



000000 - Sample Insurance Company

Report Revision Date: 03/15/2016

Rating and Commentary ¹	Financial ²	General Information ³
Best's Credit Rating: 09/28/2015 Rating Rationale: 09/28/2015 Report Commentary: 03/15/2016	Time Period: 1st Quarter - 2016 Last Updated: 03/07/2016 Status: Quality Cross Checked	Corporate Structure: N/A States Licensed: 04/13/2011 Officers and Directors: 02/01/2015
 Best's Credit Rating Methodology	Disclaimer	 Best's Rating Guide

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¹The Rating and Commentary date outlines the most recent updates to the Company's Rating, Rationale, and Report Commentary for key rating and business changes. Report commentary may include significant changes to Business Review, Financial Performance/Earnings, Capitalization, Investment/Liquidity, or Reinsurance sections of the report.

²The Financial date reflects the current status of the financial tables found within the body of the Report, including whether the data was loaded as received or had been run through our quality control cross-check process.

³The General Information date covers key areas that may have changed such as corporate structure, states licensed or officers and directors.

Ultimate Parent: [Sample Inc](#)

Sample Insurance Company

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AMB #: 000000

Ultimate Parent: [000000](#)

NAIC #: 000000

FEIN#: 00-00000000

Best's Credit Ratings

Best's Financial Strength Rating: A+

Outlook: Stable

Best's Issuer Credit Rating: aa-

Outlook: Stable

Rating Effective Date: 09/28/2015

Financial Size Category: XV

Report Revision Date: 03/15/2016

Rating Rationale

Rating Rationale: The ratings of the Sample Inc. organization have been extended to the company based on the company's role as one of the lead operating companies within the organization.

The following text is derived from A.M. Best's Credit Report on Sample Insurance Group (AMB# 000000).

The ratings of the members of Sample Insurance Group, collectively known as SIG, are based on the organization's well-established brand, strong GAAP operating earnings, diverse product mix, continued growth in various business segments and very strong position in its core markets. Through its diversified distribution channels, SIG has obtained the scale necessary to be an industry leader in its various product lines. The organization has recently adjusted its strategic focus to expanding both its domestic and international market share through organic growth and by reducing their new business exposure to more capital-intensive products such as variable annuities. Despite a continued low interest rate environment, earnings have been favorable and benefited from the company's robust hedging program and strong international business operating earnings following the 2014 acquisition of Sample Life Insurance Company (SLIC). Offsetting factors include challenges facing SIG as it manages through the turbulent economic environment, a relatively low risk-adjusted capital position, managing the company's large in-force variable annuity business and a growing book of lower-margined asset accumulation business.

On a historical basis, SIG has demonstrated its ability to produce strong operating earnings and growth in assets under management. SIG's debt service capability remains appropriate for its ratings and has benefited from recent debt maturities and a growing capital base. SIG maintains a strong liquidity position as demonstrated by a sizeable cash position at SIG, Inc., the holding company. With the regulated entities directly (or indirectly) under SIG, Inc., the group has enhanced its financial flexibility through the upstream dividend capacity of these subsidiaries. Given the scale of its diversified operations, SIG creates operating efficiencies to optimize returns on each of its business lines. SIG has made meaningful progress toward maintaining its financial strength. The company has a well-diversified liability profile, and its acquisition of SLIC, which enhances its Japanese life business, is already contributing to its strong international platform.

While SIG generally maintains a high quality, diversified investment portfolio, it has relatively large exposures to real estate-linked assets, including a large commercial and agricultural mortgage loan portfolio and real estate holdings. While these assets have performed well to date, the commercial real estate market outlook remains challenging. The aggregate real estate exposure also includes investments in residential and commercial mortgage-backed securities. Additionally, its holdings of below investment grade bonds exceed the industry average. Although earnings performance has remained strong through 2013, A.M. Best expects SIG to experience continued challenges to grow earnings in the current economic environment. While the overall investment portfolio is now in a net unrealized gain position, the portfolio's sensitivity to an increase in interest rates could potentially reverse these gains. Strained margins in interest-sensitive business lines due to the low interest rate environment are expected to continue for the near to medium term. In addition, A.M. Best views SIG's overall risk-adjusted

Rating Rationale (Continued ...)

capital position as modest for its current rating level. A.M. Best's expectation is that SIC will continue to focus on maintaining prudent overall levels of financial leverage and favorable interest coverage ratios.

Key rating drivers that may lead to positive rating actions on SIC subsidiaries' ratings include a consistent ability to outperform peers, diminished risk profile and capital improvement at the operating company. Key rating drivers that may lead to negative rating actions include a sustained material deterioration in operating performance, material impairments or realized losses in the investment portfolio or diminished key capital, leverage, coverage and liquidity ratios.

Five Year Rating History

Date	BEST'S	
	FSR	ICR
09/28/2015	A+	aa-
02/07/2015	A+	aa-
02/09/2014	A+ u	aa- u
02/20/2013	A+	aa-
06/05/2012	A+	aa
05/29/2011	A+	aa

[View 25 Year Rating History](#)

Key Financial Indicators

Year	Statutory Data (\$000)					
	Assets	Total Capital		Net Premiums Written	Net Investment Income	Net Income
		Capital Surplus Funds	Asset Valuation Reserve			
2015	360,500,954	14,294,846	4,220,228	35,781,267	11,141,458	1,320,017
2014	333,261,362	13,506,769	4,038,314	36,579,636	11,285,393	1,970,472
2013	316,204,247	13,217,404	2,263,841	31,363,584	10,795,995	2,066,373
2012	289,575,344	12,633,855	1,515,425	25,241,130	9,865,902	1,221,422
2011	289,578,009	11,592,263	3,454,817	33,867,619	11,975,928	-337,644
06/2015	365,837,273	13,822,713	3,821,185	15,203,780	5,214,554	399,077
06/2014	355,868,649	15,126,153	4,202,547	18,929,951	5,247,955	1,564,547

(*) Within several financial tables of this report, this company is compared against the Multiple Lines Composite.

(*) Data reflected within all tables of this report has been compiled from the company-filed statutory statement.

Business Profile

Sample Insurance Company (SIC), a wholly-owned subsidiary of SIG, Inc. (Holding Company), a Delaware corporation, is a leading provider of insurance and other financial services, with operations throughout the United States, and one of the lead operating companies of MetLife, Inc., a publicly traded stock company.

The following text is derived from A.M. Best's Credit Report on Sample Insurance Group (AMB# 000000).

SIG, Inc. and its life insurance subsidiaries, (collectively referred to as SIC) enjoy the benefits of being one of the largest insurance and financial services companies in the United States, with a market position enhanced with an extremely strong brand. The Company offers life insurance and annuities to individuals, as well as group insurance and retirement & savings products and services to corporations and other institutions. The Company's products include variable life products, universal life products, traditional life products, including whole life and term life, individual disability insurance, long-term care insurance, variable and fixed annuities, mutual funds and a broad range of group insurance and retirement products and services. As announced in November 2014, SIG, Inc. reorganized its business from a U.S. and international business structure into three broad geographic regions to better reflect its global reach. As a result, in the first quarter of 2015, SIC reorganized into six segments, reflecting these broad geographic regions: Retail Products; Group, Voluntary and Worksite Benefits; Corporate Benefit Funding; and Latin America (collectively, "The Americas"); Asia; and Europe, the Middle East and Africa ("EMEA").

SIC markets their U.S. products and services through various distribution groups. Their Life insurance and retirement products targeted to individuals are sold via sales forces, comprised of SIC employees, in addition to third-party organizations. The group life, non-medical health and corporate benefit funding products are sold via sales forces primarily comprised of SIC employees. Personal lines property and casualty insurance products are directly marketed to employees at their employer's worksite. Auto & Home products are also marketed and sold to individuals by independent agents and property and casualty specialists through a direct response channel and the individual distribution sales group. SIC sales employees work with all distribution groups to better reach and service customers, brokers, consultants and other intermediaries.

By broadening its distribution of individual life and annuities, the company now markets products through independent agents, financial institutions, independent broker/dealers and third party marketing organizations acquired through a series of acquisitions and startups. While A.M. Best expects the sales activities in these alternate distribution sources to continue to expand and generate an increasing proportion of overall sales, the company is still strongly committed to supporting and improving its core career agency system. They have also started to utilize customer data to identify potential customers and aid in the process of lead generation for its field force. The company has launched e-Underwriting, a web-based underwriting process using an application where insurance coverage can be provided in a single online session. A.M. Best believes the success of these initiatives will be important to expand the revenue base and grow earnings in the individual lines of business.

At December 31, 2014, SIC's product portfolio includes the following lines of business:

Insurance Products:

GROUP LIFE, INDIVIDUAL LIFE AND NON-MEDICAL HEALTH PRODUCTS - SIC is the leading provider of individual and group life insurance, non-medical health insurance products, including short- and long-term disability, individual disability income, long-term care, critical illness, accidental death and dismemberment, and dental insurance and related administrative services, as well as employer-sponsored auto and homeowners insurance and prepaid legal plans. Its group insurance products are marketed to small, medium and large companies, either as an integrated employee benefits package or as stand-alone product offerings.

Group life products are the leading products in the group insurance portfolio, where SIC has been an industry leader for many years in terms of product innovation and customer service. The company has over \$1.8 trillion in group life insurance in force, which represents an estimated one-sixth share of the U.S. market. The company markets group term, group universal life (GUL) and group variable universal life products (GVUL), accidental death and dismemberment and survivor benefits. SIC has achieved organic growth in this area through offering broader coverage and by successfully deepening the relationships and writing additional business from these accounts. In recent years, the company has benefited from sales of some large corporate-owned and bank-owned life insurance (COLI/BOLI) contracts.

SIC's group dental operation also has a significant market presence and is a leading provider of traditional, preferred provider organizations and managed care dental plans, with flexible designs and funding arrangements available to accommodate employer plan requirements, single or multi options, fully insured or administrative services only as well as a full range of contribution options. SIC is the one of the largest administrators of dental benefit plans among all single commercial carriers, providing dental plan administration for over 19 million people in the U.S. The company has been in the group dental business for nearly 50 years and has been continually improving program contracts, plan-design flexibility, claims-

Business Profile (Continued ...)

processing guidelines, customer service, and quality programs based upon clinical research, consumer-value approaches, and dental industry trends to meet the needs of employers, their employees and dentists.

SIC provides other primary group non-medical health insurance offerings including disability products. The disability business covers more than 4 million employees at 10,000 companies worldwide. SIC offers a wide range of short- and long-term programs including employer-paid, contributory and voluntary programs on an administrative services only or fully insured basis.

Retirement Products:

ANNUITY PRODUCTS - Retirement products offered include a diversified product portfolio of variable and fixed annuity products that are primarily sold to individuals and employees of corporations and other institutions. In recent years, MetLife has grown to be one of the largest players in the variable annuity market.

The Retirement Products segment serves the middle-income, affluent and business owner markets with retirement income and asset accumulation products through SIC's Individual Distribution organization and through third-party distribution channels. The segment serves employees of institutions with retirement income products distributed through MetLife's Group Distribution. Products offered include qualified and non-qualified variable and fixed annuities.

