2015 NAIC QUARTERLY STATEMENT INSTRUCTIONS – LIFE

NOV 2014 REVISIONS

PAGE 73: SCHEDULE S
Revision: Remove web link and add reference to ISO Alpha 3 to instruction
Reason: Editorial change adopted 11/16/2014

PAGE 80: SCHEDULE T
Revision: Remove web link and add reference to ISO Alpha 3 to instruction
Reason: Editorial change adopted 11/16/2014

PAGE 83: SCHEDULE Y, PART 1A
Revision: Remove web link and add reference to ISO Alpha 3 to instruction
Reason: Editorial change adopted 11/16/2014

PAGE 116: SCHEDULE A, PART 2
Revision: Remove web link and add reference to ISO Alpha 3 to instruction
Reason: Editorial change adopted 11/16/2014

PAGE 119: SCHEDULE A, PART 3
Revision: Remove web link and add reference to ISO Alpha 3 to instruction
Reason: Editorial change adopted 11/16/2014

PAGE 125: SCHEDULE B, PART 2
Revision: Remove web link and add reference to ISO Alpha 3 to instruction
Reason: Editorial change adopted 11/16/2014

PAGE 127: SCHEDULE B, PART 3
Revision: Remove web link and add reference to ISO Alpha 3 to instruction
Reason: Editorial change adopted 11/16/2014
PAGE 136: SCHEDULE BA, PART 2
Revision: Remove web link and add reference to ISO Alpha 3 to instruction
Reason: Editorial change adopted 11/16/2014

PAGE 141: SCHEDULE PART 3
Revision: Remove web link and add reference to ISO Alpha 3 to instruction
Reason: Editorial change adopted 11/16/2014

EDITOR'S NOTE:
The above changes are highlighted within the attached instructions that follow this page.

Recent Blanks Working Group Agenda Items (Exposure Drafts) may be viewed in detail at the following web site: http://www.naic.org/committees_e_app_blanks.htm.
Column 5 – Domiciliary Jurisdiction

For each domestic reinsurer or U.S. branch listed, this column should be completed with the domiciliary jurisdiction – state. For alien reinsurers, the column should be completed with the country where the alien is domiciled.

Report the two-character U.S. postal code abbreviation for the domiciliary jurisdiction for U.S. states, territories and possessions. A comprehensive listing of three-character (ISO Alpha 3) abbreviations for foreign countries is available in the appendix of the annual statement instructions.

If a reinsurer has merged with another entity, report the domiciliary jurisdiction of the surviving entity.

Column 6 – Type of Reinsurance Ceded

Use the following abbreviations to identify the plan and type of reinsurance. For example, group coinsurance with funds withheld should be identified as COFW/G. (If there is more than one type of reinsurance in the same reinsurance company, show each type on a separate line.) The type should be entered in all capital letters, and ALL reinsurance types must be followed by /G (for Group) or /I (for Individual).

### Abbreviations:

| I | Individual |
| G | Group |

{ All Reinsurance Types should be followed by /I or /G.

### REINSURANCE TYPES

<table>
<thead>
<tr>
<th>CO</th>
<th>Coinsurance</th>
<th>ACO</th>
<th>Annuity coinsurance</th>
</tr>
</thead>
<tbody>
<tr>
<td>COFW</td>
<td>Coinsurance with funds withheld</td>
<td>ACOFW</td>
<td>Annuity coinsurance with funds withheld</td>
</tr>
<tr>
<td>MCO</td>
<td>Modified coinsurance</td>
<td>AMCO</td>
<td>Annuity modified coinsurance</td>
</tr>
<tr>
<td>MCOFW</td>
<td>Modified coinsurance with funds withheld</td>
<td>AMCOFW</td>
<td>Annuity modified coinsurance with funds withheld</td>
</tr>
<tr>
<td>COMB</td>
<td>Combination coinsurance/modified coinsurance</td>
<td>ACOMB</td>
<td>Annuity combination coinsurance/modified coinsurance</td>
</tr>
<tr>
<td>COMBW</td>
<td>Combination coinsurance/modified coinsurance with funds withheld</td>
<td>ACOMBW</td>
<td>Annuity combination coinsurance/modified coinsurance with funds withheld</td>
</tr>
<tr>
<td>YRT</td>
<td>Yearly renewable term</td>
<td>GMDB</td>
<td>Guaranteed minimum death benefit</td>
</tr>
<tr>
<td>CAT</td>
<td>Catastrophe</td>
<td>GMDBFW</td>
<td>Guaranteed minimum death benefit funds withheld</td>
</tr>
<tr>
<td>LTC</td>
<td>Long-Term Care</td>
<td>ADB</td>
<td>Accidental death benefit</td>
</tr>
<tr>
<td>OTH</td>
<td>Other reinsurance</td>
<td>DIS</td>
<td>Disability benefits</td>
</tr>
</tbody>
</table>

