.00	2,910.75
LT	7/16/2012	03/09/2015	BHAM AL WTRWKS BRD WTR REV Co:1 Lot:1	568,448.20	572,759.95	(4,311.75)
LT	7/19/2012	03/09/2015	BHAM AL WTRWKS BRD WTR REV Co:1 Lot:2	605,636.40	610,203.32	(4,566.92)
LT	8/5/2013	11/15/2015	BIRMINGHAM BAPTIST MED CTR ALA Co:1 Lot:1	790,000.00	759,384.79	30,615.21
LT	6/30/2014	11/15/2015	BIRMINGHAM BAPTIST MED CTR ALA Co:1 Lot:2	550,000.00	550,000.00	-
LT	5/18/2011	06/08/2015	BOEING CO Co:1 Lot:1	11,242.19	6,198.66	5,043.53
LT	3/4/2014	12/11/2015	CHR HANSEN HLDG Co:1 Lot:2	9,802.25	7433.18	2,369.07
LT	5/18/2011	06/15/2015	CVS CAREMARK CORP Co:1 Lot:1	19,986.92	7,492.90	12,494.02
LT	5/17/2011	06/08/2015	CANADIAN NATIONAL RAILWAY CO Co:1 Lot:1	15,860.09	10,049.82	5,810.27
LT	8/12/2011	07/31/2015	CANADIAN PAC RY LTD Co:1 Lot:3	11,426.51	11,426.51	-
LT	10/14/2011	05/06/2015	CARROLLTON GA PAYROLL DEV AUTH Co:1 Lot:1	209,580.00	200,000.00	9,580.00
LT	9/17/2012	10/30/2015	CATERPILLAR INC DEL Co:1 Lot:1	10172.28	12877.69	(2,705.41)
LT	8/6/2014	10/30/2015	CATERPILLAR INC DEL Co:1 Lot:2	6,902.62	9603.55	(2,700.93)
LT	2/2/2012	01/08/2015	CENTRAL LAKE CNTY IL WTR REV Co:1 Lot:1	1,134,000.00	1,130,674.63	3,325.37
LT	5/18/2011	10/05/2015	CHEVRON CORP NEW Co:1 Lot:2	9,257.14	9151.31	105.83
LT	6/10/2014	10/05/2015	CHEVRON CORP NEW Co:1 Lot:3	6,220.43	9376.42	(3,155.99)
LT	8/6/2014	10/05/2015	CHEVRON CORP NEW Co:1 Lot:4	7,879.22	11981.4	(4,102.18)
LT	2/3/2014	02/17/2015	CHOCTAW GAS TAX-REF Co:1 Lot:1	195,191.65	188,935.99	6,255.66
LT	5/8/2011	07/08/2015	CHUBB CORP Co:1 Lot:1	27,244.23	14,735.50	12,508.73
LT	11/1/2011	04/09/2015	COBB CNTY GA KENNESTONE HSP AUTH Co:1 Lot:1	2,141,960.00	1,999,952.48	142,007.52
LT	6/22/2011	02/04/2015	COCA-COLA ENTERPRISES INC NEW Co:1 Lot:1	5,968.82	4,059.72	1,909.10
LT	1/11/2012	02/05/2015	COCA-COLA ENTERPRISES INC NEW Co:1 Lot:2	5,485.30	3,280.59	2,204.71
LT	9/1/2012	02/09/2015	COCA-COLA ENTERPRISES INC NEW Co:1 Lot:3	5,108.20	3,665.72	1,442.48
LT	5/20/2011	03/30/2015	COMCAST CORP CLASS A Co:1 Lot:1	15,932.72	6,921.42	9,011.30
LT	11/25/2011	04/23/2015	COMCAST CORP CLASS A Co:1 Lot:2	17,072.31	6,381.97	10,690.34
LT	5/18/2011	08/28/2015	CONOCOPHILLIPS Co:1 Lot:2	11,670.07	11,141.81	528.26
LT	5/3/2012	08/28/2015	CONOCOPHILLIPS Co:1 Lot:3	4,007.60	4,653.37	(645.77)
LT	8/6/2014	08/28/2015	CONOCOPHILLIPS Co:1 Lot:4	5,893.53	10,115.00	(4,221.47)
LT	1/29/2014	09/09/2015	COURTLAND ALA INDL DEV BRD REV Co:1 Lot:1	1,136,500.00	1,096,930.06	39,569.94
LT	8/11/2011	12/15/2015	CREE INC Co:1 Lot:1	11,180.41	16161.12	(4,980.71)
LT	9/10/2013	12/15/2015	CREE INC Co:1 Lot:2	1,524.60	3598	(2,073.40)