Corporate Benefit Funding:

PENSION CLOSEOUT, STRUCTURED SETTLEMENTS AND OTHER BENEFIT FUNDING SOLUTIONS - The products offered in this segment consist of Stable Value Products, Pension Closeouts, Torts and Settlements, Capital Markets Investment Products and Other Corporate Benefit Funding Products and Services. MetLife offers a variety of stable value products, such as guaranteed interest contracts (GICs), separate account GICs and similar products used to support the stable value option of defined contribution plans. The company also offers private floating rate funding agreements that are used for money market funds, securities lending cash collateral portfolios and short-term investment funds.

International:

SIC has established a strong presence in the Americas, Europe and Asia Pacific through organic growth, acquisitions, joint ventures and other partnerships. SIC's International business, composed of the Japan and Other International Regions, is currently building a global SIC brand, extending core products and competencies to those markets around the world where SIC can gain a competitive advantage. SIC's International business plays an integral role in the company's overall strategy; the business is expected to be a key growth engine for the enterprise as it leverages resources and capabilities to select markets globally. In recent years, the International business has demonstrated strong growth organically and through acquisitions. During the fourth quarter of 2014, SIC acquired SLIC for approximately \$16.4 billion. The acquisition has greatly enhanced SIC's global growth strategy. The addition of SLIC to SIC will essentially redefine SIC's global footprint as an international life insurer. Combined with SIC's current operations, SIC is expected to assume a high-ranking market position in markets such as Japan and Europe. It can also move SIC into a top five market position in many high-growth emerging markets in Central and Eastern Europe, the Middle East and Latin America.

Closed Block:

In connection with SIG's conversion from a mutual life insurance company to a stock life insurance company, SIC established a closed block of business for the benefit of holders of certain individual life insurance policies of SIG, who receive ongoing dividend payments as part of their respective policies. With approval from New York regulators, the company constructed the closed block and designated sufficient assets that, along with insurance policy premiums, would generate cash flows to support all future benefit and reasonable dividend payments. These cash flows are expected to be sufficient to pay each policyholder, including the last surviving individual, a commensurate amount of cash flow for policyholder benefits and dividends such that the assets and liabilities run out together over time. These results are reported separately on a GAAP basis. While the company may change its policyholder dividends, A.M. Best expects them to be consistent with the historical trend of prior dividend payments.

Scope of Operations

Scope of Operations (Continued ...)

Total Premium Composition & Growth Analysis

Period Ending	Direct Premiums Written		Reinsurance Premiums Assumed		Reinsurance Premiums Ceded		Net Premiums Written & Deposits	
	(\$000)	(%Chg)	(\$000)	(%Chg)	(\$000)	(%Chg)	(\$000)	(%Chg)
2015	40,720,201	-0.9	1,030,113	-5.1	5,969,047	7.0	80,535,585	3.2
2014	41,072,614	13.3	1,085,052	6.8	5,578,029	-5.5	78,048,729	21.0
2013	36,252,709	14.0	1,016,367	-65.9	5,905,493	-38.2	64,484,491	1.7
2012	31,808,006	-9.1	2,983,315	-5.3	9,550,190	124.3	63,434,916	-17.3
2011	34,973,784	18.2	3,151,122	275.4	4,257,288	1.4	76,747,602	63.8
5-Yr CAGR	...	6.6	...	4.2	...	7.3	...	11.4
06/2015	17,416,421	2.3	XX	XX	XX	XX	15,203,780	-19.7
06/2014	17,018,331	-16.9	XX	XX	XX	XX	18,929,951	3.4

Territory

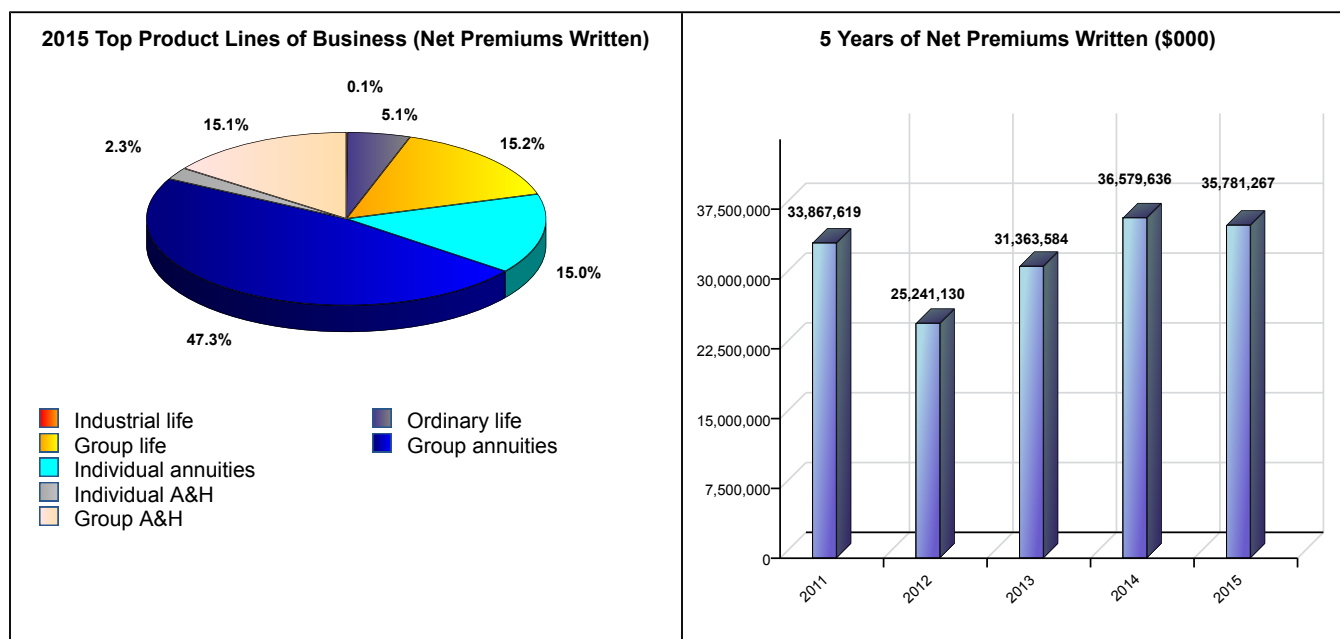
The company is licensed in the District of Columbia, Guam, Northern Mariana Islands, Puerto Rico, U.S. Virgin Islands and all states. It is also licensed in all Canadian provinces and territories. It is also permitted to solicit life insurance among certain military personnel and their dependents and certain other United States and Canadian citizens overseas.

Business Trends

2015 By-Line Business (\$000)

Product Line	Direct Premiums Written		Reinsurance Premiums Assumed		Reinsurance Premiums Ceded		Net Premiums Written	
	(\$000)	(%)	(\$000)	(%)	(\$000)	(%)	(\$000)	(%)
Industrial life	39,999	0.1	...	...	18,775	0.3	21,224	0.1
Ordinary life	3,976,212	9.8	499,379	48.5	2,661,590	44.6	1,814,001	5.1
Group life	7,885,487	19.4	438,666	42.6	2,877,465	48.2	5,446,688	15.2
Credit life	163	...	...	...	163	...	...	...
Individual annuities	5,637,826	13.8	39,132	3.8	321,760	5.4	5,355,198	15.0
Group annuities	16,923,828	41.6	2,703	0.3	2,826	...	16,923,705	47.3
Individual A&H	838,429	2.1	47,155	4.6	67,560	1.1	818,024	2.3
Credit A&H	8	...	...	...	8	...	...	...
Group A&H	5,418,250	13.3	3,078	0.3	18,901	0.3	5,402,428	15.1
Total	40,720,201	100.0	1,030,113	100.0	5,969,047	100.0	35,781,267	100.0

Business Trends (Continued ...)



By-Line Reserves (\$000)

Product Line	2015	2014	2013	2012	2011
Industrial life	1,151,402	1,120,489	1,158,070	1,189,289	1,219,732
Ordinary life	37,018,198	32,377,180	31,700,539	31,058,296	30,739,123
Group life	5,821,952	5,671,762	5,726,751	5,720,298	5,678,221
Credit life	...	...	...	...	...
Supplementary contracts	968,193	966,904	959,855	938,523	902,281
Individual annuities	21,221,537	21,918,257	22,232,552	22,335,267	20,186,999
Group annuities	43,090,841	42,175,133	40,492,296	39,119,697	40,086,091
Deposit type contracts	55,213,106	48,927,816	50,503,874	47,483,831	52,102,163
Individual A&H	6,411,390	5,615,426	4,894,043	4,224,663	3,564,954
Credit A&H	...	...	...	...	...
Group A&H	9,906,822	9,702,691	9,167,480	8,647,337	7,338,609
Total	180,803,441	168,475,658	166,835,460	160,717,201	161,818,173

Life Policies Statistics

Year	# of Ordinary Policies		# of Group Policies		# of Group Certificates	
	Issued	In Force	Issued	In Force	Issued	In Force
2015	29,932	6,905,676	11,433	99,228	2,487,816	30,422,598
2014	34,028	5,403,267	4,708	97,163	2,331,138	30,958,778
2013	59,390	5,668,444	4,562	94,715	3,682,519	32,344,826
2012	65,432	5,942,852	4,111	99,029	3,192,210	33,456,173
2011	72,661	6,253,736	4,612	107,282	3,253,465	33,244,210

Business Trends (Continued ...)

Life Insurance In Force (\$000)

Year	Whole Life & Endowment & Additions	Term	Credit	Group	Industrial	Total Insurance In Force
2015	280,848,313	455,089,450	72	2,801,490,962	2,043,491	3,539,472,287
2014	283,322,701	437,354,744	1,266	2,754,853,144	2,311,281	3,477,843,135
2013	283,471,113	427,709,596	1,374	2,766,539,813	2,400,076	3,480,121,972
2012	284,014,631	416,566,921	39,712	2,993,450,758	2,478,134	3,696,550,156
2011	284,961,945	402,325,870	51,178	2,838,819,038	2,555,920	3,528,713,951

New Life Business Issued

Year	Whole Life & Endowment & Additions	Term	Credit	Group	Industrial	Total Insurance Issued	Non-Particpt. (%)	Particpt. (%)
2015	4,574,861	...	...	133,873,777	...	138,448,638	100.0	...
2014	7,968,867	...	...	156,123,515	...	164,092,382	99.0	2.0
2013	10,354,215	...	...	160,536,520	...	170,890,735	96.0	4.0
2012	10,282,282	77,711	...	175,246,802	...	185,606,795	96.0	4.0
2011	10,612,980	11,450,299	...	192,600,266	...	214,663,545	98.0	2.0

Business Trends (Continued ...)

