

April 26, 2016

Meeting of Audit Committee of Life Insurance Company of Alabama

Members present: G. Ray Smith, Chairman, Alie Renfrow Causey, Internal Auditor & AVP, Steve Keck, Exec. V.P. & Secretary

The meeting was held at the office of Mr. Smith at 10:30 am.

A recent report was received from the internal auditors that will be reviewed by senior management in the coming weeks. After a brief scan it appears that there are no new items to discuss, however there are several that continue to be outstanding.

It was discussed that a couple of the items on the prior list have been completed such as receipt of audited financial statements from broker companies as well as the cash receipts process. It was suggested that in addition to the company reviewing the audited financial statements that Warren Cobb of the investment committee should review them as well.

Discussion was had concerning the Sungard investment system's ability to perform an after the fact audit of investment transactions to verify that we are in compliance with our investment policy to work in conjunction with the internal audit procedures.

Senior Management has requested assistance from Stifel in preparing an investment procedures manual and is awaiting further information.

A continuing comment from the auditors is in reference to travel and entertainment expenses. The audit committee recommends that senior management come up with a documented decision, regarding these findings, by the end of 2016.

There being no other business the meeting was adjourned.