LT	8/6/2014	12/15/2015	CREE INC Co:1 Lot:3	7,368.91	14154.9	(6,785.99)
LT	6/4/2012	02/03/2015	DEKALB NEWTON GWINNETT CNTY GA DEV Co:1 Lot:1	822,701.95	805,000.00	17,701.95
LT	5/18/2011	02/20/2015	DR PEPPER SNAPPLE GROUP INC Co:1 Lot:1	13,692.17	7,261.61	6,430.56
LT	12/29/2011	02/20/2015	DR PEPPER SNAPPLE GROUP INC Co:1 Lot:2	8,571.13	4,398.32	4,172.81
LT	9/12/2013	04/02/2015	DR PEPPER SNAPPLE GROUP INC Co:1 Lot:3	14,851.21	8,444.22	6,406.99
LT	5/18/2011	08/18/2015	DU PONT E I DE NEMOURS & CO Co:1 Lot:1	17,048.69	15,987.97	1,060.72
LT	9/10/2013	08/18/2015	DU PONT E I DE NEMOURS & CO Co:1 Lot:2	4,850.85	4,931.05	(80.20)
LT	8/6/2014	08/18/2015	DU PONT E I DE NEMOURS & CO Co:1 Lot:3	13,201.26	14,825.78	(1,624.52)
LT	4/12/2012	04/22/2015	E AL HLTHCARE AUTH FACS REV SER A Co:1 Lot:1	182,253.60	181,589.33	664.27
LT	5/13/2014	07/20/2015	EBAY INC Co:1 Lot:2	12,546.33	12,546.33	-
LT	8/8/2014	10/23/2015	ENERGEN CORP Co:1 Lot:2	17,341.72	23510.19	(6,168.47)
LT	2/29/2012	04/07/2015	ENTERPRISE CA ELEM SCH DIST Co:1 Lot:1	915,448.80	890,303.78	25,145.02
LT	1/2/2013	11/18/2015	EVERSOURCE ENERGY Co:1 Lot:1	14,909.75	11893.22	3,016.53
LT	5/24/2013	11/18/2015	EVERSOURCE ENERGY Co:1 Lot:2	2,484.95	2134.68	350.27
LT	8/8/2014	11/18/2015	EVERSOURCE ENERGY Co:1 Lot:3	14,909.75	12980.85	1,928.90
LT	10/3/2014	11/18/2015	EVERSOURCE ENERGY Co:1 Lot:4	4,969.93	4562.5	407.43
LT	6/21/2013	11/09/2015	EXPRESS SCRIPTS HLDG CO Co:1 Lot:1	8,799.08	6197.9	2,601.18
LT	5/20/2011	12/02/2015	EXXON MOBIL CORP Co:1 Lot:2	404.50	405.24	(0.74)
LT	5/18/2011	12/02/2015	EXXON MOBIL CORP Co:1 Lot:3	2,831.53	3138.67	(307.14)
LT	8/13/2013	12/02/2015	EXXON MOBIL CORP Co:1 Lot:4	11,326.10	14066.81	(2,740.71)
LT	11/20/2013	04/29/2015	FLORENCE CITY BOE Co:1 Lot:1	1,056,960.00	1,030,088.93	26,871.07
LT	4/25/2012	03/09/2015	FL ST BD GOVNRS FL INTL UNIV DORM Co:1 Lot:1	1,623,167.40	1,618,590.03	4,577.37
LT	4/24/2012	06/03/2015	FRANKLIN PARK IL AGM B/Q COOK CNTY Co:1 Lot:1	591,395.00	571,244.79	20,150.21
LT	2/28/2012	06/03/2015	FRUITVALE CA SCH DIST GO Co:1 Lot:1	752,100.00	734,302.31	17,797.69
LT	12/5/2011	04/22/2015	FULTON CNTY GA DEV AUTH REV TUFF Co:1 Lot:1	354,909.00	340,000.00	14,909.00
LT	2/7/2012	02/04/2015	GADSDEN AL SCH STS SER A GO Co:1 Lot:1	368,781.40	364,997.03	3,784.37
LT	6/14/2012	12/02/2015	GEORGIA ST HIGHER ED FACS AUTH Co:1 Lot:1	228,501.20	217,659.25	10,841.95
LT	8/13/2010	12/07/2015	GOODYEAR TIRE & RUBR CO Co:1 Lot:1	208,250.00	203,383.60	4,866.40
LT	5/17/2012	02/17/2015	GUNTERSVILLE AL WTS Co:1 Lot:1	116,233.95	114,999.00	1,234.95
LT	9/14/2011	05/12/2015	HARRIS CNTY TX MET TRAN AUTH SALES Co:1 Lot:1	1,646,700.00	1,589,255.57	57,444.43
LT	1/8/2014	07/27/2015	HESS CORP Co:1 Lot:4	10,089.26	14,244.65	(4,155.39)
LT	4/11/2014	07/27/2015	HESS CORP Co:1 Lot:5	5,765.29	8,406.50	(2,641.21)
LT	2/27/2012	12/02/2015	HUNTSVILLE ALA HEALTH CARE AUT Co:1 Lot:1	143,250.00	130,087.70	13,162.30
LT	3/15/2012	12/02/2015	INDEPENDENCE CNTY ARK PUB HEAL Co:1 Lot:1	113,985.90	112,702.74	1,283.16
LT	01/16/2013	11/06/2015	INDUSTRIA DE DISENO TEXTIL INDITEX Co:1 Lot:1	9,189.29	7580.51	1,608.78
LT	08/12/2013	11/06/2015	INDUSTRIA DE DISENO TEXTIL INDITEX Co:1 Lot:2	439.29	345.3	93.99
LT	6/26/2014	08/05/2015	INFIRMARY HEALTH SYS SPL CARE Co:1 Lot:1	1,089,050.00	1,078,400.16	10,649.84
LT	7/8/2014	08/05/2015	INFIRMARY HEALTH SYS SPL CARE Co:1 Lot:2	544,525.00	538,143.63	6,381.37
LT	10/2/2013	05/27/2015	INTER-AMERICAN DEVEL BK Co:1 Lot:1	756,250.00	721,851.12	34,398.88
LT	5/6/2014	06/25/2015	JASPER AL WARRANTS 5.000% 3/01/ Co:1 Lot:1	525,573.25	537,726.33	(12,153.08)
LT	12/1/2011	02/17/2015	JEFFERSON CNTY AR HOSP REV REGL Co:1 Lot:1	925,933.75	876,383.71	49,550.04
LT	5/17/2011	02/27/2015	LVHM MOET HENNESSY LOUIS VUITTON Co:1 Lot:1	141.07	141.07	-
LT	6/7/2012	07/20/2015	LA LOC GOVT ENVML FACS & COMNTY DE Co:1 Lot:1	335,058.00	326,113.67	8,944.33
LT	8/2/2012	07/20/2015	LA LOC GOVT ENVML FACS - REV Co:1 Lot:1	336,507.00	330,066.86	6,440.14
LT	6/25/2014	07/21/2015	MERCK AND CO INC Co:1 Lot:1	21,441.16	21,501.82	(60.66)
LT	5/18/2011	10/26/2015	MICROSOFT CORP Co:1 Lot:1	13,911.55	7083.63	6,827.92
LT	8/6/2014	10/26/2015	MICROSOFT CORP Co:1 Lot:3	2,674.07	2155.01	519.06
LT	5/18/2011	09/17/2015	MOLSON COORS BREWING CO Co:1 Lot:1	29,989.03	17,578.63	12,410.40
LT	8/6/2014	09/17/2015	MOLSON COORS BREWING CO Co:1 Lot:2	14,497.99	12,542.25	1,955.74
LT	7/12/2012	03/09/2015	MONTEVALLO AL AMERN PUB BLDG REV Co:1 Lot:1	460,004.60	459,978.45	26.15
LT	3/19/2013	03/09/2015	MONTGOMERY AL MED CLINIC Co:1 Lot:1	504,040.00	508,343.92	(4,303.92)
LT	5/18/2011	01/27/2015	NEWMONT MINING CORP Co:1 Lot:1	1,737.49	3,791.62	(2,054.13)
LT	2/28/2013	01/27/2015	NEWMONT MINING CORP Co:1 Lot:2	3,226.78	5,286.29	(2,059.51)
LT	4/19/2013	01/27/2015	NEWMONT MINING CORP Co:1 Lot:3	3,102.67	4,168.76	(1,066.09)
LT	6/25/2013	01/27/2015	NEWMONT MINING CORP Co:1 Lot:4	2,978.56	3,484.60	(506.04)
LT	1/8/2014	08/17/2015	OCCIDENTAL PETROLEUM CORP Co:1 Lot:5	14,618.59	18,252.17	(3,633.58)
LT	5/10/2012	02/17/2015	ORANGE BCH AL WTR SWR & FIRE PROTN Co:1 Lot:1	486,130.05	484,995.88	1,134.17
LT	5/15/2014	12/02/2015	PELL CITY ALA SPL CARE FACS FI Co:1 Lot:1	108,960.00	107,756.50	1,203.50
LT	6/28/2012	08/05/2015	PELL CITY ALA SPL CARE FACS FI Co:1 Lot:1	1,282,848.00	1,259,516.40	23,331.60
LT	6/24/2013	11/04/2015	PHENIX CITY ALA Co:1 Lot:1	503,090.50	493,549.24	9,541.26
LT	2/3/2014	02/17/2015	PICKENS BLDG WTS-HUMA Co:1 Lot:1	167,849.55	169,695.37	(1,845.82)