Ordinary Life Statistics

Year	Ordinary Lapse Ratio (%)	Renewal Premium Persistency (%)	Average Ordinary Policy (In Dollars)		# of Policies		Average Premium (\$/M)
			Issued	In Force	Issued	In Force	
2015	2.6	91.1	152,842	106,570	29,932	6,905,676	6.08
2014	3.0	89.7	234,186	133,378	34,028	5,403,267	6.56
2013	3.3	89.9	174,343	125,463	59,390	5,668,444	6.77
2012	3.2	89.4	158,332	117,886	65,432	5,942,852	7.07
2011	4.9	88.8	303,647	109,900	72,661	6,253,736	7.59

Year	1st Year Premium (\$000)	1st Year Premium / Total Premium	1st Year Commission / 1st Year Premium	General Expenses / Policies In Force	General Expenses / Reserves (%)	Return on Reserves (%)
2015	125,297	3.2	28.4	71.13	1.30	3.78
2014	195,077	4.6	35.3	115.23	1.87	3.98
2013	283,735	6.4	25.8	120.83	2.10	-0.23
2012	276,461	6.0	24.9	143.53	2.67	-0.21
2011	293,448	6.3	31.5	142.85	2.82	-0.44

Note: Ordinary excludes monthly debit ordinary accounts.

Individual Annuity Statistics

Year	Net Premiums Written (\$000)	Total Reserves (\$000)	Expenses to Reserves (%)	Commissions & Expenses to Net Premiums Written (%)	Benefits & Withdrawals to Net Premiums Written (%)	Benefits & Withdrawals to Reserves (%)
2015	5,355,198	22,189,730	4.9	24.2	81.2	19.6
2014	6,318,473	22,885,162	4.3	19.1	68.8	19.0
2013	4,973,901	23,192,406	2.7	15.8	76.7	16.5
2012	6,730,454	23,273,790	2.2	11.2	56.0	16.2
2011	6,445,542	21,089,280	2.4	11.3	70.5	21.6

Business Trends (Continued ...)

Group Annuity Statistics

Year	Net Premiums Written (\$000)	Total Reserves (\$000)	Expenses to Reserves (%)	Commissions & Expenses to Net Premiums Written (%)	Benefits & Withdrawals to Net Premiums Written (%)	Benefits & Withdrawals to Reserves (%)
2015	16,923,705	43,090,841	0.8	2.5	89.5	35.1
2014	16,762,307	42,175,133	1.0	3.0	77.8	30.9
2013	13,182,938	40,492,296	0.8	3.4	76.3	24.9
2012	8,448,424	39,119,697	0.8	5.0	122.9	26.5
2011	11,853,429	40,086,091	0.6	2.9	98.1	29.0

Total Annuity Actuarial Reserves By Withdrawal Characteristics

Year	Total Annuity Reserves (\$000)	Minimum or No Surrender Charge (%)	With Surrender Charge 5% or More (%)	With MVA (%)	No Surrender Charge Allowed (%)
2015	65,280,572	34.0	1.2	19.8	45.0
2014	65,060,294	33.6	1.6	19.0	45.8
2013	63,684,702	35.3	2.0	15.4	47.3
2012	62,393,487	33.9	3.2	13.1	49.8
2011	61,175,371	29.6	2.5	10.2	57.7

Separate Account Data

Separate Account Assets

	2015	2014	2013	2012	2011
Total Assets (\$000)	113,004,765	98,073,947	87,971,995	71,173,214	65,430,309
Growth in Assets	15.2	11.5	23.6	8.8	-16.6
As % of total Admitted Assets	31.3	29.4	27.8	24.6	22.6

Separate Account Reserves

	2015	2014	2013	2012	2011
Separate Account Reserves (\$000)	106,426,478	92,332,148	80,637,078	66,668,836	57,179,302
Ordinary Life	3.7	3.9	4.3	4.6	4.4
Individual Annuities	29.2	27.1	27.4	25.7	21.2
Group Annuities	55.9	56.5	54.6	53.7	55.6
Group Life	11.2	12.4	13.7	16.0	18.7
Deposit Type Liabilities (\$000)	779	860	1,033	...	...
Other Liabilities (\$000)	6,507,626	5,674,903	7,077,528	4,467,011	8,227,377
Surplus (\$000)	67,745	62,862	253,992	34,991	21,135

Business Trends (Continued ...)

Separate Account Premiums & Deposits

	2015	2014	2013	2012	2011
Separate Account Premiums & Deposits (\$000)	18,965,497	17,377,293	14,177,268	9,301,972	7,874,430
Ordinary Life	1.9	2.2	3.0	4.9	6.6
Individual Annuities	22.9	27.6	21.8	23.5	20.9
Group Annuities	73.7	67.6	73.7	66.8	62.1
Group Life	1.5	2.7	1.5	3.0	7.8
Other	...	...	...	1.8	2.7

Separate Account Fees & Charges

	2015	2014	2013	2012	2011
Separate Account Fees & Charges (\$000)	889,999	725,985	587,557	478,701	604,990
Ordinary Life	7.6	9.3	11.5	10.8	9.8
Individual Annuities	65.3	61.2	58.2	50.0	40.5
Group Annuities	23.4	25.1	26.5	27.1	23.9
Group Life	3.7	4.3	3.9	8.1	21.5
Other	...	...	...	4.0	4.3
Fees & Charges to Assets	0.8	0.8	0.7	0.7	0.8

Separate Account Benefits & Withdrawals

	2015	2014	2013	2012	2011
Separate Account Benefits & Withdrawals (\$000)	12,445,365	8,596,940	7,549,819	7,832,559	6,564,778
Ordinary Life	1.7	2.7	2.5	1.9	2.7
Individual Annuities	15.0	19.9	18.9	13.1	21.4
Group Annuities	81.0	74.5	74.1	55.4	72.0
Group Life	2.4	3.0	4.5	11.6	3.4
Other	...	...	...	18.0	0.5
Benefits & Withdrawals to Assets	11.8	9.2	9.5	11.5	9.1

Market Share / Market Presence

Market Share / Market Presence (Continued ...)

Geographical Breakdown By Direct Premium Writings (\$000)

	2015	2014	2013	2012	2011
New York	29,256,316	19,331,366	23,766,639	26,132,728	28,216,943
Delaware	18,808,196	26,109,055	11,849,486	10,028,068	12,611,273
Pennsylvania	2,226,307	2,202,805	1,457,764	1,693,687	1,803,041
Massachusetts	1,793,752	1,358,581	1,217,978	982,679	1,129,822
California	1,770,183	2,181,329	2,165,743	2,301,067	2,519,617
New Jersey	1,389,782	1,446,275	1,300,405	1,337,003	1,769,092
Texas	1,326,990	1,408,411	1,280,169	1,381,241	1,356,615
Illinois	1,315,052	1,548,011	1,263,850	1,298,194	1,617,706
Florida	1,172,529	1,313,879	1,195,864	1,261,306	1,374,408
Minnesota	974,298	545,788	342,662	1,761,033	237,749
All Other	11,875,905	15,112,590	12,330,640	12,226,548	12,074,312
Total	71,909,310	72,558,090	58,171,199	60,403,553	64,710,578

Operating Performance

SIG's earning trends have remained positive over the last five years, with the exception 2010 due to market driven realized investment losses. Net income in 2014 remained solid due to strong diversified earnings as well as increased net investment income for the period.

The following text is derived from A.M. Best's Credit Report on Sample Insurance Group (AMB# 000000).

SIG, Inc.'s consolidated GAAP operating earnings as of year-end 2014 were representative of growth in its various product segments and international presence, effectiveness of hedging program and prudent expense management practices. Results are also reflective of the continued low interest rate environment and the impact of the global economic crisis and the accompanying downturn in the equity markets that began in 2009. While there has been a measurable recovery in the financial markets, A.M. Best remains cautious and believes that volatility in the global economic infrastructure is likely to continue through the medium term which could impact earnings results. In the near term, SIG, Inc.'s consolidated and segmented GAAP earnings are expected to remain modestly pressured, with the greatest impact expected to remain within its annuity book of business which grew substantially in 2014.

SIC's life insurance operations have recorded earnings results through 2014 which are demonstrative of the current economic landscape. Growth in the group insurance business lines have been limited due to continued high unemployment rates. Pricing in this market has been very competitive within the industry as insurers look to achieve top line growth. Earnings in the non-medical health segments has improved in 2014 as utilization levels have stabilized from the high levels in prior years. Individual life product sales have recovered somewhat from the peak of crisis levels as well. Going forward, the insurance segments will continue to have earning growth challenges in the current low interest rate environment.

Premiums and fees in its Corporate Benefit Funding segment declined in part due to lower considerations from product lines and decreased sales of structured settlements. Pension closeout sales improved as SIC's sales rose. Despite a decrease in premiums, overall earnings in this segment have improved as the markets begin to recover and spreads increase.

The Retirement Products segment had solid top line and bottom line growth primarily driven by strong sales in variable annuity products and increased account values. Modest increases were recorded in the annuity product line primarily due to an increase in sales of variable products reflecting a change in customer preferences as market conditions began to improve; however, this was partially offset by a decrease in single premium deferred annuity sales.

The International business remains pressured by the global economic landscape as well. Currency valuations coupled with volatility in certain international markets have continued to impact results. International growth has been driven by successfully executing the company's strategy of leveraging SIC core competencies to build a diversified business; geographic diversification, business model diversification and product and distribution diversification. The acquisition of SLIC is expected to generate significant earnings and International will represent a sizable proportion of SIC's total earnings.

With pressures from the global economic downturn moderating, A.M. Best expects earlier pressure on net income to be reduced. In addition, returns from limited partnerships, real estate joint ventures, securities lending, private equity and hedge fund investments have shown modest improvement in 2014. The resulting impact of the global economic downturn on investment results are expected to vary greatly. SIC's credit exposure offers additional risks related to the economic landscape.

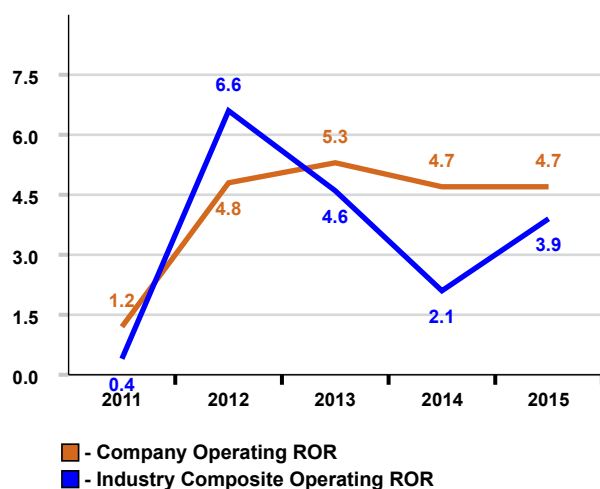
SIC's statutory earnings have generally trended upward on a historical basis, with some volatility. Historical statutory results by line of business have fluctuated due to a number of factors, including interest rate volatility; costs and proceeds, associated with the sale of various non-core operations; the impact of low interest rates on its interest-sensitive and GIC businesses; and costs, including severance, associated with restructuring certain operations as well as the use of reinsurance treaties. Despite the frequency and size of these single-event items, the company has experienced overall improvements in its statutory results due to improved operating fundamentals, particularly with respect to its individual life line of business. The group has produced favorable results overall, offset somewhat by its individual and group annuity products which have exhibited some volatility in sales and performance. Group life generates strong and consistent results that reflect favorable mortality experience, strong sales of group term and group variable/universal life product as well as very strong persistency on existing business. Overall, group life operations have generated between one-quarter and two-thirds of the company's total pre-tax statutory net operating gain over the past five years.

