



Life Insurance Company of Alabama

J. STEVEN KECK, FSA, MAAA
Senior Vice President and Secretary

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Statement of Actuarial Opinion
Life Insurance Company of Alabama
December 31, 2019

Table of Key Indicators

Identification Section (Check one box only)	
Prescribed Wording Only	<input checked="" type="checkbox"/>
Perscribed Wording with Additional Wording	<input type="checkbox"/>
Revised Wording	<input type="checkbox"/>
Scope Section (Check one box only)	
Prescribed Wording Only	<input checked="" type="checkbox"/>
Perscribed Wording with Additional Wording	<input type="checkbox"/>
Revised Wording	<input type="checkbox"/>
Reliance Section (Check one box only)	
Prescribed Wording Only	<input checked="" type="checkbox"/>
Perscribed Wording with Additional Wording	<input type="checkbox"/>
Revised Wording	<input type="checkbox"/>
Opinion Section (Check one box only)	
Prescribed Wording Only	<input checked="" type="checkbox"/>
Perscribed Wording with Additional Wording	<input type="checkbox"/>
Revised Wording	<input type="checkbox"/>
Actuarial Memorandum Section (Check one box only)	
The Actuarial Memorandum includes "Deviation from Standard" wording regarding conformity with an Actuarial Standard of Practice	<input type="checkbox"/>
The Actuarial Memorandum does not include "Deviation from Standard" wording regarding conformity with an Actuarial Standard of Practice	<input checked="" type="checkbox"/>
Relevant Comments Section (Check one box only)	
Comments are included	<input type="checkbox"/>
Comments are not included	<input checked="" type="checkbox"/>
Category of Opinion	
Unqualified	<input checked="" type="checkbox"/>
Adverse	<input type="checkbox"/>
Qualified	<input type="checkbox"/>
Inconclusive	<input type="checkbox"/>

Identification Section

I, J. Steven Keck, am an employee of Life Insurance Company of Alabama and a member of the American Academy of Actuaries. I was appointed on March 4, 2005 in accordance with the requirements of the Valuation Manual. I meet the Academy qualification standards for rendering the opinion.

Scope Section

I have examined the assumptions and methods used in determining reserves and related actuarial items listed below, as shown in the annual statement of the Company, as prepared for filing with state regulatory officials, as of December 31, 2019. Tabulated below are those reserves and related actuarial items which have been subjected to asset adequacy analysis.

Asset Adequacy Tested Amounts - Reserves and Related Actuarial Items						
Statement Item	Formula Reserves (1)	Principle-Based Reserves (2)	Additional Reserves (3)	Analysis Method	Other Amount (4)	Total Amount (1)+(2)+(3)+(4) (5)
Exhibit 5						
A. Life Insurance	46,889,584	N/A	0	CF	0	46,889,584
B. Annuities	1,431,566	N/A	0	CF	0	1,431,566
C. Supplementary Contracts Involving Life Contingencies	0	N/A	0		0	0
D. Accidental Death Benefit	0	N/A	0		47,141	47,141
E. Disability - Active	0	N/A	0		38,406	38,406
F. Disability - Disabled	0	N/A	0		71,576	71,576
G. Miscellaneous	194,713	N/A	0	CF	112,231	306,944
Total Exhibit 5 (Page 3, Line 1)	48,515,863	N/A	0		269,354	48,785,217
Exhibit 6						
A. Active Life Reserve	22,793,980	N/A	0	CF	0	22,793,980
B. Claim Reserve	473,020	N/A	0	CF	0	473,020
Total Exhibit 6 (Pg. 3, Line 2)	23,267,000	N/A	0		0	23,267,000
Exhibit 7						
Premium and Other Deposit Funds	10,043	N/A	0	CF	0	10,043
Guaranteed Interest Contracts	0	N/A	0		0	0
Supplemental Contracts	125,413	N/A	0	CF	0	125,413
Annuities Certain	0	N/A	0		0	0
Dividend Accumulations or Refunds	925,963	N/A	0	CF	0	925,963
Total Exhibit 7 (Page 3, Line 3)	1,061,419	N/A	0		0	1,061,419
Exhibit 8 Part 1						
1. Life (Pg. 3, Line 4.1)	635,445	N/A	0	CN	0	635,445
2. Health (Pg. 3, Line 4.2)	4,809,760	N/A	0	CF	0	4,809,760
Total Exhibit 8, Part 1	5,445,205	N/A	0		0	5,445,205
Separate Accounts (Page 3 of the Annual Statement of Separate Accounts, Lines 1 and 2)	0	N/A	0		0	0
Other Reserves and Related Actuarial Items Tested	0	N/A	0		0	0
Total Reserves	78,289,487	N/A	0		269,354	78,558,841

IMR (General Account, Page 3, Line 9.4)	1,483,959
(Separate Accounts, Page 3, Line 27)	0
AVR ¹ (Page 3, Line 24.01)	993,561
Net Deferred and Uncollected Premium (page 2, line 15.2)	2,916,477

Asset Adequacy Analysis Method Codes:

CF Cash flow testing
 CN Demonstrated conservatism in reserves (Schedule H Test, Conservative Valuation Basis, etc.)