LT	8/8/2014	08/12/2015	PINNACLE WEST CAP CORP Co:1 Lot:5	19,066.75	16,045.14	3,021.61
LT	1/8/2014	05/12/2015	PIONEER NATURAL RESOURCES COMPANY Co:1 Lot:1	11,480.63	13,179.24	(1,698.61)
LT	1/14/2009	02/02/2015	PROTECTIVE LIFE CORPORATION Co:1 Lot:2	786,030.00	136,376.20	649,653.80
LT	10/5/2011	01/08/2015	RICHLAND CNTY SC SCH DIST 2 SER B Co:1 Lot:1	1,059,190.00	993,445.43	65,744.57
LT	5/12/2014	09/09/2015	SAVANNAH GA HOSP AUTH REV Co:1 Lot:1	1,137,580.00	1,139,172.75	(1,592.75)
LT	5/19/2011	11/18/2015	SCANA CORP NEW Co:1 Lot:1	19,009.22	13602.22	5,407.00
LT	1/2/2013	11/18/2015	SCANA CORP NEW Co:1 Lot:2	2,924.50	2333.45	591.05
LT	2/24/14	11/18/2015	SCANA CORP NEW Co:1 Lot:3	13,160.23	11129	2,031.23
LT	8/25/2014	11/04/2015	SCOTTSBORO ALA WTRWKS SWR & GA Co:1 Lot:1	556,405.00	560,563.95	(4,158.95)
LT	10/9/2014	12/02/2015	SELMA ALA Co:1 Lot:1	107,809.00	108,996.18	(1,187.18)
LT	5/17/2011	11/13/2015	SGS SA ADR Co:1 Lot:1	1,760.60	1812.19	(51.59)
LT	10/13/2011	06/10/2015	SHELBY CNTY AL BOE CAP OUTLAY SCH Co:1 Lot:1	1,075,290.00	1,037,183.21	38,106.79
LT	10/12/2011	04/09/2015	SHELBY CNTY AL BOE CAP OUTLAY SCH Co:1 Lot:1	672,812.80	639,967.77	32,845.03
LT	7/21/2011	08/17/2015	SOUTH JERSEY INDS INC Co:1 Lot:5	5,134.94	5,351.00	(216.06)
LT	1/2/2013	08/17/2015	SOUTH JERSEY INDS INC Co:1 Lot:6	2,567.47	2,556.94	10.53
LT	10/4/2011	08/05/2015	SUMTER CNTY ALA Co:1 Lot:1	379,443.05	373,143.34	6,299.71
LT	11/8/2013	02/04/2015	SUN ART RETAIL GRP LTD ADR Co:1 Lot:1	8,816.63	15,811.79	(6,995.16)
LT	11/2/2012	10/13/2015	SVENSKA CELLULOSA AKTIEBOLAGET SCA Co:1 Lot:1	10,031.82	7120.64	2,911.18
LT	2/22/2013	10/14/2015	SVENSKA CELLULOSA AKTIEBOLAGET SCA Co:1 Lot:2	4,967.77	4524.87	442.90
LT	8/8/2014	12/01/2015	T MOBILE US INC Co:1 Lot:1	14,343.61	11927.96	2,415.65
LT	5/17/2011	10/30/2015	TAIWAN SEMICONDUCTOR MFG LTD Co:1 Lot:1	2,488.47	1513.66	974.81
LT	11/7/2012	04/16/2015	TENCENT HOLDINGS LTD ADR Co:1 Lot:1	4,051.50	1,431.86	2,619.64
LT	8/11/2011	01/07/2015	UNION PACIFIC GROUP Co:1 Lot:2	11,236.94	4,614.17	6,622.77
LT	7/23/2010	10/11/2015	US WEST COMMUNICATIONS INC Co:1 Lot:1	46,359.31	45,897.83	461.48
LT	4/16/2013	05/20/2015	UAB HOSP REV-AMBAC Co:1 Lot:1	102,009.00	102,805.51	(796.51)
LT	4/16/2013	05/20/2015	UAB HOSP REV-AMBAC Co:1 Lot:2	20,401.80	20,561.10	(159.30)
LT	5/24/2012	12/02/2015	UNIVERSITY ALA AT BIRMINGHAM H Co:1 Lot:1	207,378.00	207,239.76	138.24
LT	5/18/2011	06/29/2015	WAL-MART Co:1 Lot:2	3,939.02	3,036.35	902.67
LT	9/25/2014	12/02/2015	WARREN CNTY MISS GULF OPPORTUN Co:1 Lot:1	276,250.00	274,561.66	1,688.34
LT	12/14/2012	04/07/2015	W CHICAGO PK DIST Co:1 Lot:1	521,300.00	525,247.11	(3,947.11)
LT	1/21/2014	06/23/2015	WILLIAMS COMPANIES INC Co:1 Lot:1	920,000.00	910,171.51	9,828.49
LT	8/29/2011	01/08/2015	WISCONSIN ST SER B Co:1 Lot:1	2,229,500.00	2,049,569.70	179,930.30
LT	5/17/2011	11/18/2015	LAZARD LTD Co:1 Lot:1	5,267.38	4591.35	676.03
LT	5/7/2014	07/02/2015	LIBERTY GLOBAL PLC Co:1 Lot:2	497.28	497.28	-
LT	5/18/2011	02/17/2015	MEDTRONIC PLC Co:1 Lot:2	36,936.00	20,574.07	16,361.93
LT	12/19/2013	04/24/2015	PERRIGO COMPANY PLC Co:1 Lot:1	22,021.15	14,525.82	7,495.33
LT	5/17/2011	11/13/2015	ACE LTD Co:1 Lot:1	1,899.39	1156.29	743.10
LT	9/11/2012	04/01/2015	ASML HOLDING NV Co:1 Lot:1	8,608.08	8,608.08	-
LT	2/25/2013	08/20/2015	ASML HOLDING NV NY REGISTRY SHS NE Co:1 Lot:1	4,655.89	3,698.33	957.56
LT	8/1/2013	01/30/2015	LYONDELLBASELL INDUSTRIES N V ORD Co:1 Lot:2	8,040.82	6,856.29	1,184.53
LT	1/8/2014	01/30/2015	LYONDELLBASELL INDUSTRIES N V ORD Co:1 Lot:3	2,010.20	1,987.17	23.03
				40,942,205.06	39,118,820.79	1,823,384.27
					Realized Long Term Gains	1,823,384