Operating Performance (Continued ...)

Profitability Analysis (\$000)

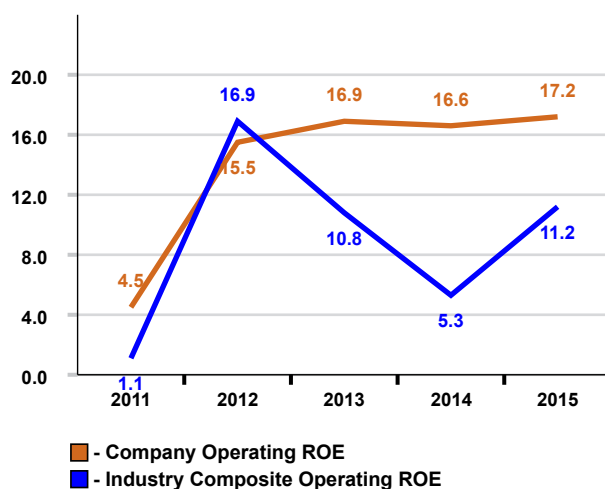
Period Ending	Company					Industry Composite		
	Pre-tax Net Operating Income	Net Operating Gain	Net Income	Total Return	Operating ROR (%)	Operating ROE (%)	Operating ROR (%)	Operating ROE (%)
2015	3,168,752	2,397,343	1,320,017	2,442,416	4.7	17.2	3.9	11.2
2014	2,631,367	2,223,263	1,970,472	3,268,155	4.7	16.6	2.1	5.3
2013	2,506,578	2,188,922	2,066,373	2,104,190	5.3	16.9	4.6	10.8
2012	2,103,484	1,872,172	1,221,422	-880,738	4.8	15.5	6.6	16.9
2011	686,541	552,499	-337,644	239,482	1.2	4.5	0.4	1.1
5-Yr Avg/Tot	11,096,722	9,234,198	6,240,641	7,173,506	4.1	14.3	3.4	9.1
06/2015	1,157,856	896,779	399,077	-408,099	4.4	15.7	XX	XX
06/2014	1,188,633	1,015,600	1,564,547	1,303,429	4.2	31.2	XX	XX

Operating ROR Comparison with Industry Composite



* Industry Composite - Multiple Lines Composite

Operating ROE Comparison with Industry Composite



* Industry Composite - Multiple Lines Composite

Underwriting Results

Underwriting Results (Continued ...)

Profitability Tests (%)

Year	Benefits Paid to NPW & Deposits	Commissions & Expenses to NPW & Deposits	NOG to Total Assets	NOG to Total Revenues	Operating Return on Equity	Net Yield	Total Return
2015	37.7	5.7	0.7	4.7	17.2	4.89	4.96
2014	35.3	6.1	0.7	4.7	16.6	5.17	5.69
2013	37.1	6.9	0.7	5.3	16.9	5.13	5.09
2012	42.8	7.6	0.6	4.8	15.5	4.74	3.44
2011	35.8	6.4	0.2	1.2	4.5	5.77	5.61
5-Yr Avg/Tot	37.6	6.5	0.6	4.1	14.3	5.14	4.96
06/2015	91.4	14.3	0.6	4.4	15.7	4.74	4.07
06/2014	64.3	12.8	1.3	4.2	31.2	4.74	5.11

Net Operating Gain (\$000)

Product Line	2015	2014	2013	2012	2011
Industrial life	-18,300	-2,481	22,622	-34,383	615
Ordinary life	1,429,220	1,322,939	-74,894	-68,702	-139,537
Group life	172,453	163,987	317,931	248,934	256,930
Credit life	-4	...	...	-2,609	-300
Supplementary contracts	244,512	281,622	266,845	170,433	209,490
Individual annuities	-344,945	-89,593	107,673	75,144	-339,102
Group annuities	685,813	635,041	690,900	1,062,871	-836,006
Individual A&H	-94,845	-30,180	-35,097	-142,108	-77,749
Credit A&H	...	...	...	...	...
Group A&H	320,082	-61,968	74,501	-32,332	7,170
Other	3,356	3,897	818,441	594,924	1,470,990
Total	2,397,343	2,223,263	2,188,922	1,872,172	552,499

Underwriting Results (Continued ...)

Accident & Health Statistics

Year	Net Premiums Written	Net Premiums Earned	Loss Ratio	Expense Ratio	Underwriting Results
2015	6,217,762	6,231,772	83.5	17.6	-536,686
2014	5,709,349	5,746,302	88.1	18.3	-864,251
2013	5,746,185	5,732,980	85.5	17.5	-771,696
2012	2,813,981	2,795,839	215.1	37.1	191,277
2011	5,567,249	5,621,049	89.6	20.5	-694,082

Current Year Experience

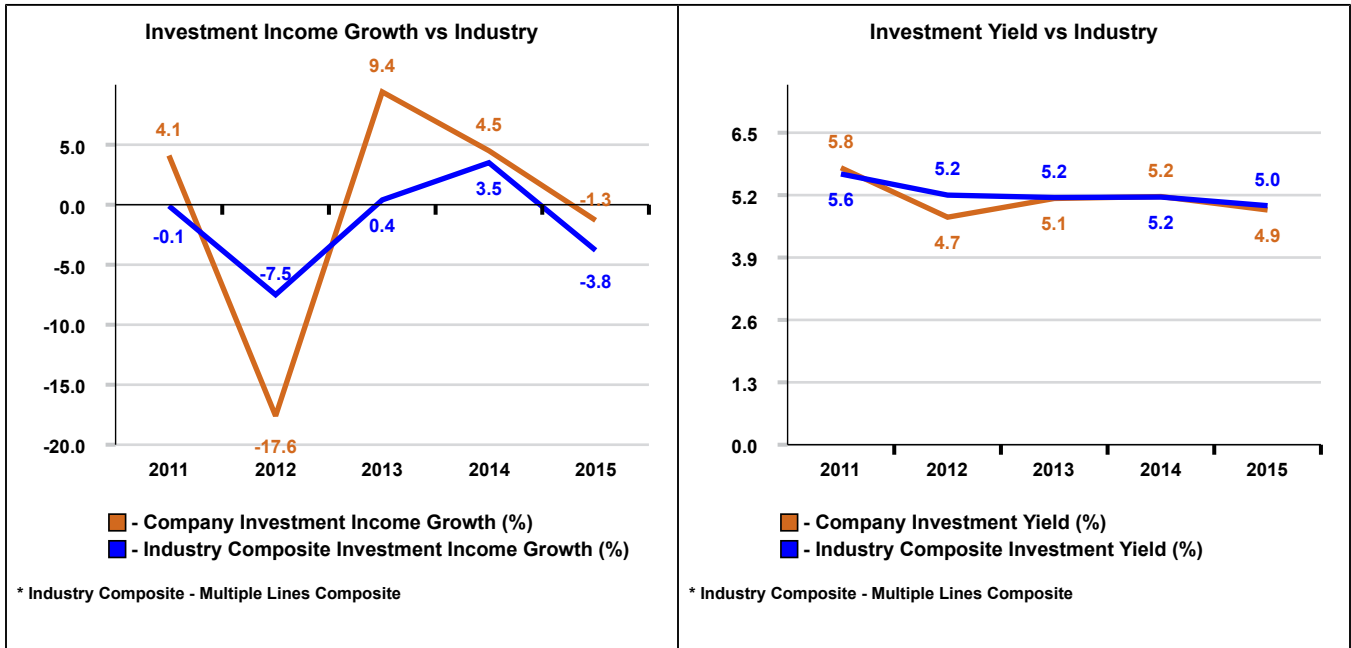
	Net Premiums Written	Net Premiums Earned	Loss Ratio	Expense Ratio	Underwriting Results
Group	5,404,995	5,415,277	77.1	16.2	-108,761
Coll renew	1	1	175.3	0.9	-1
Non-Can	267,025	265,895	77.6	39.0	-44,412
Guarant renew	540,805	545,648	150.5	20.7	-387,439
Non-renew, S.R.	4,923	4,938	-25.1	44.9	3,968
Other Accident	6	6	172.7	3.0	-5
Other	7	7	600.9	11.0	-36

Investment Results

Investment Gains

Year	Company							Industry Composite	
	Net Invest. Income (\$000)	Realized Capital Gains (\$000)	Unrealized Capital Gains (\$000)	Invest. Income Growth (%)	Invest. Yield (%)	Return on Invested Assets (%)	Total Return (%)	Invest. Income Growth (%)	Invest. Yield (%)
2015	11,141,458	-1,077,325	1,122,399	-1.3	4.9	4.4	4.96	-3.8	5.0
2014	11,285,393	-252,791	1,297,684	4.5	5.2	5.2	5.69	3.5	5.2
2013	10,795,995	-122,549	37,817	9.4	5.1	5.2	5.09	0.4	5.2
2012	9,865,902	-650,750	-2,102,160	-17.6	4.7	4.4	3.44	-7.5	5.2
2011	11,975,928	-890,142	577,126	4.1	5.8	5.2	5.61	-0.1	5.6
5-Yr Avg/Tot	55,064,676	-2,993,558	932,865	-0.7	5.1	4.9	4.96	-1.6	5.2
06/2015	5,214,554	-497,702	-807,175	-0.6	4.7	3.8	4.07	...	...
06/2014	5,247,955	548,948	-261,118	-8.5	4.7	9.9	5.11	...	...

Investment Results (Continued ...)



Balance Sheet Strength

Capitalization

Capitalization: At year-end 2014, SIG recorded a statutory capital and surplus position of about \$13.5 billion, an increase of about \$289 million from year-end 2013. Factors that contributed to this improvement include a net gain from operations of about \$2 billion, a \$1.3 billion unrealized capital gains and a \$889 million change in nonadmitted assets. Offsetting factors included a significant change in AVR of \$1.8 billion. The company also declared a \$1.3 billion dividend to shareholders in 2014 and \$631 million in 2013.

In recent years, SIG increased its capital and surplus by issuing surplus notes and selling certain higher-risk assets including real estate. These efforts follow the company's aggressive management of its capital in recent years that had resulted in weakened risk-adjusted capitalization.

The following text is derived from A.M. Best's Credit Report on Sample Insurance Group (AMB# 000000).

On a statutory basis, the Sample Insurance Group experienced growth of \$419 million in capital and surplus to \$20.3 billion from year end 2012 to year end 2013. The biggest contributor was reported net income for the year-end 2013 of \$2.3 billion which was offset by a \$1.3 billion dividend to the parent company in 2012.