NOTE: The insurance type should be entered in all capital letters.
<table>
<thead>
<tr>
<th>Column 7</th>
<th>Type of Reinsurer</th>
</tr>
</thead>
<tbody>
<tr>
<td>The determination of the authorized, certified or unauthorized status of an insurer or reinsurer shall be based on the status of that insurer or reinsurer in the reporting company’s state of domicile.</td>
<td></td>
</tr>
<tr>
<td>Enter “Authorized,” “Certified” or “Unauthorized” to indicate the type of reinsurer.</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Column 8</th>
<th>Certified Reinsurer Rating (1 through 6)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Report the certified reinsurer’s rating as assigned by the ceding insurer’s domiciliary state.</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Column 9</th>
<th>Effective Date of Certified Reinsurer Rating</th>
</tr>
</thead>
<tbody>
<tr>
<td>Report the effective date of the certified reinsurer’s rating that is applicable as of the current reporting period.</td>
<td></td>
</tr>
<tr>
<td>Line 58</td>
<td>Aggregate Other Alien</td>
</tr>
<tr>
<td>---------</td>
<td>----------------------</td>
</tr>
<tr>
<td>Enter the total of the write-ins listed in schedule “Details of Write-ins Aggregated at Line 58 for Other Alien.” All U.S. business must be allocated by state regardless of license status.</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Line 90</th>
<th>Reporting Entity Contributions for Employee Benefit Plans</th>
</tr>
</thead>
<tbody>
<tr>
<td>Report the reporting entity’s share of costs for employee benefit plans. Exclude any premiums paid by employees; these should be allocated to the states as above.</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Line 91</th>
<th>Dividends or Refunds Applied to Purchase Paid-Up Additions and Annuities</th>
</tr>
</thead>
<tbody>
<tr>
<td>Report dividends or refunds and benefit payments applied to purchase additional amounts of paid-up insurance or annuities. Dividends or refunds and benefit payments, initially left on deposit to accumulate at interest, but later used to provide paid-up additions or annuities or to shorten endowment or premium-paying period, should not be included here, but should be included in Columns 2 and 3 and distributed by states for those states which allowed the dividends or refunds to be deducted in calculating premium taxes. For other states, separate totals similar to those for dividends or refunds so applied may be shown.</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Line 92</th>
<th>Dividends or Refunds Applied to Shorten Endowment or Premium Paying Period</th>
</tr>
</thead>
<tbody>
<tr>
<td>Entries should be calculated on the same basis as for Line 91. Dividends or refunds applied to pay renewal premiums and consideration for annuities must also be included in Columns 2 and 3 and distributed by states. Any reinsurance amounts should be excluded (included in Line 96 or Line 98 below).</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Line 93</th>
<th>Premiums or Annuity Considerations Waived Under Disability or Other contract Provisions</th>
</tr>
</thead>
<tbody>
<tr>
<td>Premiums or annuity considerations waived under disability or other contract provisions should be shown here in one sum and not included in the distribution by states.</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Line 94</th>
<th>Aggregate Other Amounts Not Allocable By State</th>
</tr>
</thead>
<tbody>
<tr>
<td>Enter the total of the write-ins listed in schedule “Details of Write-ins Aggregated at Line 94 for Other Amounts Not Allocable By State.”</td>
<td></td>
</tr>
<tr>
<td>Reinsurance amounts should be excluded.</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Line 95</th>
<th>Totals (Direct Business)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total of Lines 59 through 94.</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Line 96</th>
<th>Plus Reinsurance Assumed</th>
</tr>
</thead>
<tbody>
<tr>
<td>Premiums for reinsurance assumed, including any premium considerations waived under disability contract provisions or reinsurance assumed, and any dividends applied to purchase paid-up additions or to shorten the premium-paying period on reinsurance assumed.</td>
<td></td>
</tr>
<tr>
<td>The reporting entity’s share of reinsurance for the Federal Employees’ Group Life Insurance Plan and the Servicemen’s Group Life Insurance Plan may be included here, or may be included in the amounts for the individual states if such a breakdown is available, or in Line 58.</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Line 97</th>
<th>Totals (All Business)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total of Lines 95 and 96.</td>
<td></td>
</tr>
</tbody>
</table>
Line 98 – Less Reinsurance Ceded

Premiums paid for reinsurance ceded, including any premium considerations waived under disability contract provisions on reinsurance ceded, and any dividends applied to purchase paid-up additions or to shorten the premium-paying period on reinsurance ceded.

Line 99 – Totals (All Business) Less Reinsurance Ceded

Line 97 minus Line 98.

Details of Write-ins Aggregated on Line 58 for Other Alien

List separately each alien jurisdiction for which there is no pre-printed line on Schedule T.

If the premium from an alien jurisdiction is due to relocation of current policyholders, the amount may be aggregated and reported as “Other Alien.” Premiums from jurisdictions in which there is active writing must be reported by jurisdiction and include premium from relocated policyholders residing in the respective jurisdiction.

Identify each alien jurisdiction by using a three-character (ISO Alpha 3) country code followed by the name of the country (e.g., DEU Germany). For premium that can be aggregated and reported as “Other Alien” as stated in the previous paragraph, use “ZZZ” for the country code and “Other Alien” for the country name. A comprehensive listing of country codes is available in the appendix of the annual statement instructions.