LIFE INSURANCE COMPANY OF ALABAMA
12/31/2015
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>
Roof	3/24/1971	12/21/2015	-	1,200.00	1,200.00	-
Roof	3/24/1971	12/21/2015	-	1,250.00	1,250.00	-
Roof Improvements	10/28/1991	12/21/2015	-	2,860.33	2,860.33	-
Roof Improvements	10/28/1991	12/21/2015	-	2,860.33	2,860.33	-
New Roof	10/28/1991	12/21/2015	-	6,292.75	6,292.75	-
Roof-Old Kress Building	6/21/1999	12/21/2015	-	18,080.00	18,080.00	-
New Roof-Bldg 312	1/9/2006	12/21/2015	-	9,453.30	14,180.00	(4,726.70)
Roof Improvements - Print shop	4/4/2006	12/21/2015	-	3,380.03	5,200.00	(1,819.97)
Roof - Hallway - Print Shop	10/25/2007	12/21/2015	-	2,541.00	4,620.00	(2,079.00)
Roof Improvement - Print Shop	1/28/2008	12/21/2015	-	1,706.64	3,200.00	(1,493.36)
Roof-Bldg 314	8/5/2009	12/21/2015	-	2,416.96	5,650.00	(3,233.04)
Roof-Bldg 312	8/14/2009	12/21/2015	-	2,138.87	5,000.00	(2,861.13)
Roof-Bldg 316	8/14/2009	12/21/2015	-	2,138.87	5,000.00	(2,861.13)
Dual Core 3.0 GHz, 250 GB HDD Computer	4/19/2006	9/30/2015	-	1,043.51	1,043.51	-
Sony 50" Plasma TV	5/27/2008	9/30/2015	-	3,018.97	3,018.97	-
Clarence Computer	12/7/2011	9/30/2015	-	1,591.35	1,591.35	-
HW Co-Terminus Servicesuite	1/1/2012	9/30/2015	-	2,800.00	2,800.00	-
				64,772.91	83,847.24	(19,074.33)

