
Section 1: 8-K (8-K)

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION**
Washington, D.C. 20549

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d) of The
Securities Exchange Act of 1934

Date of Report (Date of earliest event reported): May 9, 2018

FGL HOLDINGS

(Exact name of registrant as specified in its charter)

Cayman Islands
(State or other jurisdiction
of incorporation)

001-37779
(Commission
File Number)

98-1354810
(IRS Employer
Identification No.)

Boundary Hall, Cricket Square
4th Floor
Grand Cayman, Cayman Islands
(Address of principal executive offices)

(Zip Code)

Registrant's telephone number, including area code: (800) 445-6758
Former name or former address, if changed since last report.

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)

Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))

Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (§230.405 of this chapter) or Rule 12b-2 of the Securities Exchange Act of 1934 (§240.12b-2 of this chapter).

Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Item 2.02. Results of Operations and Financial Condition.

The following information, including the Exhibits referenced in this Item 2.02, is being furnished pursuant to this Item 2.02 and shall not be deemed “filed” for purposes of Section 18 of the Securities Exchange Act of 1934, as amended, nor shall it be deemed incorporated by reference in any filing under the Securities Act of 1933, as amended, except as shall be expressly set forth by specific reference in such filing.

On May 9, 2018, FGL Holdings (the “Company”) issued a press release announcing its results of operations for the quarter ended March 31, 2018. A copy of the press release is furnished as Exhibit 99.1 to this Report. In addition, the Company is including as Exhibit 99.2 to this report the related quarterly financial supplement.

Item 9.01 Financial Statements and Exhibits.

(d) Exhibits

Exhibit No.	Description
99.1	<u>Earnings Release of FGL Holdings dated May 9, 2018.</u>
99.2	<u>Financial Supplement of FGL Holdings dated May 9, 2018.</u>

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

FIDELITY & GUARANTY LIFE

/s/ Eric L. Marhoun

Eric L. Marhoun

General Counsel and Secretary

Dated: May 9, 2018

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Section 2: EX-99.1 (EXHIBIT 99.1)

FGL Holdings Reports First Quarter 2018 Results

GEORGE TOWN, Cayman Islands: May 9, 2018 - FGL Holdings (NYSE: FG), a leading provider of annuities and life insurance, today announced financial results for the first quarter of 2018.

- **Net income available to common shareholders was \$45 million or \$0.21 per diluted share**
- **Adjusted operating income (AOI)¹ available to common shareholders was \$61 million or \$0.28 per diluted share**
- **Total annuity sales were \$778 million in the quarter, up 6 percent over prior year**
- **Average assets under management increased to \$25.0 billion, up 24 percent over prior year**

Net income available to common shareholders for the first quarter ended on March 31, 2018 was \$45 million or \$0.21 per diluted share. AOI available to common shareholders⁽¹⁾ was \$61 million or \$0.28 per diluted share.

"We delivered solid results in our first full reporting period following completion of the merger transaction," said Chris Littlefield, President and CEO of FGL Holdings. "We are building momentum as a transformed company with increases in assets under management, net investment income, sales and earnings during this quarter. We recently completed a successful \$550 million debt offering that will be used to support our growth and capital position, and refinance our outstanding senior notes at a significantly lower rate. Finally, we believe that the recent developments related to the 5th Circuit ruling that vacated the Department of Labor (DOL) rule and the Administration's decision not to seek review of that ruling is positive for our business and the independent agents who sell our products."

As a result of acquisition accounting (purchase accounting or PGAAP), financial results for periods after the closing of the merger transaction on November 30, 2017 are generally not comparable to the results of prior periods. Certain metrics, such as sales and policyholder account values, are not affected by PGAAP and are comparable to prior period data. The company presents the tables and financial results herein as follows:

- Fidelity & Guaranty Life (FGL) (the Predecessor Company)--January 1 through November 30, 2017
- FG (the Successor Company)--December 1, 2017 and subsequent periods

The table below reconciles reported after-tax net income to adjusted operating income available to common shareholders.