Include summary of remaining write-ins for Line 58 from the Overflow page on the separate line indicated.

Details of Write-ins Aggregated on Line 94 for Other Amounts Not Allocable By State

List separately items which have been credited to the premium account that are properly not allocable to a specific state or states, and which do not fit the descriptions on Lines 90 to 93. Descriptions must be sufficient to clearly disclose the nature of the items listed. Descriptions such as “Miscellaneous” are not permitted.

Include summary of remaining write-ins for Line 94 from the Overflow page on the separate line indicated.
<table>
<thead>
<tr>
<th>Column 8</th>
<th>Name of Parent, Subsidiaries or Affiliates</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Names of all insurers and parent, subsidiaries or affiliates, insurance and non-insurance, in the insurance holding company system.</td>
</tr>
</tbody>
</table>

**Each company within the group may be listed more than once if control is not 100%**.

For example, if Company A is 50% controlled by Company B and 50% controlled by Company C, Company A would be listed twice with detail about Company B’s control in Columns 10–15 on the first line and detail about Company C’s control in Columns 10–15 on the second line.

<table>
<thead>
<tr>
<th>Column 9</th>
<th>Domiciliary Location</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Report the two-character U.S. postal code abbreviation for the domiciliary jurisdiction for U.S. states, territories and possessions. A comprehensive listing of three-character (ISO Alpha 3) abbreviations for foreign countries is available in the appendix of the annual statement instructions.</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Column 10</th>
<th>Relationship to Reporting Entity</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Use the most applicable of the following codes to describe the relationship of the entity in Column 8 to the reporting entity for which the filing is made.</td>
</tr>
</tbody>
</table>

**Relationship Codes:**

- UDP = Upstream Direct Parent
- UIP = Upstream Indirect Parent
- DS = Downstream Subsidiary
- IA = Insurance Affiliate
- NIA = Non-Insurance Affiliate
- OTH = Other (Explain relationship in the footnote line)
- RE = Reporting Entity

<table>
<thead>
<tr>
<th>Column 11</th>
<th>Directly Controlled by (Name of Entity/Person)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Name of the person/entity that directly controls the entity listed in Column 8.</td>
</tr>
</tbody>
</table>

As defined in the *Insurance Holding Company System Regulatory Act* (#440), the term “control” (including the terms “controlling,” “controlled by” and “under common control with”) means the possession, direct or indirect, of the power to direct or cause the direction of the management and policies of a person, whether through the ownership of voting securities, by contract other than a commercial contract for goods or nonmanagement services, or otherwise, unless the power is the result of an official position with or corporate office held by the person. Control shall be presumed to exist if any person, directly or indirectly, owns, controls, holds with the power to vote, or holds proxies representing, ten percent (10%) or more of the voting securities of any other person. This presumption may be rebutted by a showing made in the manner provided by Section 4K that control does not exist in fact. The commissioner may determine, after furnishing all persons in interest notice and opportunity to be heard and making specific findings of fact to support the determination that control exists in fact, notwithstanding the absence of a presumption to that effect.

Refer to SSAP 25, Accounting for and Disclosures about Transactions with Affiliates and Other Related Parties.
<table>
<thead>
<tr>
<th>Column 12</th>
<th>Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Type of control the entity in Column 11 has over the entity in Column 8.</td>
</tr>
<tr>
<td></td>
<td>• Ownership</td>
</tr>
<tr>
<td></td>
<td>• Board of Directors</td>
</tr>
<tr>
<td></td>
<td>• Management</td>
</tr>
<tr>
<td></td>
<td>• Attorney In-Fact</td>
</tr>
<tr>
<td></td>
<td>• Influence</td>
</tr>
<tr>
<td></td>
<td>• Other</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Column 13</th>
<th>If Control is Ownership, Provide Percentage</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>If the control the entity in Column 11 has over the entity in Column 8 is ownership, then provide the percentage of ownership. If control is not ownership, report zero. (Format such that 100.0% is shown as 100.0.)</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Column 14</th>
<th>Ultimate Controlling Entity(ies)/Person(s)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Name of the Ultimate Controlling Entity(ies)/Person(s).</td>
</tr>
<tr>
<td></td>
<td>As defined in the Insurance Holding Company System Model Regulation (#450), the “ultimate controlling person” is defined as that person which is not controlled by any other person.</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Column 15</th>
<th>*</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Using the footnote lines at the bottom of the Schedule, provide any footnotes or explanations of intercompany relationships. Insert the footnote line number in Column 15.</td>
</tr>
<tr>
<td></td>
<td>Where interrelationships are a 50%/50% ownership, footnote any voting rights preferences that one of the entities may have.</td>
</tr>
<tr>
<td>Line 10</td>
<td>– Book/Adjusted Carrying Value at end of Current Period</td>
</tr>
<tr>
<td></td>
<td>Column 1 equals Schedule E, Part 2, Column 6, Total.</td>
</tr>
<tr>
<td>Line 11</td>
<td>– Deduct Total Nonadmitted Amounts</td>
</tr>
<tr>
<td></td>
<td>In Column 1, report the adjustment for nonadmitted amounts as of the end of the current period.</td>
</tr>
<tr>
<td></td>
<td>Include: The amount of the portfolio that is in excess of any investment limitation.</td>
</tr>
<tr>
<td>Line 12</td>
<td>– Statement Value at End of Current Period</td>
</tr>
<tr>
<td></td>
<td>In Column 1, report the statement value of as of the end of the current period. This amount should tie to the Assets Page, Line 5, inset for cash equivalents.</td>
</tr>
</tbody>
</table>
### SCHEDULE A – PART 2