Form 4562 (2015) Part I Line 6 - Section 179

Description	Acquired	Cost	Sec 179
Cisco Switch - Inspro	01/19/15	3,266	3,266
Lenovo Server S/N MJ01P45X - New Web Server	01/28/15	6,540	6,540
Lenovo Server S/N MJ01P45Y - Replace Server	01/28/15	6,540	6,540
Lenovo Thinkserver S/N 1S70AH001SUXMJ01JP3L	02/03/15	7,626	7,626
Lenovo DNS Server	03/06/15	3,593	3,593
Office Furniture - desk - Ken Lewis	03/22/15	2,316	2,316
Desk for Cashier	04/30/15	1,079	1,079
Lenova Yoga Laptop - IT Dept	05/13/15	1,417	1,417
Lenovo Yoga 15 s5 S/N MP08KY0Y - Ray	08/10/15	1,304	1,304
Lenovo Yoga 3 S/N PF0AJ1EW - Agency	08/10/15	1,308	1,308
EMC Backup Hardware Solution - Backup Sys - InsPro	09/15/15	21,796	21,796
Split-Phaser Mod 9170+ - UPS Module for AS400	09/16/15	1,522	1,522
Backup Server - processor upgrade intel Xeon	09/21/15	2,627	2,627
Lenova Yoga 3 Pro S/N PF082T37 - IS Dept	10/26/15	1,199	1,199
Sound, light, video system	10/28/15	14,654	14,654
iPad Pro Wi Fi + Cellular 128GB - Clarence	11/23/15	1,282	1,282
Ice maker	12/03/15	4,968	4,968
Intel 17 Processor - Call Center	12/09/15	1,493	1,493
Office furniture - desk/chair - Alie/agency	12/31/15	1,032	1,032
Rounding Difference			-3
			85,559

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PAGE 1, LINE 7: OTHER INCOME

DETAIL OF WRITE-INS FOR MISCELLANEOUS INCOME:

MISCELLANEOUS INCOME

16,559.

TOTAL OTHER INCOME

16,559.
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PAGE 1, LINE 18: OTHER DEDUCTIONS

OTHER DEDUCTIONS FROM SCHEDULE G, LINE 11

14,243,770.

TOTAL OTHER DEDUCTIONS

14,243,770.
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SCHEDULE B, LINE 1:

INTEREST (EXCLUDING TAX EXEMPT INTEREST)

U.S. GOVERNMENT BONDS	34,012.
TAX EXEMPT INTEREST	763,821.
OTHER BONDS (UNAFFILIATED)	4,189,167.
CONTRACT LOANS	242,243.
OTHER INVESTED ASSETS	81,811.
AGGREGATE WRITE-INS FOR INVESTMENT INCOME	1,157.
OTHER INTEREST TAX ADJUSTMENTS	-59,339.

SUBTOTAL: GROSS INTEREST INCOME INCLUDING TAX EXEMPT	5,252,872.
LESS: TAX EXEMPT INTEREST	763,821.

SUBTOTAL	4,489,051.
	=====

ADJUSTMENT FOR ACCRUAL OF MARKET DISCOUNT DETAIL

TOTAL FROM NAIC EXHIBIT 2	60,924.

SUBTOTAL	60,924.

OTHER INTEREST TAX ADJUSTMENTS DETAIL

CHANGE UNEARNED INTEREST	-59,339.

SUBTOTAL	-59,339.

TAX EXEMPT INTEREST DETAIL

TAX EXEMPT INTEREST COLLECTED DURING THE YEAR	763,821.

SUBTOTAL	763,821.

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SCHEDULE B, LINE 7:

INCOME FROM TRADE OR BUSINESS OTHER THAN INSURANCE

ORDINARY INCOME FROM 4797

19,074.

19,074.

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1120-L, PAGE 3 DETAIL

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

	57,152,016.	58,784,868.
	-----	-----
	57,152,016.	58,784,868.
	=====	=====

SCHEDULE F, LINE 2: UNEARNED PREMIUMS AND UNPAID LOSSES		

	949,703.	762,097.
	-----	-----
	949,703.	762,097.
	=====	=====

SCHEDULE F, LINE 3: SUPPLEMENTARY CONTRACTS		

	226,522.	237,057.
	-----	-----
	226,522.	237,057.
	=====	=====

SCHEDULE F, LINE 4: DIVIDEND ACCUMULATIONS AND OTHER AMOUNTS		

	1,098,604.	1,110,269.
	-----	-----
	1,098,604.	1,110,269.
	=====	=====

SCHEDULE F, LINE 5: ADVANCE PREMIUMS		

	331,611.	349,603.
	-----	-----
	331,611.	349,603.
	=====	=====

	REQ. INTEREST

SCHEDULE F, LINE 10A REQUIRED INTEREST ON RESERVES	

SECTION 807(C)(1) SUMMARY	2,948,311.
SECTION 807(C)(3) SUMMARY	12,748.