SIG has historically demonstrated its ability to maintain a moderate financial leverage position and good financial flexibility that compares favorably to its similarly rated peers. Due to the global economic downturn and tightening of the credit markets during the past few years, SIG bolstered its cash position at the holding company by accessing the capital markets. Through various offerings and the remarketing of its common equity units, SIG's financial leverage had elevated above 30% during 2012 -- which attributed some equity credit for hybrid securities; however, financial leverage is on the high end of the threshold for its current rating level. At year end 2012, financial leverage has improved down to the mid 20% range due to maturing debt and strong retained earnings. During 2014, SIC accessed the debt and equity markets to fund its acquisition of SLIC. Although this financing strategy is leverage neutral, A.M. Best believes that any increase in financial leverage will continue to be managed down over time based upon past performance.

SIC continues to refine its corporate structure by divesting non-core businesses, investing in potential growth businesses and implementing restacking initiatives to increase the financial flexibility of several of its insurance entities. The insurance entities have enhanced their upstream dividend capacity to the parent holding company and generate a moderate level of statutory gains.

While A.M. Best considers the risk-adjusted capital position of SIC, inclusive of all life insurance entities on a consolidated basis, to measure commensurately with other superior rated companies, attention is also placed on the appropriate level of risk-adjusted capital in each individual subsidiary. However, the collective actions taken by management reinforce MetLife's diverse and substantial financial resources, with a significant amount of available funds remaining at the parent company and within the SIC organization, albeit outside the insurance company's control.

A.M. Best notes that SIC currently retains capacity under SIC Funding's and SIG's two commercial paper programs, strong liquidity within its invested asset portfolio, multiple sources of external financing availability and additional liquidity through SIC's committed credit facilities, providing adequate capacity to satisfy the ongoing liquidity needs of the enterprise.

As previously described, SIC acquired SLIC. This transaction has transformed the overall capital structure of SIC post close. The consideration consisted of about \$7.2 billion in cash and \$9.2 billion in SIC equity and other securities. The securities portion of the purchase price consisted of 78.2 million shares of SIC common stock valued at \$3.2 billion, 6.9 million shares of Series B Contingent Convertible Junior Participating Non-Cumulative Perpetual Preferred Stock valued at \$2.8 billion, and 40 million common equity units having an aggregate stated value of \$3.0 billion.

Capitalization (Continued ...)

Capital Generation Analysis

Year	Source Of Surplus Growth							% Change in Capital & Surplus
	Net Operating Gain	Realized Capital Gains	Income Taxes	Unrealized Capital Gains	Change in AVR	Other Changes	Change in Capital & Surplus	
2015	2,397,343	-1,077,325	771,409	1,122,399	-181,914	-1,472,425	788,077	5.8
2014	2,223,263	-252,791	408,104	1,297,684	-1,774,473	-1,204,317	289,365	2.2
2013	2,188,922	-122,549	317,655	37,817	-748,415	-772,225	583,549	4.6
2012	1,872,172	-650,750	231,312	-2,102,160	1,939,391	-17,062	1,041,592	9.0
2011	552,499	-890,142	134,042	577,126	-63,543	-1,587,654	-1,411,716	-10.9
5-Yr Total	9,234,198	-2,993,558	1,862,524	932,865	-828,955	-5,053,684	1,290,867	1.9
06/2015	896,779	-497,702	261,077	-807,175	399,043	-463,078	-472,133	-3.3
06/2014	1,015,600	548,948	173,034	-261,118	-164,233	480,188	1,619,384	12.0

Quality of Surplus (\$000)

Year	Surplus Notes	Other Debt	Contributed Capital	Unassigned Surplus	Year End Capital & Surplus	Asset Valuation Reserve	Adjusted Capital & Surplus
2015	1,705,000	...	5,790,869	6,798,977	14,294,846	4,220,228	18,515,074
2014	1,705,000	...	5,790,869	6,010,900	13,506,769	4,038,314	17,545,083
2013	2,480,360	...	5,790,869	4,946,175	13,217,404	2,263,841	15,481,245
2012	2,583,383	...	5,790,869	4,259,602	12,633,855	1,515,425	14,149,280
2011	1,991,383	...	5,790,869	3,810,011	11,592,263	3,454,817	15,047,080
06/2015	1,705,000	...	5,790,869	6,326,844	13,822,713	3,821,185	17,643,898
06/2014	1,705,000	...	5,790,869	7,630,284	15,126,153	4,202,547	19,328,700

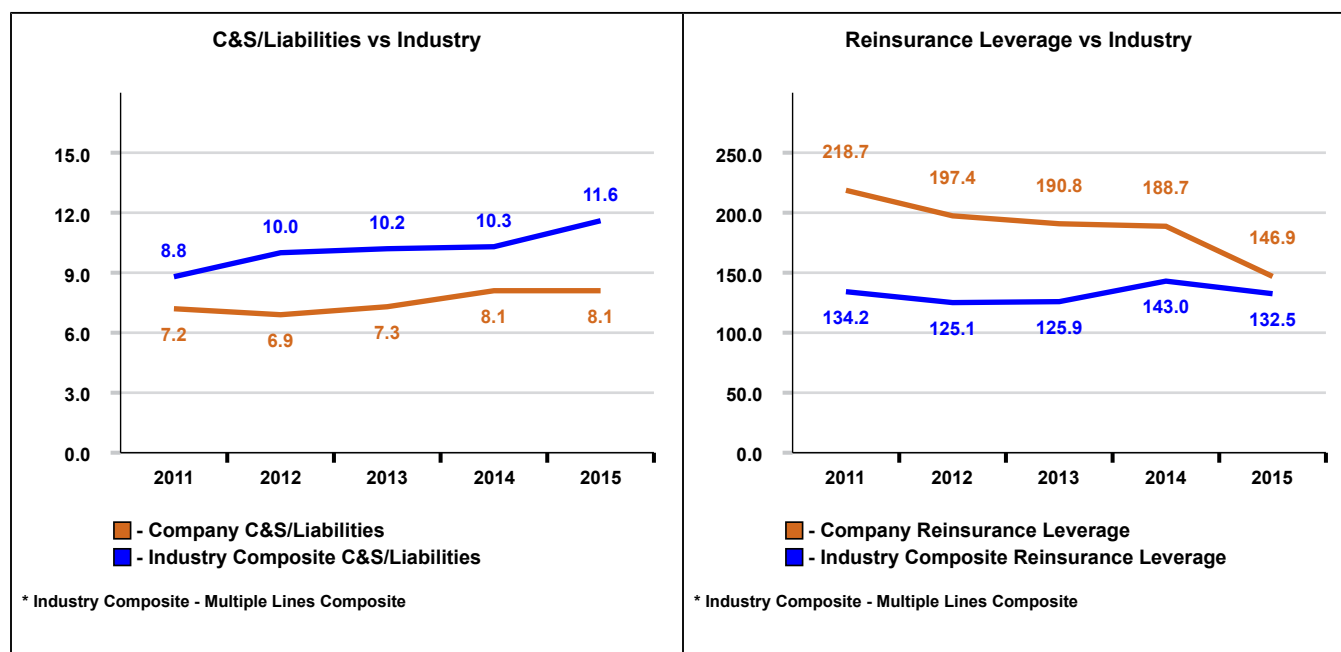
Underwriting Leverage

Underwriting Leverage (Continued ...)

Leverage Analysis (%)

Year	Company				Industry Composite	
	Capital & Surplus to Liabilities	Surplus Relief	NPW & Deposits to Capital	Change in NPW & Deposits	Capital & Surplus to Liabilities	Surplus Relief
2015	8.1	3.4	4.3	3.2	11.6	2.8
2014	8.1	4.9	4.4	21.0	10.3	0.8
2013	7.3	5.3	4.2	1.7	10.2	3.4
2012	6.9	3.7	4.5	-17.3	10.0	4.1
2011	7.2	3.8	5.1	63.8	8.8	2.6
06/2015	7.7	2.4	0.9	-19.7	...	...
06/2014	8.4	1.2	1.0	3.4	...	...

Current BCAR: 125



Underwriting Leverage (Continued ...)

Ceded Reinsurance Analysis

Year	Company						Industry Composite	
	Face Amount Reinsurance Ceded	Affiliated Reinsurance Recoverable / Capital & Surplus	Unaffiliated Reinsurance Recoverable / Capital & Surplus	Total Reinsurance Recoverable / Capital & Surplus	Surplus Relief	Reinsurance Leverage	Total Reinsurance Recoverable / Capital & Surplus	Reinsurance Leverage
2015	1,806,761,530	7.9	1.8	9.7	3.4	146.9	4.7	132.5
2014	1,688,025,836	7.8	1.9	9.7	4.9	188.7	4.8	143.0
2013	1,773,846,662	7.4	1.8	9.1	5.3	190.8	4.3	125.9
2012	1,925,601,432	6.1	3.6	9.7	3.7	197.4	4.4	125.1
2011	898,071,323	2.2	3.8	5.9	3.8	218.7	4.2	134.2

Liquidity

Liquidity: In recent years, SIG has seen increasing separate account investments due to strong sales in its variable annuity business, as well as improved market driven investment performance. This market improvement has also facilitated the growth of its general account investments.

The following text is derived from A.M. Best's Credit Report on Sample Insurance Group (AMB# 000000).

The Sample Insurance Group's admitted assets are well diversified and its overall liquidity position is strong. In addition to maintaining quality, diversification and optimizing risk-adjusted investment income and total return, the group's investment philosophy requires that a reasonable match exists between the option-adjusted characteristics of its assets and the cash flow needs of its insurance and investment products. Historically, bonds and mortgage loans have comprised approximately four-fifths of consolidated invested assets, with real estate, policy loans, equity holdings, cash and short-term investments and other assets, including limited partnership interests, comprising the remaining classes. In recent years, the company had shifted more assets from its real estate holdings and common stocks into bonds, mortgage loans, cash, and short-term investments. Fixed-income investments are diversified among publicly traded and privately placed corporate bonds, U.S. government and municipals, foreign bonds, commercial and residential mortgage-backed securities (MBS), and asset-backed securities (ABS). The company is a significant participant in the private placement bond market, which increased as a percentage of the group's portfolio and represents approximately one-fifth of its bond investments. A.M. Best believes these are appropriate investments due to the relatively stable individual life insurance liabilities and the scale of its investment operations. Both the public and private corporate portfolios are highly diversified by economic sector and issuer, with investments typically spread among the industrial, utility and financial sectors. SIC has maintained a high quality bond portfolio with 89% rated investment grade at year end 2014. SIC reduced its holdings in high-yield corporate securities as the risk-adjusted total return no longer seemed attractive.

SIC maintains a diversified portfolio of mortgage and equity investments. Mortgage holdings are well diversified by asset type with exposure to both commercial and agricultural loans. Commercial and agricultural loans are distributed geographically and by type of end-use with commercial mortgage exposure to loans made on office, retail, industrial and apartment properties. The company's diverse mortgage holdings generate substantial cash flows, and the portfolio is conservatively managed. SIC's portfolio diversification in real estate equity and commercial mortgage and agricultural loans was a source of portfolio strength prior to the global economic downturn in 2009. As of year-end 2014, SIC's mortgage loan portfolio was valued at \$49.3 billion.