**REAL ESTATE ACQUIRED AND ADDITIONS MADE DURING THE CURRENT QUARTER**

This schedule should reflect not only those new real estate investments and their encumbrances, but also any additions and permanent improvements to existing properties acquired in the current and prior periods and their encumbrances. Report individually each property acquired or transferred from another category (e.g., joint ventures, Schedule BA). Property acquired and sold during the same quarter should be reported in both Part 2 and Part 3.

If a reporting entity has any detail lines reported for any of the following required groups, it shall report the subtotal amount of the corresponding group with the specified subtotal line number appearing in the same manner and location as the pre-printed total. Exclude all leasehold improvements paid by the reporting entity from Schedule A, including Health Care leasehold improvements.

Refer to SSAP No. 40, Real Estate Investments, and SSAP No. 90, Accounting for the Impairment or Disposal of Real Estate Investments, for accounting guidance.

<table>
<thead>
<tr>
<th>Category</th>
<th>Line Number</th>
</tr>
</thead>
<tbody>
<tr>
<td>Acquired by purchase</td>
<td>0199999</td>
</tr>
<tr>
<td>Acquired by internal transfer</td>
<td>0299999</td>
</tr>
<tr>
<td>Totals</td>
<td>0399999</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Column 1 – Description of Property</th>
</tr>
</thead>
<tbody>
<tr>
<td>Show description of property (e.g., apartment complex, land, shopping center, warehouse, etc.). State if occupied or leased by company, parent, subsidiary or affiliate.</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Column 2 – City</th>
</tr>
</thead>
<tbody>
<tr>
<td>For properties located in the U.S., list the city. If the city is unknown, indicate the county. If the property is located outside the U.S., indicate city or province.</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Column 3 – State</th>
</tr>
</thead>
<tbody>
<tr>
<td>For properties located in U.S. states, territories and possessions, report the two-character U.S. postal abbreviation for U.S. states, territories and possessions. If the property is located outside the U.S. states, territories and possessions, report the three-character country [ISO Alpha 3] abbreviations available in the listing in the appendix of the annual statement instructions.</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Column 4 – Date Acquired</th>
</tr>
</thead>
<tbody>
<tr>
<td>For individual properties, state date property was acquired.</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Column 5 – Name of Vendor</th>
</tr>
</thead>
<tbody>
<tr>
<td>Provide the name of the entity from which the property was acquired. For internal transfers, indicate “internal transfer” in lieu of a vendor name.</td>
</tr>
</tbody>
</table>
**SCHEDULE A – PART 3**

**REAL ESTATE DISPOSED DURING THE QUARTER**

This schedule should reflect not only disposals of an entire real estate investment, but should also include partial disposals and amounts received during the year on properties still held. Report individually each property disposed or transferred to another category (e.g., joint ventures, Schedule BA). Properties acquired and disposed during the same quarter should be reported in both Part 2 and Part 3. For “Sales Under Contract”, only payments received during the quarter related to such sales in their final year of payment should be reported.

If a reporting entity has any detail lines reported for any of the following required groups, it shall report the subtotal amount of the corresponding group with the specified subtotal line number appearing in the same manner and location as the pre-printed total.

<table>
<thead>
<tr>
<th>Category</th>
<th>Line Number</th>
</tr>
</thead>
<tbody>
<tr>
<td>Property disposed</td>
<td>0199999</td>
</tr>
<tr>
<td>Property transferred</td>
<td>0299999</td>
</tr>
<tr>
<td>Totals</td>
<td>0399999</td>
</tr>
</tbody>
</table>

A description of the information required by the columnar headings is as follows:

<table>
<thead>
<tr>
<th>Column 1</th>
<th>Description of Property</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Show description of property; e.g., apartment complex, land, shopping center, warehouse, etc.</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Column 2</th>
<th>City</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>For properties located in the U.S., list the city. If the city is unknown, indicate the county. If the property is located outside the U.S., indicate city or province.</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Column 3</th>
<th>State</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>For properties located in U.S. states, territories and possessions, report the two-character U.S. postal abbreviation for U.S. states, territories and possessions. If the property is located outside the U.S. states, territories and possessions, report the three-character (ISO Alpha 3) country abbreviations available in the listing in the appendix of the annual statement instructions.</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Column 4</th>
<th>Disposal Date</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>For individual properties, state date property was sold using MM/DD/YYYY format. For properties transferred to another category, this column should not be completed.</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Column 5</th>
<th>Name of Purchaser</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Provide the name of the entity to which the property was sold. For internal transfers, indicate “internal transfer” in lieu of purchaser name.</td>
</tr>
</tbody>
</table>
Column 6 – Actual Cost

Include: The amount expended to purchase the property along with the costs associated with acquiring title and other amounts such as additions and improvements (at the time of purchase or subsequent) which have been capitalized, less all amounts received for sales of rights or privileges in connection with the property or by any cash recoveries received after acquiring title to the property.