1120-L, PAGE 3 DETAIL

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SECTION 807(C)(4) SUMMARY
SECTION 807(C)(5) SUMMARY

55,222.
NONE

3,016,281.
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SCHEDULE F, LINE 28: NET INVESTMENT INCOME

GROSS INVESTMENT INCOME (LINE 9)	5,363,825.
APPLICABLE PERCENTAGE	90.00

NET INVESTMENT INCOME	4,827,443.
	=====

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	40,129,011.	41,530,306.	1,401,295.	
B RESERVES FOR A & H POLICIES	22,702,626.	22,880,174.	177,548.	
C LESS:				
UNEARNED PREMIUMS AND UNPAID LOSS RES. ON				
A & H POLICY & CONTRACTS - NET OF REINS. CEDED	21,758,006.	22,122,114.	364,108.	
RECLASS OF NAIC EXHIBIT 6 CLAIM RESERVE	944,620.	758,060.	-186,560.	
E SUBTOTAL OF SCHEDULE F, LINE 1 RESERVE	40,129,011.	41,530,306.	1,401,295.	
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	21,758,006.	22,122,114.	364,108.	
C RECLASS OF NAIC EXHIBIT 6 CLAIM RESERVE	944,620.	758,060.	-186,560.	
F SUBTOTAL OF SCHEDULE F, LINE 2 RESERVE	22,702,626.	22,880,174.	177,548.	
3 SECTION 807(C)(3), SCHEDULE F, LINE 3:				
A SUPPLEMENTARY CONTRACTS	1,325,127.	1,347,326.	22,199.	
D SUBTOTAL OF SCHEDULE F, LINE 3	1,325,127.	1,347,326.	22,199.	
5 SECTION 807(C)(5), SCHEDULE F, LINE 5:				
A ADVANCE PREMIUMS AND PREMIUM DEPOSIT FUNDS	331,611.	349,603.	17,992.	-17,992.
C SUBTOTAL OF SCHEDULE F, LINE 5	331,611.	349,603.	17,992.	
7 TOTAL OF SCHEDULE F SUBTOTALS	64,488,375.	66,107,409.	1,619,034.	
8 AMOUNTS REPORTED ON SCHEDULE F, LINE 7	59,758,456.	61,243,894.	1,485,438.	
9 ANNUAL STATEMENT TO TAX DIFFERENCES	4,729,919.	4,863,515.	133,596.	

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SCH G, LINE 9: GENERAL DEDUCTIONS

GENERAL EXPENSES:

RENT	168,104.
SALARIES AND WAGES	4,551,507.
CONTRIBUTIONS FOR BENEFIT PLANS FOR EMPLOYEES	775,098.
OTHER AGENT WELFARE	112,605.
LEGAL FEES AND EXPENSES	69,541.
MEDICAL EXAMINATION FEES	122,992.
INSPECTION REPORT FEES	17,255.
FEES FOR PUBLIC ACCOUNTANTS AND CONSULTING ACTUARIES	389,342.
EXPENSE OF INVESTIGATION AND SETTLEMENT OF POLICY CLAIMS	-107,020.
TRAVELING EXPENSES	231,623.
ADVERTISING	42,909.
POSTAGE, EXPRESS, TELEGRAPH AND TELEPHONE	209,387.
PRINTING AND STATIONERY	33,387.
COST OR DEPRECIATION OF FURNITURE AND EQUIPMENT	951,412.
RENTAL OF EQUIPMENT	109,812.
BOOKS AND PERIODICALS	3,559.
BUREAU AND ASSOCIATION FEES	29,755.
INSURANCE, EXCEPT ON REAL ESTATE	135,120.
MISCELLANEOUS LOSSES	1,637.
COLLECTION AND BANK SERVICE CHARGES	78,809.
SUNDRY GENERAL EXPENSES	315,939.
GROUP SERVICE AND ADMINISTRATIVE FEES	11,939.
AGENTS' BALANCES CHARGED OFF	41,576.
AGENCY CONFERENCES OTHER THAN LOCAL MEETINGS	437,573.
REAL ESTATE EXPENSES	132,408.
WRITE-INS FOR GENERAL EXPENSES	177,723.

SUNDRY GENERAL EXPENSES DETAIL

SUBTOTAL	315,939.
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INVESTMENT EXPENSES NOT INCLUDED ELSEWHERE

SUBTOTAL	108,847.
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TOTAL - GENERAL EXPENSES	9,152,839.
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SCH G, LINE 9: GENERAL DEDUCTIONS (CONT'D)

TAXES, LICENSES AND FEES:

REAL ESTATE TAXES	17,177.
STATE INSURANCE DEPT. LICENSES AND FEES	41,115.
STATE TAXES ON PREMIUMS	611,978.
OTHER STATE TAXES	92,447.
U.S. SOCIAL SECURITY TAXES	252,037.
ALL OTHER TAXES	34,248.

TOTAL - TAXES LICENSES AND FEES 1,049,002.

ALL OTHER EXPENSES:

COMMISSIONS ON PREMIUMS AND ANNUITY CONSIDERATIONS	6,839,254.
DEPREC. ON REAL ESTATE & OTHER INVESTED ASSETS	53,967.

TOTAL - ALL OTHER EXPENSES 6,893,221.

ADDITIONAL ITEMS AND ADJUSTMENTS:

HOME OFFICE RENTAL EXPENSE	-95,576.
NET ORDINARY LOSS FROM FORM 4797, PART II	19,074.
LESS: MEALS AND ENTERTAINMENT DISALLOWED	46,182.
OTHER ADDITIONAL DEDUCTIONS RECLASSIFIED ITEMS	186,690.
OTHER ADDITIONAL DEDUCTIONS TAX ADJUSTMENTS	-110,885.

TOTAL ADDITIONAL ITEMS AND ADJUSTMENTS -46,879.

GRAND TOTAL - OTHER DEDUCTIONS 17,048,183.