During 2011, SIC recorded a modest decrease in total invested assets, mainly driven by surrenders and withdrawals on deposit-type contracts in addition to a decrease in cash collateral held by the company from its counterparties on Credit Support Annex contracts. In 2012 and 2013, total invested assets have mostly rebounded reflecting in part, a decrease in surrenders. While not impacting total invested assets, a restructuring of the company's St. James Fleet preferred stocks and bonds holdings reclassified these assets to common stocks. An additional significant transaction was the reclassification of hybrid securities from preferred stocks to bonds in January 2011 to meet new NAIC guidelines, which had no impact on total invested assets.

SIC maintains a manageable exposure to mortgage-backed securities (MBS) which, despite their relatively high credit quality, can present a higher degree of interest rate risk and cash flow volatility. Historically, mortgage-backed securities have

Liquidity (Continued ...)

represented approximately one-fifth of the company's fixed maturities. The majority of the company's MBS portfolio is collateralized mortgage obligations (CMOs), which generally have more stable cash flows. A majority of residential MBS are guaranteed or otherwise supported by government agencies, and most securities hold mortgages that were made to prime borrowers at traditional loan-to-value ratios. SIC's conservative asset/liability management practices match MBS with liabilities that have similar durations as well as interest rate and cash flow risks.

SIC also holds a sizeable amount of RMBS and CMBS positions, some of which is 2009 and 2010 vintages. Despite the credit quality of its 2008 and 2009 vintages, about 90% of SIC's total RMBS Alt-A holdings had super senior credit enhancement, which typically provides credit enhancement of a standard AAA-rated bond. In addition, 85.5% of SIC's CMBS holdings are rated AAA and 86% are from 2006 and earlier vintages.

Derivatives contracts, such as futures, swaps, caps, floors and options, are utilized to hedge or reduce risks associated with its invested assets, liabilities, portfolios of assets or liabilities or anticipated transactions. In addition, the company enters into replication derivative transactions. Given the strong asset/liability management practices of the company, A.M. Best believes that the company appropriately manages its exposure in this area. SIC's notional amount of derivatives contracts outstanding is modest relative to its asset base.

SIC participates in a securities lending program. As of year end 2013, the size of its book was roughly \$24 billion. As institutional investors sought greater liquidity during the third and fourth quarter of 2011 in response to the unstable credit markets and financial institution crisis, SIC systematically reduced the size of its securities lending program.

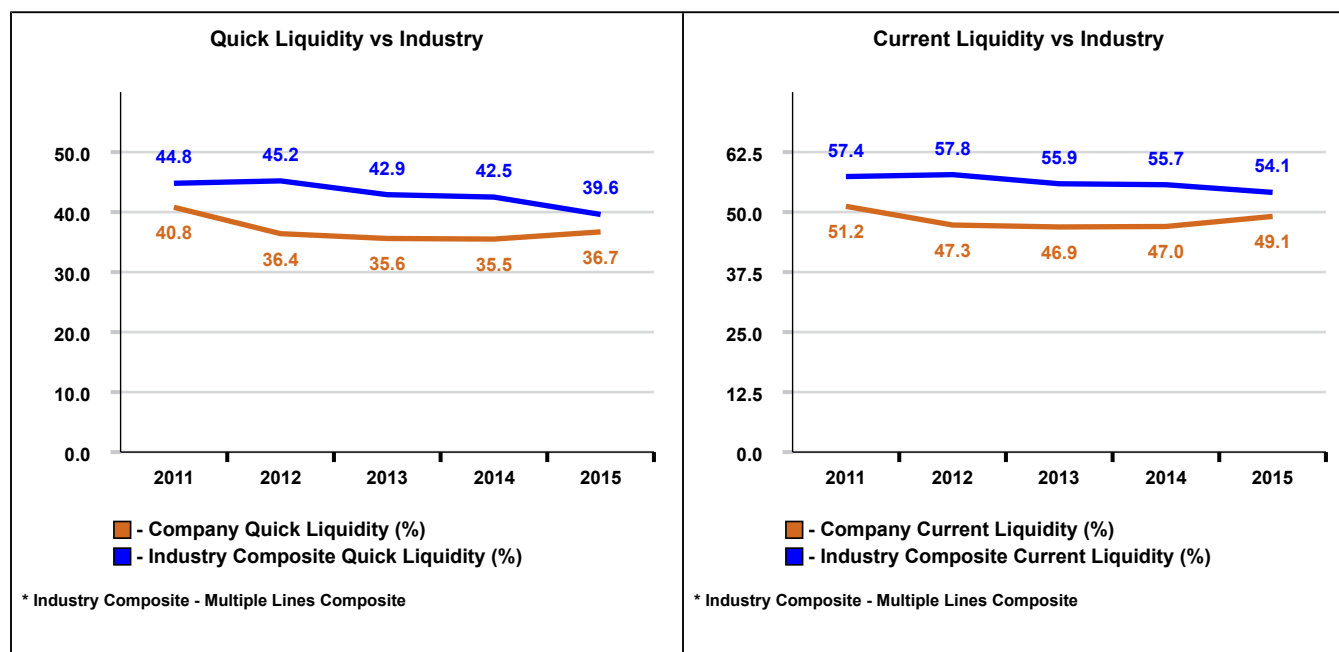
While SIC has historically demonstrated its ability to generate strong investment income and yields from its asset portfolio, the turbulent economic environment has tempered the investment yields previously enjoyed by the company. A.M. Best believes that while SIC has some above-average exposures in certain asset classes, its overall investment risk management practices are perceived to be conservative in nature.

Given the size as the largest insurance group in the U.S., SIC's admitted assets are well diversified and its overall liquidity position is strong. In addition to maintaining quality, diversification and optimizing risk-adjusted investment income and total return, the group's investment philosophy requires that a reasonable match exists between the option-adjusted characteristics of its assets and the cash flow needs of its insurance and investment products.

Liquidity Analysis

Year	Company							Industry Composite	
	Operating Cash Flow	Quick Liquidity	Current Liquidity	Non-Investment Grade Bonds / Capital	Delinq & Forclosed Mortgage / Capital	Mtg & Cred Ten Lns & RE / Capital	Affiliated Investment to Capital	Quick Liquidity	Current Liquidity
2015	10,100,205	36.7	49.1	99.0	0.1	243.2	78.3	39.6	54.1
2014	3,981,040	35.5	47.0	97.3	0.1	253.2	94.8	42.5	55.7
2013	8,916,820	35.6	46.9	101.1	0.1	278.2	99.1	42.9	55.9
2012	-641,044	36.4	47.3	105.7	...	297.8	110.1	45.2	57.8
2011	5,912,392	40.8	51.2	77.2	...	292.6	86.0	44.8	57.4
06/2015	-263,902	XX	XX	106.2	...	252.3	79.7	XX	XX
06/2014	12,708,223	XX	XX	96.1	0.2	236.4	66.0	XX	XX

Liquidity (Continued ...)



Investments

Investment Yields (%)

Year	Net Yield	Bonds	Stocks	Mortgages	Cash & Short Term	Real Estate		Investment Expense Ratio
						Gross	Net	
2015	4.89	5.04	1.99	5.68	0.27	12.89	3.94	6.28
2014	5.17	5.20	6.04	5.58	0.22	15.20	4.41	6.56
2013	5.13	5.24	3.55	5.48	0.31	15.53	4.77	7.19
2012	4.74	5.64	1.76	5.43	0.22	17.00	7.10	7.94
2011	5.77	6.11	5.56	5.92	1.25	16.48	7.38	11.49

Investments - Bond Portfolio

Investments - Bond Portfolio (Continued ...)

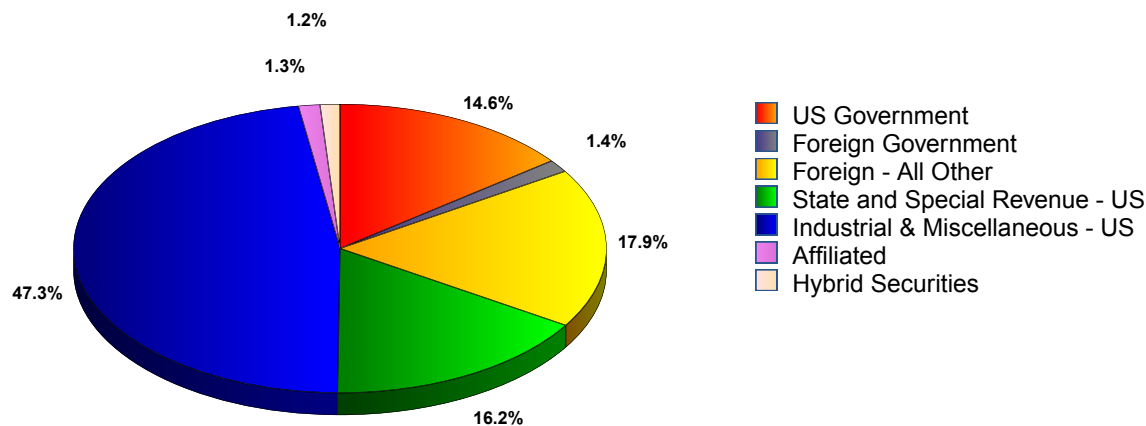
2015 Distribution By Maturity

	Years					Years Average Maturity
	0-1	1-5	5-10	10-20	20+	
Government	6.7	3.3	1.7	1.4	3.9	8.4
Government Agencies	3.5	1.8	2.1	3.2	7.6	14.4
Industrial & Miscellaneous	5.8	22.5	18.6	7.3	8.5	8.5
Affiliated	...	0.5	0.5	...	0.2	8.8
Hybrid Securities	...	0.1	...	0.2	0.8	20.9
Total	16.0	28.1	22.9	12.1	20.9	9.7

Bond Distribution By Issuer Type

	2015	2014	2013	2012	2011
Bonds (\$000)	152,256,930	139,465,656	139,295,145	131,453,123	120,898,280
US Government	14.6	15.0	14.2	13.0	7.8
Foreign Government	1.4	1.3	1.3	0.9	1.2
Foreign - All Other	17.9	15.6	14.0	12.8	11.8
State and Special Revenue - US	16.2	14.3	17.8	18.2	14.8
Public Utilities - US	...	...	...	...	5.4
Industrial & Miscellaneous - US	47.3	51.1	49.3	50.8	53.6
Credit Tenant Lns - US	...	...	...	...	...
Affiliated	1.3	1.3	0.9	1.0	5.4
Hybrid Securities	1.2	1.4	2.4	3.3	...

2015 Bond Distribution By Issuer Type



Investments - Bond Portfolio (Continued ...)