For foreclosed properties or voluntary conveyances, include amounts transferred from the Mortgage Loan Account along with other costs that have been capitalized (at the time of purchase or subsequent). Include all amounts expended for taxes, repairs and improvements in excess of the income of the property other than interest, prior to the date of acquiring title.

The Actual Cost recorded in this column shall ALWAYS be adjusted for other-than-temporary impairment. Refer to SSAP No. 90, Accounting for the Impairment or Disposal of Real Estate Investments, for the effects of impairments on the presentation of cost.

Column 7 – Expended for Additions, Permanent Improvements and Changes in Encumbrances

Include: Only those amounts expended after acquiring title, including increases or reductions in encumbrances.

Column 8 – Book Adjusted Carrying Value Less Encumbrances, Prior Year

This should equal the Book/Adjusted Carrying Value amount reported in the prior year annual statement for each specific security.

This amount, plus the Change in Book/Adjusted Carry Value columns should equal the Book/Adjusted Carrying Value at Disposal Date.

Column 9 – Current Year’s Depreciation

This amount should represent the depreciation expense for the period and shall include any depreciation recorded on a property held for sale.

Include: Depreciation that was recorded on property during the current year that was later classified as property held for sale.

Column 10 – Current Year’s Other-Than-Temporary Impairment Recognized

If the real estate has suffered an “other-than-temporary impairment,” this column should contain the amount of the direct write-down recognized. The amounts in this column are to be reported as realized capital losses in the Exhibit of Capital Gains (Losses) and in the calculation of Net Income.

Include: Reductions to fair value on property newly classified as held for sale, in accordance with SSAP No. 90, Accounting for the Impairment or Disposal of Real Estate Investments.

Column 11 – Current Year’s Change in Encumbrances

Report as a positive number any decreases in encumbrances reported on real estate for the year.
Report as a negative number any increases in encumbrances reported on real estate for the year.
The coupon rate after restructuring is a current market rate. Such coupon rates should be consistent with the coupon rate on new commercial mortgages of comparable terms made by the reporting entity in the quarter in which the restructure date occurred; or

On the restructure date, not be less than the quarterly average of new commercial mortgage loan rates of loans of comparable terms from the Survey of Mortgage Commitments of Commercial Properties by the American Council of Life Insurers, by more than ½ of a percentage point difference.

AND

The restructured mortgage loan performs according to the new terms for at least two years.

**Mortgages with overdue interest over 90 days not in the process of foreclosure:**

Show individually mortgages upon which interest is overdue more than 90 days or upon which taxes or other liens are delinquent more than one year.

**Mortgages in process of foreclosure:**

This section applies to loans in the process of being foreclosed or voluntarily conveyed by the borrower to the lender. It also includes loans in which transfer of title is awaiting expiration of redemption or moratorium period.

A description of the information required by the columnar headings is as follows:

<table>
<thead>
<tr>
<th>Column 1 – Loan Number</th>
<th>Report the mortgage loan number assigned by the reporting entity. For foreign denominated mortgages, indicate the principal indebtedness amount in its local currency.</th>
</tr>
</thead>
<tbody>
<tr>
<td>Column 2 – City</td>
<td>For mortgages in the U.S., list city. If the city is unknown, indicate the county. If the mortgage is outside the U.S., indicate the city or province.</td>
</tr>
<tr>
<td>Column 3 – State</td>
<td>For mortgages in U.S. states, territories and possessions, report the two-character U.S. postal abbreviation for U.S. states, territories and possessions. If the mortgage is located outside the U.S. states, territories and possessions, report the three-character (ISO Alpha 3) country abbreviations available in the listing in the appendix of the annual statement instructions.</td>
</tr>
<tr>
<td>Column 4 – Loan Type</td>
<td>If the loan was made to an officer or director of the reporting entity/subsidiary/affiliate, enter “E.” If the loan was made directly to a subsidiary or affiliate, enter “S.” Otherwise, leave the column blank.</td>
</tr>
<tr>
<td>Column 5 – Date Acquired</td>
<td>State date mortgage was acquired.</td>
</tr>
<tr>
<td>Column 6 – Rate of Interest</td>
<td>Report the effective annual interest rate of the mortgage.</td>
</tr>
<tr>
<td>Column 7</td>
<td>Actual Cost at Time of Acquisition</td>
</tr>
<tr>
<td>----------</td>
<td>----------------------------------</td>
</tr>
<tr>
<td>Report the actual amount loaned for the mortgages at the time the asset was originally acquired. The cost of acquiring the assets includes any additional amounts that are to be capitalized. Accordingly, there may be a premium or discount on such loans resulting from a difference between the amount paid and the principal amount. Do not include additional expenditures after the time of initial acquisition. These amounts are reported in Column 8.</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Column 8</th>
<th>Additional Investment Made after Acquisition</th>
</tr>
</thead>
<tbody>
<tr>
<td>Report additional amounts that increased the mortgage during the year subsequent to the time the asset was originally acquired, e.g., increases in the loan. Include additional loans on mortgages that were subsequently disposed during the year.</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Column 9</th>
<th>Value of Land and Buildings</th>
</tr>
</thead>
<tbody>
<tr>
<td>Report the appraisal value of the property (for land and buildings). For loans subject to a participation agreement, include only the reporting entity’s pro rata share of the appraised value as it relates to the reporting entity’s interest in the mortgage loan.</td>
<td></td>
</tr>
</tbody>
</table>

