

Wednesday May 27, 2020

Meeting of Investment Committee of Life Insurance Company of Alabama

Members present: Clarence Daugeette, President, Ray Renfrow EVP & Chief Marketing Officer, Alie Renfrow Causey, Chief Investment Officer, Mr. Warren Cobb, Steve Keck, Exec. V.P. & Secretary

The meeting was held in the Florence T. Daugeette Board Room

Reports from NEAM were provided by Kelly Sullivan. Kelly reviewed the current position of the portfolio as well as the outlook. Early indications are that people are slow to return to pre-pandemic activity resulting in a U shaped recovery curve rather than the traditional V shape. There is expectation that the 3rd quarter will see positive returns although overall returns are expected to decline 8% for 2020 and it may be 2022 before we fully recover. Spreads have tightened since March.

Will begin working with NEAM to revise the EBAA as well as re-evaluate the asset/liability matching situation.

There are no compliance issues, all items out of compliance have been granted a waiver.

The committee accepted the reports of Ms. Sullivan.