

October 31, 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.

There was discussion of the status of the current open items. The committee was updated on the status of the investments review by Strategic Asset Alliance and the ERM project as proposed Hanover Stone Solutions. While the impact of the investment review is expected to occur in the near future, the ERM project is a long term process that will be constantly evolving. Due to the administrative system conversion much of the ERM project to develop the process is on hold. It is still believed that many of the remaining outstanding items will be settled by the end of these reviews.

The items provided by Thomas, Howell and Ferguson were discussed. The primary items discussed were additional payroll procedures, including backup for Libby, and the accrued time liability.

The audit committee was updated regarding the presentation by Roger Boatner in reference to travel and entertainment expenses.

There being no other business the meeting was adjourned.