** Columns 10 through 13 will be electronic only. **

<table>
<thead>
<tr>
<th>Column 10</th>
<th>Legal Entity Identifier (LEI)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Provide the 20-character Legal Entity Identifier (LEI) for mortgagor as assigned by a designated Local Operating Unit. If no LEI number has been assigned, leave blank.</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Column 11</th>
<th>Postal Code</th>
</tr>
</thead>
<tbody>
<tr>
<td>The postal code(s) reported in this column should reflect the location of the underlying property. For mortgages in U.S. states, territories and possessions, use the five-digit ZIP code and not the ZIP+4 code. If the mortgage is located outside the U.S. states, territories and possessions, use that country’s equivalent to the ZIP code. Multiple postal codes should be entered if the underlying properties are located in more than one postal code and listed from highest to lowest value associated with the underlying properties separated by commas.</td>
<td></td>
</tr>
</tbody>
</table>

Example of two U.S. postal codes and one United Kingdom postal codes (51501,68104,E4 7SD)

<table>
<thead>
<tr>
<th>Column 12</th>
<th>Property Type</th>
</tr>
</thead>
<tbody>
<tr>
<td>For property type, use one of the following codes to indicate the primary use of the property:</td>
<td></td>
</tr>
<tr>
<td>OF</td>
<td>Office</td>
</tr>
<tr>
<td>RT</td>
<td>Retail</td>
</tr>
<tr>
<td>MU</td>
<td>Apartment/Multifamily</td>
</tr>
<tr>
<td>IN</td>
<td>Industrial</td>
</tr>
<tr>
<td>HC</td>
<td>Medical/Health Care</td>
</tr>
<tr>
<td>MX</td>
<td>Mixed Use</td>
</tr>
<tr>
<td>LO</td>
<td>Lodging</td>
</tr>
<tr>
<td>OT</td>
<td>Other</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Column 13</th>
<th>Maturity Date</th>
</tr>
</thead>
<tbody>
<tr>
<td>State the date the mortgage loan matures.</td>
<td></td>
</tr>
</tbody>
</table>
**SCHEDULE B – PART 3**

**MORTGAGE LOANS DISPOSED, TRANSFERRED OR REPAIRED DURING THE CURRENT QUARTER**

Report individually each mortgage that has had decreases in the balance as a result of either being closed by repayment, partial repayment, disposed or transferred to another category; e.g., real estate, Schedule A. Do not report individual partial repayments, but aggregate all partial repayments by mortgage loan. Mortgage loans acquired and sold during the same quarter should be reported in both Part 2 and Part 3.

If a reporting entity has any detail lines reported for any of the following required groups, it shall report the subtotal amount of the corresponding group with the specified subtotal line number appearing in the same manner and location as the pre-printed total.

<table>
<thead>
<tr>
<th>Category</th>
<th>Line Number</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mortgages closed by repayment</td>
<td>0199999</td>
</tr>
<tr>
<td>Mortgages with partial repayments</td>
<td>0299999</td>
</tr>
<tr>
<td>Mortgages disposed</td>
<td>0399999</td>
</tr>
<tr>
<td>Mortgages transferred</td>
<td>0499999</td>
</tr>
<tr>
<td>Total</td>
<td>0599999</td>
</tr>
</tbody>
</table>

A description of the information required by the columnar headings is as follows:

**Column 1 – Loan Number**

Report the mortgage number assigned by the reporting entity.

**Column 2 – City**

For mortgages in the U.S., list city. If the city is unknown, indicate the county. If the mortgage is outside the U.S., indicate the city or province.

**Column 3 – State**

For mortgages in U.S. states, territories and possessions, report the two-character U.S. postal abbreviation for U.S. states, territories and possessions. If the mortgage is located outside the U.S. states, territories and possessions, report the three-character (ISO Alpha 3) country abbreviations available in the listing in the appendix of the [annual statement](http://www.naic.org) instructions.

**Column 4 – Loan Type**

If the loan was made to an officer or director of the reporting entity/subsidiary/affiliate, enter “E.” If the loan was made directly to a subsidiary or affiliate, enter “S.” Otherwise, leave the column blank.