(In millions)

Three Months Ended	
March 31, 2018	March 31, 2017
FG (Successor)	FGL (Predecessor)

Reconciliation from Net Income to AOI⁽¹⁾:	(Unaudited)	(Unaudited)
Net income	\$ 52	\$ 22
Effect of investment losses (gains), net of offsets ⁽²⁾	39	15
Effect of change in FIA embedded derivative discount rate, net of offsets ⁽²⁾	—	(2)
Effect of changes in fair values of FIA related derivatives, embedded derivatives and hedging costs ^{(3) (5)}	(46)	—
Effect of change in fair value of reinsurance related embedded derivative, net of offsets ⁽⁴⁾	—	8
Effect of integration, merger related & other non-operating items	8	2
Tax effect of affiliated reinsurance embedded derivative ⁽⁵⁾	15	—
Tax impact of adjusting items	—	(7)
AOI ⁽¹⁾	<u>\$ 68</u>	<u>\$ 38</u>
Dividends on preferred stock ⁽⁵⁾	(7)	—
AOI available to common shareholders ⁽¹⁾	<u>\$ 61</u>	<u>\$ 38</u>

The current quarter included net favorable items of \$8 million, or \$0.04 per diluted share available to common shareholders. The prior year quarter included net unfavorable items of (\$1) million, or (\$0.02) per diluted share. All periods reflect the weighted average diluted shares then outstanding. The table below details notable items in each period.

Current Year Quarter (FG)

- Favorable actual to expected mortality within the single premium immediate annuity (SPIA) product line and other annuity reserve movements \$8 million

Prior Year Quarter (FGL)

- Net unfavorable adjustments related to higher deferred acquisition cost (DAC) amortization, primarily due to equity market fluctuations (\$3) million
- Higher expense related to legacy compensation plans (\$1) million
- Favorable actual to expected mortality within the SPIA product line and other annuity reserve movements \$3 million

Summary Financial Results (Unaudited)

(In millions, except per share data)	Three Months Ended	
	March 31, 2018	March 31, 2017
	FG (Successor)	FGL (Predecessor)
Fixed indexed annuity (FIA) sales ⁽¹⁾	\$ 436	\$ 438
Total annuity sales ⁽¹⁾	\$ 778	\$ 732
Average assets under management ⁽¹⁾	\$ 24,967	\$ 20,162
Net investment spread - FIA ⁽¹⁾	2.34%	3.05%
Net investment spread - All products ⁽¹⁾	1.88%	2.41%
Net income available to common shareholders	\$ 45	\$ 22
Net income available to common shareholders per diluted share	\$ 0.21	\$ 0.38
AOI available to common shareholders ⁽¹⁾	\$ 61	\$ 38
AOI available to common shareholders per diluted share ⁽¹⁾	\$ 0.28	\$ 0.65
Weighted average common basic shares ⁽⁶⁾	214.4	58.3
Weighted average common diluted shares ⁽⁶⁾	214.4	58.4
Total common shares outstanding ⁽⁶⁾	214.4	59.0
Book value per common share	\$ 5.87	\$ 32.34
Book value per common share excluding AOCI ⁽¹⁾	\$ 7.17	\$ 27.41

See footnotes below.

Sales Results

Total annuity sales were \$778 million for the first quarter, an increase of 6 percent compared to the first quarter of 2017. Sales of the company's core fixed indexed annuity (FIA) product in the current quarter of \$436 million were on par with the prior year quarter. FIA sales decreased 6 percent compared to the fourth quarter of 2017. We continued to see a robust competitive environment during the first quarter and reduced consumer appetite for safe money products given strong equity market performance.

Sales of multi-year guarantee annuities (MYGA) were \$142 million in the current quarter, as compared to \$158 million in the same period last year. During the quarter, we completed a \$200 million funding agreement with the Federal Home Loan Bank, under an investment spread strategy, compared to \$136 million in the same period last year. The funding agreements are reflected as institutional spread based products and we view this volume as subject to fluctuation period to period.

Indexed universal life (IUL) sales in the quarter were \$6 million compared to \$14 million last year. The decline in IUL sales reflects the company's focus on quality of new business and pricing discipline to achieve profitability and capital targets.

Investment Portfolio Performance

The investment portfolio is performing well and in line with operating objectives. Asset purchases during the first quarter were \$3.7 billion at an average yield⁽⁷⁾ of 4.99 percent. A large portion of asset purchases came from a \$2.7 billion block trade completed in February 2018 as part of a planned portfolio repositioning. The block trade resulted in \$40 million higher annualized net investment income and a yield improvement on those assets from 3.50 percent to 5.00 percent, or 150 basis points. Asset purchases and sales from the block trade were in corporate securities and the remaining \$1.0 billion of asset purchases were investment grade corporate bonds and structured securities. Overall, the average NAIC rating for the portfolio is a stable at 1.6.

Average assets under management (AAUM) were \$25.0 billion at March 31, 2018, reflecting an increase of \$0.2 billion over the sequential quarter. AAUM increased \$4.8 billion compared to the prior year period due to net sales, as well as the mark-to-market valuation of the investment portfolio as of the date of the merger of approximately \$1.2 billion, and the inclusion of acquired \$1.9 billion Front Street Re and FGL Holdings. A roll forward of AAUM can be found in the non-GAAP measurements section of this release.