DEPRECIATION DETAIL

COST OR DEPRECIATION OF FURNITURE AND EQUIPMENT	38,046.
COST OR DEPRECIATION OF EDP EQUIPMENT AND SOFTWARE	925,698.
STATUTORY GAIN OR LOSS ON SALE OF SECTION 1245 1250, ETC. PROPERTY INCLUDED IN THE LINE ABOVE	

NAIC AMOUNT	963,744.
ELIMINATION OF DEPR. FROM NAIC ANNUAL STMT.	-146,963.
ALLOWABLE TAX DEPRECIATION FROM FORM 4562	134,631.

951,412.

SUBTOTAL

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	75,659.
SUMMARY OF REMAINING WRITE-INS FROM OVERFLOW PAGE	102,064.
SUBTOTAL	177,723.

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

DEPRECIATION - AUTO	3,647.
RETIREMENT BENEFIT	98,417.
SUBTOTAL	102,064.

OTHER ADDITIONAL DEDUCTIONS RECLASSIFIED ITEMS DETAIL

NET AMORTIZATION TAX EXEMPT BONDS	186,690.
SUBTOTAL	186,690.

OTHER ADDITIONAL DEDUCTIONS TAX ADJUSTMENTS DETAIL

NONDEDUCTIBLE PENALTIES	-25.
NONDEDUCTIBLE DUES	-29,755.
NONDEDUCTIBLE OFFICER LIFE INSURANCE	-75,334.
NONDEDUCTIBLE CONTRIBUTIONS	-5,771.
SUBTOTAL	-110,885.

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
2014 / 120					
2014 / 60	2,597,286.		2,597,286.	577,175.	2,020,111.
2013 / 120					
2013 / 60	1,998,552.		1,998,552.	571,015.	1,427,537.
2012 / 120					
2012 / 60	1,465,591.		1,465,591.	586,236.	879,355.
2011 / 120					
2011 / 60					
2010 / 120					
2010 / 60					
2009 / 120					
2008 / 120					
2007 / 120					
2006 / 120					
2005 / 120					
	6,061,429.		6,061,429.	2,652,881.	4,327,003.

1120-L, PAGE 7 DETAIL

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

BONDS	93,914,673.	98,696,373.			98,696,373.
CASH	689,877.	411,448.			411,448.
CONTRACT LOANS	3,400,332.	3,485,737.			3,485,737.
OTHER INVESTED ASSETS	1,284,455.	985,000.			985,000.
RECEIVABLE FOR SECURITIES	78,080.				
INVESTMENT INCOME DUE AND ACCRUED	1,335,936.	1,264,272.			1,264,272.
UNCOLLECTED PREMIUMS AND AGENT BALANCES	496,015.	409,352.			409,352.
LIFE INSURANCE PREMIUMS & ANNUITY CONSIDERATIONS					
DEFERRED AND UNCOLLECTED ON IN FORCE BUSINESS	2,352,476.	2,571,686.			2,571,686.
AMOUNTS RECOVERABLE FROM REINSURERS		62,208.			62,208.
OTHER AMOUNTS RECEIVABLE UNDER REINSURANCE CONTRACTS		9,701.			9,701.
FEDERAL AND FOREIGN INCOME TAX RECOVERABLE	166,745.				
DEFERRED TAX ASSETS	1,370,167.	1,458,086.			1,458,086.
ELECTRONIC DATA PROCESSING EQUIPMENT AND SOFTWARE	151,801.	146,742.			146,742.
AGGREGATE WRITE-INS FOR OTHER THAN INVESTED ASSETS:					
CASH SURRENDER VALUE CO	2,031,001.	2,174,441.			2,174,441.
	-----	-----	-----	-----	-----
SUBTOTAL	107,671,573.	111,675,046.			111,675,046.
	-----	-----	-----	-----	-----
	-----	-----	-----	-----	-----
TOTAL - OTHER ASSETS	107,671,573.	111,675,046.			111,675,046.
	=====	=====	=====	=====	=====

1120-L, PAGE 8 DETAIL

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SCHEDULE M, QUESTION #: 3
TOTAL RESERVES COMPUTATION
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AGGREGATE RESERVES FOR
  LIFE POLICIES AND CONTRACTS                41,530,306.        40,129,011.
AGGREGATE RESERVE FOR
  GUARANTEED RENEWABLE A & H                21,014,291.        20,754,564.
POLICY AND CONTRACT CLAIMS
  ON GUARANTEED RENEWABLE A & H              753,459.           938,380.
ADJUSTMENTS:
LESS: POLICY LOANS                          3,485,737.        3,400,332.
-----
TOTAL LIFE INSURANCE RESERVES                59,812,319.        58,421,623.
=====

AGGREGATE RESERVE FOR
  LIFE POLICIES AND CONTRACTS                41,530,306.        40,129,011.
AGGREGATE RESERVE FOR A & H POLICIES        22,880,174.        22,702,626.
POLICY AND CONTRACT CLAIMS A & H           4,634,061.         5,285,306.
ADJUSTMENTS:
LESS: POLICY LOANS                          3,485,737.        3,400,332.
-----
TOTAL RESERVES                              65,558,804.        64,716,611.
=====

MEAN OF TOTAL LIFE INSURANCE RESERVES
MEAN OF TOTAL RESERVES                      59,116,971.
                                           65,137,708.