**Column 5 – Date Acquired**

State date mortgage was acquired.
Column 6 – Disposal Date

For individual properties, state date mortgage was disposed using MM/DD/YYYY format. For mortgages transferred to another category and mortgages with partial payments, this column should not be completed.

Column 7 – Book Value/Recorded Investment Excluding Accrued Interest Prior Year

Report the statutory book value/recorded investment excluding accrued interest at December 31 of the prior year.


Exclude: Valuation allowance.

Column 8 – Unrealized Valuation Increase (Decrease)

The difference between the Book Value/Recorded Investment at the previous year-end and the Book Value/Recorded Investment at the current year-end not related to the receipt of loan principal payments, other-than-temporary impairments and amortization.

These amounts are to be reported as unrealized capital gains (losses) in the Exhibit of Capital Gains (Losses) and in the Capital and Surplus Account (Page 4).

Column 9 – Current Year’s (Amortization)/Accretion

This amount should equal the net of the reporting year’s amortization of premium or accrual of discount. The accrual of discount amounts in this column are to be reported as increases to investment income in the Exhibit of Net Investment Income, while the amortization of premium amounts are to be reported as decreases to investment income.

Column 10 – Current Year’s Other-Than-Temporary Impairment Recognized

If the mortgage loan has suffered an “other-than-temporary impairment,” this column should contain the amount of the direct write-down recognized. The amounts in this column are to be reported as realized capital losses in the Exhibit of Capital Gains (Losses) and in the calculation of Net Income.

Column 11 – Capitalized Deferred Interest and Other

Include interest and other items that can be capitalized in accordance with SSAP 37, Mortgage Loans.

Column 13 – Total Foreign Exchange Change in Book Value

Enter the unrealized foreign exchange gain or loss on a year-to-date basis, including reversal of foreign exchange gains or losses previously recorded.

Column 14 – Book Value/Recorded Investment excluding Accrued Interest on Disposal

Report the statutory Book Value/Recorded Investment excluding accrued interest (including any capitalized amounts) at the time the loan was disposed or transferred to another category; e.g., real estate.


Exclude: Valuation allowance.
Working Capital Finance Investment

Include: Investments in an interest in a Confirmed Supplier Receivables (CSR) under a Working Capital Finance Program (WCFP) that is designated by the SVO as meeting the criteria specified in the Purposes and Procedures Manual of the NAIC Investment Analysis Office for an NAIC “1” or “2.”

Working Capital Finance Program (WCFP)

Open account program under which an Investor may purchase interests, or evidence thereof, in commercial non-insurance receivables. A WFCP is created for the benefit of a commercial investment grade obligor and its suppliers of goods or services, and facilitated by a financial intermediary.

Confirmed Supplier Receivables (CSR)

A first priority perfected security interest claim or right to payment of a monetary obligation from the Obligor arising from the sale of goods or services from the Supplier to the Obligor, the payment of which the Obligor has confirmed by representing and warranting that it will not protest, delay, or deny, nor offer nor assert any defenses against payment to the supplier or any party taking claim or right to payment from the supplier.

See SSAP No. 105, Working Capital Finance Investments, for accounting guidance

Any Other Class of Assets

Include: Investments that do not fit into one of the other categories. An example of items that may be included are reverse mortgages.

For Life and Fraternal Insurers:

This includes investments believed by the insurer to fit the category of “Fixed or Variable Interest Rate Investments that Have the Underlying Characteristics of a Bond, Mortgage Loan or Other Fixed Income Instrument,” but which do not qualify for Filing Exemption and have not been reviewed by the SVO, as well as those that have been reviewed by the SVO and were determined to be “Any Other Class of Assets.”
SCHEDULE BA – PART 2

OTHER LONG-TERM INVESTED ASSETS ACQUIRED
AND ADDITIONS MADE DURING THE CURRENT QUARTER

This schedule should reflect not only those newly acquired long-term invested assets, but also any increases or additions to long-term invested assets acquired in the current and prior periods, including, for example, capital calls from existing limited partnerships.

Column 1 – CUSIP Identification

This column must be completed by Life and Fraternal insurers that file Schedule BA investments with the Securities Valuation Office.

All CUSIP/PPN/CINS numbers entered in this column must conform to those as published by the Securities Valuation Office (SVO). CUSIP numbers for all purchased publicly issued securities are available from the broker’s confirmation or the certificate and will be identical to those used by the SVO. For private placement securities, the NAIC has created a special number called a PPN to be assigned by the Standard and Poor’s CUSIP Bureau. For foreign securities, use a CINS that is assigned by the Standard and Poor’s CUSIP Bureau: www.cusip.com/cusip/index.htm.

If no CUSIP number exists, the CUSIP field should be zero-filled.

Column 2 – Name or Description

Show name of the asset, such as the name of a limited partnership. If not applicable, show description of the asset.

Column 3 – City

For real estate partnerships or joint ventures located in the United States, list city. If the city is unknown, indicate the county. If the investment is outside the U.S., indicate city or province. For other BA asset types, use the city of incorporation. If no city of incorporation, use the city of administrative office.