Net investment income was \$263 million in the first quarter of 2018, up \$16 million or 6 percent from the prior year quarter. Net investment income grew from higher AAUM, partially offset by premium amortization related to the fair value mark on the investment portfolio resulting from the merger transaction. Net investment income was down \$3 million or 1 percent from the sequential quarter, due to the full quarterly impact of noncash premium amortization and investment management agreement (IMA) fees, partially offset by net asset growth. The average earned yield on the total portfolio in the quarter was 4.21 percent, down approximately 70 basis points from the prior year quarter primarily due to the significant increase in AAUM and the impact of premium amortization noted above.

Net investment spread across all product lines was 188 basis points in the first quarter of 2018 compared to an historical sequential quarter spread of 201 basis points. Spread trends primarily reflect the decline in portfolio yield due to purchase accounting effects and are otherwise stable. Net investment spread for fixed indexed annuities declined from approximately 267 basis points in the fourth quarter 2017 to 234 basis points in the first quarter of 2018 primarily due to lower yield from purchase accounting. On a Statutory basis, the yield on the investment portfolio on an economic basis was approximately 5.0 percent in the first quarter of 2018 compared to 5.1 percent in the prior period.

Capital Management & Rating Trends

- GAAP book value per common share at March 31, 2018 was \$5.87 on a reported basis; book value per common share excluding accumulated other comprehensive income (AOCI) was \$7.17, with 214.4 million common shares outstanding as of March 31, 2018.
- The Company continues to have a strong and stable capital position, with estimated statutory company action level risk-based capital (RBC) on an aggregate, combined basis for Fidelity & Guaranty Life Insurance Company and F&G Re Ltd of 480 percent as of March 31, 2018, including impacts of Tax Reform.
- On April 20, 2018, the Company closed on \$550 million aggregate principal amount of 5.50% senior notes due 2025. The Company used the net proceeds to repay \$135 million borrowings under its revolving credit facility and related expenses. The Company expects to use the remaining net proceeds to redeem and discharge all of the outstanding \$300 million aggregate principal amount of its outstanding 6.375% Senior Notes due 2021 on May 16, 2018, and for general corporate purposes, which may include additional capital contributions to the Company's insurance subsidiaries.

FGL HOLDINGS AND SUBSIDIARIES
CONDENSED CONSOLIDATED BALANCE SHEETS
(In millions, except share data)

	March 31, 2018	December 31, 2017
	(Unaudited)	(Audited)
ASSETS		
Investments:		
Fixed maturity securities, available-for-sale, at fair value (amortized cost: March 31, 2018 - \$21,738; December 31, 2017 - \$21,475) \$	21,366	\$ 21,590
Equity securities, at fair value (amortized cost: March 31, 2018 - \$780; December 31, 2017 - \$764)	769	761
Derivative investments	293	492
Short term investments	—	25
Commercial mortgage loans	528	548
Other invested assets	276	188
Total investments	23,232	23,604
Cash and cash equivalents	1,157	1,215
Accrued investment income	240	211
Funds withheld for reinsurance receivables, at fair value	748	756
Reinsurance recoverable	2,495	2,494
Intangibles, net	954	856
Deferred tax assets, net	258	176
Goodwill	476	476
Other assets	105	141
Total assets	\$ 29,665	\$ 29,929
LIABILITIES AND SHAREHOLDERS' EQUITY		
Contractholder funds		
	\$ 22,083	\$ 21,844
Future policy benefits, including \$712 and \$728 at fair value at March 31, 2018 and December 31, 2017, respectively	4,711	4,751
Liability for policy and contract claims	70	78
Debt	307	307
Revolving credit facility	135	105
Other liabilities	717	892
Total liabilities	28,023	27,977
Commitments and contingencies		
Shareholders' equity:		
Preferred stock (\$.0001 par value, 100,000,000 shares authorized, 377,417 and 375,000 shares issued and outstanding at March 31, 2018 and December 31, 2017, respectively)	—	—
Common stock (\$.0001 par value, 800,000,000 shares authorized, 214,370,000 issued and outstanding at March 31, 2018 and December 31, 2017, respectively)	—	—
Additional paid-in capital	2,039	2,037
(Accumulated deficit) Retained earnings	(119)	(160)
Accumulated other comprehensive (loss) income	(278)	75
Total shareholders' equity	1,642	1,952
Total liabilities and shareholders' equity	\$ 29,665	\$ 29,929