Bond Percent Private vs Public

	2015	2014	2013	2012	2011
Private Issues	32.2	31.1	28.7	27.2	25.2
Public Issues	67.8	68.9	71.3	72.8	74.8

Bond Quality Percent

	2015	2014	2013	2012	2011
Class 1	64.1	64.0	66.5	67.7	71.6
Class 2	24.4	24.3	22.6	21.3	19.7
Class 3	6.5	6.4	6.3	6.2	5.1
Class 4	4.0	4.2	3.5	3.5	2.4
Class 5	0.9	1.1	1.0	1.1	1.2
Class 6	0.1	0.1	0.1	0.2	0.1

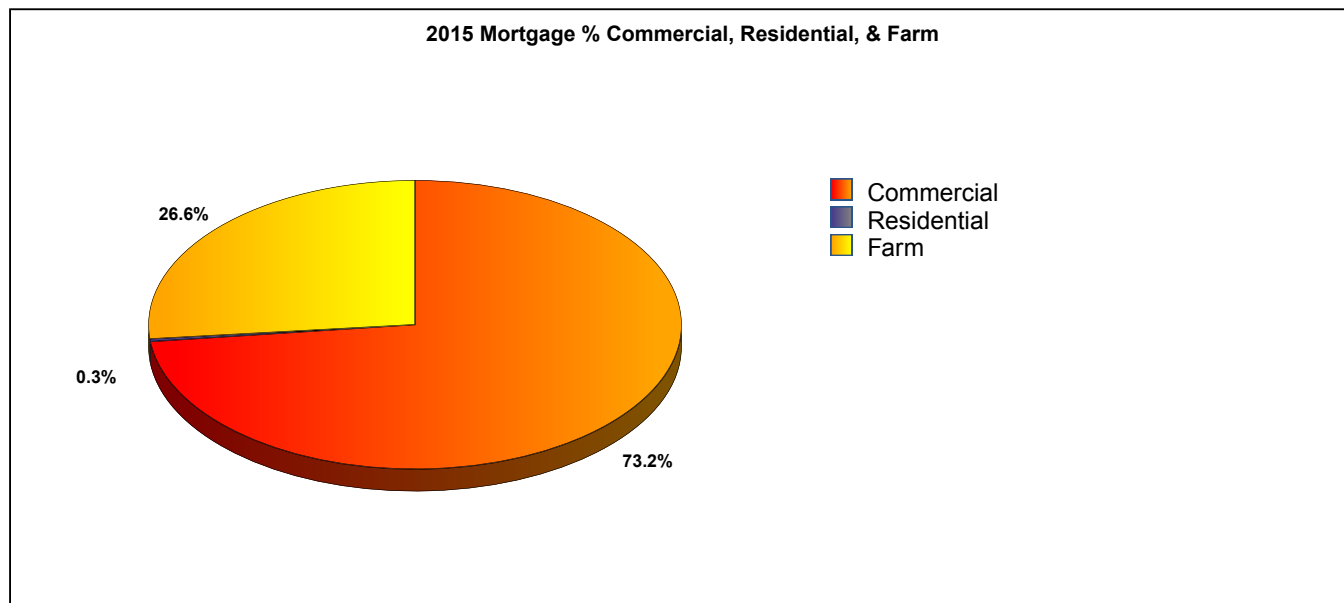
Investments - Equity Portfolio

	2015	2014	2013	2012	2011
Total Stocks (\$000)	8,318,401	11,431,076	10,801,951	10,877,100	8,863,439
Unaffiliated Common	11.7	7.1	7.3	8.7	11.9
Affiliated Common	85.0	90.7	90.1	88.9	9.6
Unaffiliated Preferred	3.3	2.2	2.6	2.4	61.0
Affiliated Preferred	...	...	...	...	17.5

Investments - Mortgage Loans And Real Estate

	2015	2014	2013	2012	2011
Total Mortgages (\$000)	41,965,619	41,797,154	40,198,003	39,263,149	40,495,032
Commercial	73.2	73.5	73.4	73.8	74.3
Residential	0.3	...	...	...	...
Farm	26.6	26.5	26.6	26.2	25.7

Investments - Mortgage Loans And Real Estate (Continued ...)



Real Estate

	2015	2014	2013	2012	2011
Total Real Estate (\$000)	3,055,862	2,626,846	2,867,533	2,866,817	3,534,242
Property Occupied By Company	7.5	8.9	8.4	8.6	6.9
Property Held For Income	92.4	91.0	91.5	89.6	93.0
Property Held For Sale	...	0.1	0.1	1.9	...

Investments - Other Invested Assets

	2015	2014	2013	2012	2011
Total Other Invested Assets (\$000)	31,058,279	29,398,445	25,174,840	25,134,778	39,322,289
Cash	1.0	3.2	10.8	9.4	21.7
Short Term Investments	20.9	17.9	6.9	9.9	17.7
Schedule BA Investments	46.9	45.9	50.2	49.9	33.4
Investments	31.2	32.9	32.1	30.8	27.3

History

Date Incorporated: 03/24/1869

Date Commenced: 03/25/1869

Domicile: NY

The Sample Insurance Group periodically re-stacks its organization to promote operating efficiencies, financial flexibility and improve dividend capacity through its entities. In 2003, SIC's restacking plan resulted in the following intercompany transactions: SIC contributed SIC Iberia, its Spanish subsidiary, to SIC International Holdings, Inc. (SICIH); SIG acquired Life Insurance Company (Security Equity) and Sample Corporation (SC) from Sample Life Insurance Company (SLIC); SIG contributed its subsidiary, Insurance Company, to Cova; and SLIC sold SICIH, SC, SIG, Inc. and various foreign subsidiaries to SIC. SLIC also sold Missouri Reinsurance (Barbados), Inc. to SIG and Walnut Street Securities to SIC. In that same year, SIG, Inc., a new subsidiary of SIC, was created as an employee services company that supports all of the enterprise's personnel needs. In October 2004, SIG completed another re-stacking transaction to increase capital efficiency and flexibility between the parent SIC and its subsidiaries. This restacking plan resulted in the following intercompany transactions: SIG sold Sample Property and Casualty Insurance Company, Sample Life Insurance Company and two non-insurance subsidiaries to SIC, the parent holding company. In addition, Sample Insurance Company and SIC Security Insurance Company of LA were merged into SIG. In January 2008, SIC Investors (SICI) was merged into SIC Investors Insurance Company. During 2009, SIG completed the tax-free split off of Sample Reinsurance Group Incorporated. In January 2010, SC Corporation, along with its subsidiaries, which included SLC, was sold to SIG.

Mergers: SampleLife Insurance Company, New Jersey, 2007; Sample Life Insurance Company, Arizona, 2007; Sample Life Insurance Company, New York, 2007; Sample Life Insurance Company; Sample Security Insurance Company of LA.

Officers And Directors

Officers

President and CEO: Steven Smith

President: John Smith

President: Jane Smith

EVP and CFO: Thomas Smith

EVP and Chief Investment Officer: Steven Smith

EVP and Chief Accounting Officer: John Smith

EVP and General Counsel: Jane Smith

EVP and Chief Human Resource Officer: Steven Smith

EVP: John Smith (Global Brand Marketing and Communications)

EVP: Jane Smith (Global Technology and Operations)

EVP: Thomas Smith (Global Employee Benefits)

SVP and Treasurer: Steven Smith

Vice President and Secretary: John Smith

Directors

Steven Smith

Edward Smith

Chris Smith

Robert Smith

Steven Smith

John Smith

Alfred Smith

James Smith

Catherine Smith

Hugh Smith

David Smith

Kenton Smith

Lulu Smith

Regulatory

An examination of the financial condition was made as of December 31, 2013, by the insurance department of New York. The 2014 annual independent audit of the company was conducted by Deloitte & Touche, LLP. The annual statement of actuarial opinion is provided by Patrick Smith, Vice President and Senior Actuary.

Regulatory (Continued ...)

Reserve Basis: (Current ordinary business): 1980 CSO 3% to 5.0% for policies which are valued on either the Net Level Premium Plan, CRVM or GCV valuation. (Current group annuity business): GAR94 and 1984 GAM 4.75% to 6.25%; CARVM. (Current individual annuity business): Annuity 2001 and 1984 Table a 4.75% to 6.25%; CARVM.

Reinsurance

The company reinsures up to 90% of the mortality risk of certain blocks of life insurance. For more recent individual life blocks, the company reinsures certain corridors of mortality risk in excess of \$1 million per life. The company's policy for new business is to retain a maximum of \$20,000,000 on any one life and to reinsure 100% of amounts in excess of the retention limits. In addition to reinsuring mortality risk, the company reinsures other risks and specific coverages.

The company cedes reinsurance to a diversified array of affiliated and non-affiliated reinsurers. Placement of reinsurance is done primarily on an automatic basis and also on a facultative basis for risks of specific characteristics. Reinsurance is primarily on a coinsurance, yearly renewable term, and modified coinsurance basis. The company also assumes a significant amount of insurance from affiliates as well as a few blocks from non-affiliates.

Balance Sheet (\$000)

Admitted Assets	12/31/2015	12/31/2014
Bonds	152,256,930	139,465,656
Preferred Stocks	271,190	256,964
Common Stocks	8,047,211	11,174,111
Mortgage Loans	41,965,619	41,797,154
Real Estate	3,055,862	2,626,846
Contract Loans	6,174,970	6,107,271
Cash & short-term Investments	6,788,404	6,223,355
Other Invested Assets	14,576,491	13,489,993
Premiums & Consideration Due	2,225,125	2,058,280
Investment income due & accrued	2,617,836	2,431,288
Other Assets	9,516,552	9,556,496
Total assets excluding separate accounts	247,496,189	235,187,415
Separate account assets	113,004,765	98,073,947
Total Assets	360,500,954	333,261,362

Liabilities & Surplus	12/31/2015	12/31/2014
+ Net Policy Reserves	125,590,335	119,547,842
Liabilities for deposit type contracts	55,213,106	48,927,816
Policy Claims	2,557,594	2,710,701
Interest maintenance reserve	308,659	401,113
Commissions, taxes and expenses	1,564,708	1,453,080
Amounts withheld by company as agent	...	...
Borrowed Money	...	...
Asset Valuation Reserve	4,220,228	4,038,314
Funds held in unauthorized companies	...	...
Funds held under coinsurance	11,800,431	15,755,958
Contingency Reserve	1,193,950	1,233,960
Other Funds	...	5,440,460
Payable for Securities Lending	18,444,765	15,124,980
Other Liabilities	12,375,311	7,109,283
Total liabilities excluding separate accounts	233,269,088	221,743,508
Separate account liabilities	112,937,021	98,011,084
Total Liabilities	346,206,108	319,754,593

12/31/2015: + Analysis of reserves; Life \$41,053,868; annuities \$64,164,318; supplementary contracts with life contingencies \$1,371,386; accidental death benefits \$36,155; disability active lives \$197,329; disability disabled lives \$1,562,792; miscellaneous reserves \$886,275; accident & health \$16,318,212.

12/31/2014: + Analysis of reserves; Life \$36,310,843; annuities \$63,970,028; supplementary contracts with life contingencies \$1,379,468; accidental death benefits \$32,509; disability active lives \$210,319; disability disabled lives \$1,526,991; miscellaneous reserves \$799,567; accident & health \$15,318,117.