Column 4 – State

Report the two-character U.S. postal abbreviation for state for U.S. states, territories and possessions. For foreign countries report the three-character (ISO Alpha 3) country abbreviations available in the listing in the appendix of the annual statement instructions.

Column 5 – Name of Vendor or General Partner

Provide the name of the entity from which the property was acquired, or the name of the General Partner of the fund. For internal transfers, indicate “internal transfer” in lieu of a vendor name.
SCHEDULE BA – PART 3

OTHER LONG-TERM INVESTED ASSETS DISPOSED, TRANSFERRED OR REPAID
DURING THE CURRENT QUARTER

This schedule should reflect not only disposals of an entire “other invested asset”, but should also include partial disposals and amounts received during the year on investments still held, including, for example, return of capital distributions from limited partnerships.

<table>
<thead>
<tr>
<th>Column 1</th>
<th>Name or Description</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>CUSIP Identification</td>
</tr>
</tbody>
</table>

This column must be completed by Life and Fraternal insurers that file Schedule BA investments with the Securities Valuation Office.

All CUSIP/PPN/CINS numbers entered in this column must conform to those as published by the Securities Valuation Office (SVO). CUSIP numbers for all purchased publicly issued securities are available from the broker’s confirmation or the certificate and will be identical to those used by the SVO. For private placement securities, the NAIC has created a special number called a PPN to be assigned by the Standard and Poor’s CUSIP Bureau. For foreign securities, use a CINS that is assigned by the Standard and Poor’s CUSIP Bureau: [www.cusip.com/cusip/index.htm](http://www.cusip.com/cusip/index.htm).

If no CUSIP number exists, the CUSIP field should be zero-filled.

<table>
<thead>
<tr>
<th>Column 2</th>
<th>Name or Description</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>City</td>
</tr>
</tbody>
</table>

For real estate partnerships or joint ventures located in the United States, list city. If the city is unknown, indicate the county. If the investment is outside the U.S., indicate city or province. For other BA asset types, use the city of incorporation. If no city of incorporation, use the city of administrative office.

<table>
<thead>
<tr>
<th>Column 3</th>
<th>Name of Purchaser or Nature of Disposal</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Date Originally Acquired</td>
</tr>
</tbody>
</table>

State date investment was originally acquired.

<table>
<thead>
<tr>
<th>Column 4</th>
<th>Name of Purchaser or Nature of Disposal</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Disposal Date</td>
</tr>
</tbody>
</table>

State the date the investment was sold or otherwise transferred or repaid. Reporting entities may total on one line if the investment is repaid on more than one date, and should utilize the date of last repayment in those cases.

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Column 8 – Book/Adjusted Carrying Value Less Encumbrances, Prior Year

Report the balance at December 31 of the prior year.

Deduct: Any write-downs for a decline in the fair value of a long-term invested asset that is other-than-temporary.

Exclude: Valuation allowance.

Column 9 – Unrealized Valuation Increase (decrease)

The total unrealized valuation increase (decrease) for a specific investment security will be the change in Book/Adjusted Carrying Value that is due to carrying or having carried (in the previous year) the security at Fair Value. This includes a reversal of the full unrealized amount at the date of disposal. See SSAP No. 48, Joint Ventures, Partnerships, and Limited Liability Companies for accounting guidance.

These amounts are to be reported as unrealized capital gains (losses) in the Exhibit of Capital Gains (Losses) and in the Capital and Surplus Account (Page 4).

Include: The difference between the Fair Value in the previous year and the Fair Value in the current year’s Book/Adjusted Carrying Value column. Calculate as current year Fair Value minus prior year Fair Value minus current year (Depreciation) or (Amortization)/Accretion.

Column 10 – Current Year’s (Depreciation) or (Amortization)/Accretion

This amount represents depreciation expense for the period (where appropriate), amortization of premium and the accrual of discount. The accrual of discount amounts in this column are to be reported as increases to investment income in the Exhibit of Net Investment Income, while the amortization of premium amounts are to be reported as decreases to investment income. See column 9 for discussion of an unrealized valuation increase (decrease) where the real estate is carried at fair value and (depreciation) and/or (amortization)/accretion has been recorded.

Column 11 – Current Year’s Other-Than-Temporary Impairment Recognized

If the asset has suffered an “other-than-temporary impairment,” this column should contain the amount of the direct write-down recognized. The amounts in this column are to be reported as realized capital losses in the Exhibit of Capital Gains (Losses) and in the calculation of Net Income.

Column 12 – Capitalized Deferred Interest and Other

Include interest and other items that can be capitalized in accordance with the applicable SSAP.

Column 14 – Total Foreign Exchange Change in Book/Adjusted Carrying Value

Enter the unrealized foreign exchange gain or loss on a year-to-date basis, including the reversal of unrealized foreign exchange gains or losses previously recorded.

Column 15 – Book/Adjusted Carrying Value Less Encumbrances on Disposal

Include: Amount reported in Column 8 and all year-to-date changes in value to the time of disposal.

Exclude: Valuation allowance.

Column 16 – Consideration

Include: Amounts received on disposal of investment.