Reliance Section

In forming my opinion on the reserves, other than Exhibit 8 Part 1 Life, I relied upon data, assumptions, projections or analysis prepared by Benjamin Cohen of Wakely Actuarial Services and Christopher Lech of New England Asset Management, as certified in the attached statements. I evaluated that data, assumptions, projections or analysis for reasonableness and consistency. I also reconciled data to the extent applicable, to Exhibits 1, 2, 5, 6, 7 and 8, Schedule D as well as the Asset page (page 2), the Liability, Surplus and Other Funds page (page 3) and the Summary of Operations page (page 4) of the company's current annual statement. In other respects, my examination included review of the assumptions, projections, and analysis used and tests of the assumptions, projections and analysis I considered necessary. I have received documentation from the experts listed above that supports the data, assumptions,

Opinion Section

In my opinion, the reserves and related actuarial items concerning the statement items identified above:

- (1) Are computed in accordance with presently accepted ASOP consistently applied and are fairly stated, in accordance with sound actuarial principles;
- (2) Are based on assumptions and methods which produce reserves at least as great as those called for in any contract provision as to reserve basis and method, and are in accordance with all other contract
- (3) Meet the requirements of the insurance laws and regulations of the state of Alabama and are at least as great as the minimum aggregate amounts required by any state in which this company is licensed;
- (4) Are computed on the basis of assumptions and methods consistent with those used in computing the corresponding items in the annual statement of the preceding year-end;
- (5) Include provision for all reserves and related actuarial items that ought to be established.

The reserves and related actuarial items, when considered in light of the assets held by the company with respect to such reserves and related actuarial items including, but not limited to, the investment earnings on the assets, and the considerations anticipated to be received and retained under the policies and contracts, make adequate provision, according to presently accepted ASOPs, for the anticipated cash flows required by the contractual obligations and related

The methods, considerations and analyses used in forming my opinion conform to the appropriate ASOPs as promulgated by the Actuarial Standards Board, which form the basis of this statement of opinion.

This opinion is updated annually as required by statute. To the best of my knowledge, there have been no material changes from the applicable date of the annual statement to the date of the rendering of this opinion that should be considered in reviewing this opinion.

The impact of unanticipated events subsequent to the date of this opinion is beyond the scope of this opinion. The analysis of the asset adequacy portion of this opinion should be viewed recognizing that the company's future experience may not follow all the assumptions used in the analysis.



Signature of Appointed Actuary

J. Steven Keck, FSA, MAAA

Printed Name of Appointed Actuary

302 Broad St, Gadsden, AL 35901 USA

Address of Appointed Actuary

256-439-3210

Telephone Number of Appointed Actuary

skeck@lico.com

Email Address of Appointed Actuary

2/25/2020

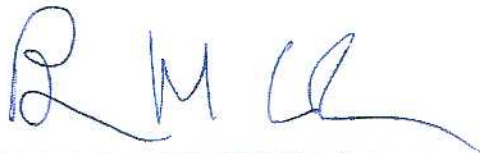
Date

Reliance Statement on Model Construction and Execution

I, Benjamin M. Cohen, F.S.A., M.A.A.A., am associated with the firm of Wakely Actuarial. I meet the American Academy of Actuaries' qualification standards for rendering this reliance statement.

In connection with your testing of the adequacy of assets in support of liabilities for Life Insurance Company of Alabama; the following statement is made as to your reliability of the information provided to you and used in the formation of your actuarial opinion.

I hereby affirm that I have supervised the construction and execution of the December 31, 2019 Cash Flow Testing model for Life Insurance Company of Alabama. In doing so, I used the seriatim in-force listings of both assets and liabilities and assumptions as provided by the Company. Supporting documentation of the model inputs, resulting model outputs and modeled cash flow projections were provided to the Company. The modeled cash flow projections have been tested for reasonableness and in my opinion are substantially accurate and complete for the purposes of asset adequacy testing.

A handwritten signature in blue ink, appearing to read "B M Cohen", is written over a horizontal line.

Benjamin M. Cohen, F.S.A., M.A.A.A.
Consulting Actuary
Wakely Actuarial
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February 25, 2020



New England Asset Management

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New England Asset Management, Inc. ("NEAM") is the Manager for Life Insurance Company of Alabama ("Client") pursuant to an Investment Management Agreement dated January 1, 2018. At the direction of Client, NEAM has prepared the below information for J. Steven Keck, FSA, MAAA. I, Christopher Lech, Head of Client Strategy at NEAM, confirm that the assumptions provided to J. Steven Keck, FSA, MAAA regarding asset purchases, including type, duration, and assumed spread over Treasuries for reinvestment of cash flows, as well as default rates, were prepared under my direction, and to the best of my knowledge, are substantially accurate and complete based on the information available to me. Supporting documentation has been provided.

A handwritten signature in blue ink, appearing to read "Chris Lech", is written over a horizontal line.

A handwritten date "2/25/20" in blue ink is written over a horizontal line.

Christopher Lech, CFA
Head of Client Strategy
New England Asset Management, Inc.
Pond View Corporate Center 74 Batterson Park Road
Farmington, CT. 06032
860-676-8722

Date