Balance Sheet (\$000) (Continued ...)

Capital & Surplus	12/31/2015	12/31/2014
Common Stock	4,945	4,945
Surplus Notes	1,705,000	1,705,000
Paid-in & Contributed Surplus	5,785,924	5,785,924
Special Surplus Funds	...	...
Unassigned Funds	6,798,977	5,400,978
Special Reserve	...	...
Other Surplus	...	609,922
Total Liabilities & Surplus	360,500,954	333,261,362

Interim Balance Sheet (\$000)

Admitted Assets	03/31/2015	06/30/2015
Total Bonds	157,223,079	153,869,751
Total Preferred Stocks	418,151	474,822
Total Common Stocks	7,846,739	7,598,738
Mortgage Loans	40,957,957	41,328,947
Real Estate	3,159,626	3,194,362
Contract Loans	6,176,248	6,208,909
Cash & short-term investments	5,763,934	4,783,154
Other invested assets	14,930,859	15,090,158
Investment income due & accrued	2,792,766	2,814,762
Other assets	12,263,507	11,629,277
Total assets excluding separate accounts	251,532,867	246,992,879
Separate account assets	119,916,007	118,844,394
Total Assets	371,448,873	365,837,273

Liabilities & Surplus	03/31/2015	06/30/2015
Net policy reserves	125,868,899	125,880,649
Liabilities for deposit type contracts	56,719,609	53,896,640
Policy claims	2,699,436	2,739,547
Interest maintenance reserve	362,533	298,008
Commissions, taxes and expenses	1,661,599	1,438,633
Asset Valuation Reserve	4,320,969	3,821,185
Funds held in unauthorized companies	...	...
Funds held under coinsurance	11,763,146	11,747,563
Contingency reserve	1,153,363	1,179,757
Other funds	...	...
Payable for Securities Lending	20,165,160	19,620,848
Other liabilities	12,297,575	12,547,335
Total liabilities excluding separate accounts	237,012,289	233,170,167
Separate account liabilities	119,849,598	118,844,394
Total liabilities	356,861,887	352,014,561

Interim Balance Sheet (\$000) (Continued ...)

Capital & Surplus	03/31/2015	06/30/2015
Common stock	4,945	4,945
Surplus notes	1,705,000	1,705,000
Paid-in & contributed surplus	5,785,924	5,785,924
Unassigned surplus	7,091,118	6,326,844
Other surplus	...	...
Total liabilities & surplus	371,448,873	365,837,273

Summary Of 2015 Operations (\$000)

Income	12/31/2015	Disbursements	12/31/2015
Premiums:		Death benefits	5,793,520
Ordinary life premiums	1,814,001	Claims incurred (PC)	...
Individual annuities premiums	5,355,198	Matured endowments	31,982
Credit life premiums	...	Annuity & old age benefits	4,024,550
Group life premiums	5,446,688	Disability & Accident & Health benefits	14,070
Group annuities premiums	16,923,705	Coupons, annual endowments & similar benefits	...
Accident & Health group premiums	5,402,428	Surrender benefits	14,974,381
Accident & Health credit premiums	...	Group conversion	1,326
Accident & Health other premiums	818,024	Accident & Health benefits	4,203,198
Industrial life premiums	21,224	Interest on contract or deposit-type funds	1,153,648
Miscellaneous premiums	...	Payments on supplemental contracts	192,299
Premiums & annuity considerations	...	Accumulated coupon payments	...
Fraternal premiums	...	Total benefits recodes	...
Aviation reinsurance premiums	...	Increase in life reserves	5,043,715
Deposit type funds	...	Increase in accident & health reserves	1,000,095
Employee benefits plan premiums	...	Increase in liabilities for premium deposit funds	...
Deposit administration funds	...	Change in reserves	98,628
Other premiums	...	Reserve adjustment on reinsurance assumed	...
Reinsurance premiums	...	Other reserves	...
Total net premiums	35,781,267	Claim adjustment (PC only)	...
Supplementary contracts	111,370	Administrative expenses (PC only)	...
Coupon accum interest	...	Commissions on premiums & annuity considerations	647,350
Net investment income	11,141,458	Commissions & expenses on reinsurance assumed	71,904
Amortization of Interest Maintenance Reserve	102,777	Other commissions & expenses	...
Net operating gain from separate accounts	10,330	Reinsurance expenses	-25,076
Commissions & expense allowance on reinsurance ceded	489,557	Interest expenses	862,949
Reserve adjustment on reinsurance ceded	2,354,595	Insurance taxes, licenses & fees	428,138
Reinsurance income	...	General insurance expenses	3,072,443
Other income	1,368,914	Net transfer to separate accounts	6,401,588
Difference between net earned & net written (PC only)	...	Other expenses	...
Management and/or service fees	...	Miscellaneous operating expenses	50,678
		Other disbursements	...
Total operating income	51,360,269	Total disbursements	48,041,388

Summary Of 2015 Operations (\$000) (Continued ...)

Income	12/31/2015	Disbursements	12/31/2015
		Net operating gain before federal income taxes	...
		Net operating gain before taxes & dividends	3,318,881
		Net operating gain before refunds to members	...
		Dividends - life	150,129
		Dividends - accident & health	...
		Refund to members (fraternal only)	...
		Net operating gain after dividends & before taxes	3,168,752
		Federal income taxes	771,409
		Net operating gain	...
		Net operating gain after federal income taxes	...
		Net operating gain after dividends & taxes	2,397,343
		Net operating gain after refunds to members	...

Interim Summary Of Operations (\$000)

	Period Ended 06/30/2015	Period Ended 06/30/2014	Increase / Decrease
Premiums & annuity considerations	15,203,780	18,929,951	-3,726,170
Aviation reinsurance premiums	...	...	...
Deposit type funds	...	...	...
Employee benefits plan premiums	...	...	...
Deposit administration funds	...	...	...
Other premiums	...	...	...
Reinsurance premiums	...	...	...
Total premiums	15,203,780	18,929,951	-3,726,170
Supplementary contracts	60,244	57,972	2,272
Coupon accum interest	...	...	...
Net investment income	5,214,554	5,247,955	-33,401
Amortization of Interest Maintenance Reserve	11,296	50,849	-39,552
Net operating gain from separate accounts	-1,906	4,967	-6,873
Commissions & expense allowance on rein ceded	330,014	175,281	154,733
Reserve adjustment on reinsurance ceded	-1,316,309	-968,751	-347,559
Other income	753,407	660,963	92,444
Difference between net earned & net written (PC only)	...	...	...
Total operating income	20,255,081	24,159,188	-3,904,106
Death benefits	3,021,183	2,861,491	159,692
Claims incurred (PC)	...	...	...
Matured endowments	10,082	11,710	-1,628
Annuity and old age benefits	2,127,647	1,970,742	156,905
Disability & Accident & Health benefits	2,359,888	2,046,403	313,485
Coupons, annual endowments & similar benefits	...	...	...
Surrender benefits	5,722,634	4,634,232	1,088,402
Group conversion	532	2,306	-1,774
Interest on contract or deposit-type funds	565,698	549,534	16,164
Payments on supplemental contracts	95,176	96,952	-1,776
Accumulated coupon payments	...	...	...
Total benefits recodes	...	...	...
Increase in liabilities for premium deposit funds	...	...	...
Change in reserves	322,655	4,984,386	-4,661,731
Claim adjustment (PC only)	...	...	...
Administrative expenses (PC only)	...	...	...
Commissions on premiums & annuity considerations	324,747	322,962	1,785
Commissions & expenses on reinsurance assumed	32,453	50,354	-17,901
Insurance taxes, licenses & fees	210,196	245,419	-35,223

Interim Summary Of Operations (\$000) (Continued ...)

	Period Ended 06/30/2015	Period Ended 06/30/2014	Increase / Decrease
General insurance expenses	1,582,441	1,512,981	69,460
Net transfer to separate accounts	2,259,954	3,048,345	-788,391
Other disbursements	380,452	496,428	-115,975
Total disbursements	19,015,739	22,834,244	-3,818,506
Net operating gain before federal income taxes	...	...	...
Net operating gain before taxes & dividends	1,239,342	1,324,943	-85,601
Net operating gain before refunds to members	...	...	...
Dividends to policyholders	81,487	136,310	-54,823
Refund to members (fraternal only)	...	...	...
Net operating gain after dividends & before taxes	1,157,856	1,188,633	-30,778
Federal income taxes	261,077	173,034	88,044
Net operating gain after federal income taxes	...	...	...
Net operating gain after dividends & taxes	896,779	1,015,600	-118,821
Net operating gain after refunds to members	...	...	...

Cash Flow Analysis (\$000)

Funds Provided	12/31/2015	Funds Applied	12/31/2015
Gross cash from operations	49,077,344	Benefit and loss payments	32,820,158
Transfers from separate accounts	...	Commissions, taxes & expenses paid	5,080,614
Federal income tax refunds	...	Transfers to separate accounts	...
Decrease in contract loans & premium notes	...	Dividends to policyholders	...
Bond proceeds	64,526,315	Federal income taxes paid	...
Stock proceeds	...	Increase in contract loans & premium notes	...
Mortgage loans proceeds	8,857,535	Surplus notes paid back	...
Real estate proceeds	...	Capital notes paid back	...
Collateral loans proceeds	...	Capital paid back	...
Surplus notes paid in	...	Repaid borrowed money	...
Capital notes paid in	...	Repaid capital notes	...
Capital paid in	...	Bonds acquired	72,711,586
Borrowed money	...	Stocks acquired	...
Capital notes	...	Mortgage loans acquired	...
Other investment proceeds	...	Real estate acquired	...
		Collateral loans acquired	...
		Other investments acquired	17,168,671
		Dividends to stockholders	...
Total Other cash provided	14,354,621	Total Other cash apportioned	8,469,737
Decrease in cash & short-term investments	...	Increase in cash & short-term investments	565,049
Total	136,815,815	Total	136,815,815

A Best's Financial Strength Rating opinion addresses the relative ability of an insurer to meet its ongoing insurance obligations. The ratings are not assigned to specific insurance policies or contracts and do not address any other risk, including, but not limited to, an insurer's claims-payment policies or procedures; the ability of the insurer to dispute or deny claims payment on grounds of misrepresentation or fraud; or any specific liability contractually borne by the policy or contract holder. A Financial Strength Rating is not a recommendation to purchase, hold or terminate any insurance policy, contract or any other financial obligation issued by an insurer, nor does it address the suitability of any particular policy or contract for a specific purpose or purchaser.

A Best's Issue/Issuer Credit Rating is an opinion regarding the relative future credit risk of an entity, a credit commitment or a debt or debt-like security.

Credit risk is the risk that an entity may not meet its contractual, financial obligations as they come due. These credit ratings do not address any other risk, including but not limited to liquidity risk, market value risk or price volatility of rated securities. The rating is not a recommendation to buy, sell or hold any securities, insurance policies, contracts or any other financial obligations, nor does it address the suitability of any particular financial obligation for a specific purpose or purchaser.

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