PERCENTAGE TO SCHEDULE M, QUESTION 3
                                           90.7569

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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.....	36,313,370.	-1,578,843.	4,941,274.	149,999.	-20,531,242.	-16,750,831.	-12,961.	2,530,766.
RECLASSES OF STATUTORY GFO.....		-22,199.	384,918.		22,199.	-571,608.		-186,690.
RECLASSIFIED GFO BEFORE TAX ADJUSTMENTS.	36,313,370.	-1,601,042.	5,326,192.	149,999.	-20,509,043.	-17,322,439.	-12,961.	2,344,076.
TAX ADJUSTMENTS:								
CHANGE IN DEFERRED & UNCOL. PREMIUMS.	-395,130.							-395,130.
CHANGE IN ADV. PREM'S & DEPO. FUNDS..	17,992.	-17,992.						
EXCESS INT., PREM. ADJ'S AND REFUNDS.	4,353.						-4,353.	
ELIMINATION OF TAX-EXEMPT INT., NET		478,059.	-763,821.					-285,762.
ELIM. OF ACCRUAL OF MARKET DISCOUNT..			-60,924.					-60,924.
ELIMINATION OF HOME OFFICE RENT.....			-91,140.			91,140.		
CHANGE IN DUE AND ACCRUED DIVIDENDS..			5,858.					5,858.
ORDINARY INCOME PORTION OF FORM 4797.						-19,074.		-19,074.
OTHER INVESTMENT INCOME ADJUSTMENTS..			-59,339.					-59,339.
ELIMINATION OF NAIC AMORT./(IMR).....				-133,440.				-133,440.
ELIMINATION OF CHANGE IN LOADING.....						28,354.		28,354.
ELIMINATION OF NAIC DEPRECIATION.....						963,744.		963,744.
ALLOWABLE TAX DEPRECIATION.....						-134,631.		-134,631.
AMORTIZATION OF POLICY ACQ. EXPENSES.						-2,933,322.		-2,933,322.
OTHER TAX ITEMS & ADJ. TO OTHER DED..						2,915,298.		2,915,298.
DIVIDENDS-RECEIVED DEDUCTION.....							-28,973.	-28,973.
NET LONG TERM CAP. GAINS FROM SCH. D							1,731,007.	1,731,007.
SMALL LIFE INSURANCE CO. DEDUCTION...							-1,682,539.	-1,682,539.
CHANGE IN PROVISION FOR DIVID'S PAY.							-517.	-517.
TOTAL TAX ADJUSTMENTS.....	-372,785.	460,067.	-969,366.	-133,440.		911,509.	14,625.	-89,390.
TAXABLE INCOME.....	36,202,777.	-1,003,116.	4,600,004.	16,559.	-20,509,043.	-17,192,691.	1,664.	2,116,154.

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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
	-----	-----	-----	-----	-----	-----	-----	-----
OTHER INVESTMENT INCOME ADJUSTMENTS DETAIL -----								
OTHER INTEREST ADJ'S.....			-59,339.					

SUBTOTAL			-59,339.					

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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								

INVESTMENT EXPENSES			-384,918.					-384,918.
-----			-----	-----				-----
TOTAL INCOME RECLASSES		-22,199.	384,918.					362,719.
INVESTMENT EXPENSES						384,918.		384,918.
OTHER DEDUCTIONS						186,690.		186,690.
-----						-----	-----	-----
TOTAL DEDUCTIONS RECLASSES					22,199.	-571,608.		-549,409.
-----					-----	-----	-----	-----
TOTAL RECLASSES		-22,199.	384,918.		22,199.	-571,608.		-186,690.
=====	=====	=====	=====	=====	=====	=====	=====	=====

SCHEDULE M-3, PART II DETAIL

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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	NONE	17,992.		17,992.
CHANGE IN PREMIUM DEPOSIT FUNDS	NONE	1,007.		1,007.
CASH BASIS DIVIDENDS	NONE	5,858.		5,858.
TOTAL	NONE	24,857.		24,857.

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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

-1,127,701.

TOTAL

-1,127,701.
=====

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	29,755.		-29,755.	
CHANGE IN LOADING	28,354.	-28,354.		
POLICYHOLDER DIVIDENDS	NONE	517.		517.
CHANGE IN DEPOSIT TYPE CONTRACTS	22,199.	-22,199.		
	-----	-----	-----	-----
TOTAL	80,308.	-50,036.	-29,755.	517.
	=====	=====	=====	=====

TAX ADJUSTMENTS DETAIL:

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TAX ADJUSTMENTS DETAIL:

CHANGE IN DEFERRED AND UNCOLLECTED PREMIUMS	-395,130.
CHANGE IN ADVANCE PREMIUMS AND DEPOSIT FUNDS	17,992.
EXCESS INTEREST, PREMIUM ADJUSTMENTS, AND REFUNDS	4,353.
OTHER GROSS AND RETURN PREMIUM ITEMS	
OTHER TAX ADJUSTMENTS	

-372,785.
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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	2015
	-----	-----
ACE	8,652,967.	4,106,238.
AMTI	6,955,023.	2,108,964.
ACE OVER AMTI	1,697,944.	1,997,274.
AMTI OVER ACE		
75% ACE PREFERENCE .	1,273,458.	1,497,956.
75% ACE REDUCTION ..		
CARRYOVER CREATED ..	1,273,458.	1,497,956.
PRIOR YR CARRYOVER (REDUCTION ALLOWED)	3,572,885.	4,846,343.
CARRYOVER USED (REDUCTION CLAIMED)		
CARRYOVER REMAINING	4,846,343.	6,344,299.

ACE WORKSHEET DETAIL

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LINE 4E - OTHER DISALLOWANCE ITEMS

SMALL LIFE INSURANCE COMPANY DEDUCTION

1,682,539.

TOTAL

1,682,539.
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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
SEE STATEMENT C	VARIOUS	12/31/2015	NONE	64,773.	83,847.	-19,074.
PART I 4797 GAINS AND LOSSES						-19,074.