FGL HOLDINGS AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
(In millions, except per share data)

	Three Months Ended	
	March 31, 2018	March 31, 2017
	Successor	Predecessor
	(Unaudited)	(Unaudited)
Revenues:		
Premiums	\$ 18	\$ 3
Net investment income	263	247
Net investment (losses) gains	(191)	81
Insurance and investment product fees and other	41	44
Total revenues	131	375
Benefits and expenses:		
Benefits and other changes in policy reserves	(18)	268
Acquisition and operating expenses, net of deferrals	40	33
Amortization of intangibles	16	33
Total benefits and expenses	38	334
Operating income	93	41
Interest expense	(6)	(6)
Income before income taxes	87	35
Income tax expense	(35)	(13)
Net income	\$ 52	\$ 22
Less preferred stock dividend	7	—
Net income available to common shareholders	\$ 45	\$ 22
Net income per common share		
Basic	\$ 0.21	\$ 0.38
Diluted	\$ 0.21	\$ 0.38
Weighted average common shares used in computing net income per common share:		
Basic	214.4	58.3
Diluted	214.4	58.4
Cash dividend per common share	\$ —	\$ 0.065

RECONCILIATION OF BOOK VALUE PER COMMON SHARE EXCLUDING AOCI

(In millions, except per share data)	March 31, 2018 <u>(Unaudited)</u>	December 31, 2017 <u>(Unaudited)</u>
Reconciliation to total shareholders' equity:		
Total shareholders' equity	\$ 1,642	\$ 1,952
Less: AOCI	(278)	75
Less: Preferred equity	384	377
Total common shareholders' equity excluding AOCI ⁽¹⁾	<u>\$ 1,536</u>	<u>\$ 1,500</u>
Total common shares outstanding	214.4	214.4
Weighted average common shares outstanding - basic	214.4	214.4
Weighted average common shares outstanding - diluted	214.4	214.4
Book value per common share including AOCI ⁽¹⁾	\$ 5.87	\$ 7.35
Book value per common share excluding AOCI ⁽¹⁾	\$ 7.17	\$ 7.00

ROLLFORWARD OF AVERAGE ASSETS UNDER MANAGEMENT⁽¹⁾ (AAUM) (Unaudited)

(In billions)	AAUM
AAUM as of March 31, 2017	\$ 20.2
Purchase accounting mark-to-market valuation of investment portfolio	1.2
Inclusion of acquired Front Street Re and FGL Holdings	1.9
Sales volumes	1.4
Other items	0.3
AAUM as of March 31, 2018	<u>\$ 25.0</u>

Footnotes:

- (1) Non-GAAP financial measure. See the Non-GAAP Measures section below for additional information.
- (2) Amounts are net of offsets related to value of business acquired (VOBA), deferred acquisition cost (DAC) and deferred sale inducement (DSI) amortization.
- (3) The Company adjusted its non-GAAP measure to remove the residual impacts of fair value accounting on its FIA products, including gains and losses on derivatives hedging those policies, post-merger.
- (4) Applicable to the Predecessor only due to the merger.
- (5) Applicable to the Successor only.
- (6) Predecessor share counts reflect those of the Predecessor entity prior to the merger.
- (7) Average yield reflects investment book yield on bonds purchased during the quarter. See the Non-GAAP Measures section below for additional information.

Purchase Accounting

On November 30, 2017, Fidelity & Guaranty Life completed its merger transaction with CF Corp, emerging as FGL Holdings. As of the merger date, the company applied the acquisition method of accounting (purchase accounting or PGAAP), including the initial recognition of most of FGL's and Front Street Re assets and liabilities at fair value, and the recognition of goodwill and other merger-related intangible assets. Prior period results are not restated for the new basis of accounting, which is used in the preparation of future financial statements and related disclosures.

Non-GAAP Measures

Management believes that certain non-GAAP financial measures may be useful in certain instances to provide additional meaningful comparisons between current results and results in prior operating periods. Reconciliations of such measures to the most comparable GAAP measures are included herein.

The Company updated its AOI definition as to remove the residual impacts of fair value accounting on its FIA products, including gains and losses on derivatives hedging those policies. Management believes the revised measure enhances the understanding of the business post-merger and is more useful and relevant to investors as compared to the previous definition which eliminated only the effects of changes in the interest rates used to discount the FIA embedded derivative.

AOI is a non-GAAP economic measure we use to evaluate financial performance each period. AOI is calculated by adjusting net income (loss) to eliminate (i) the impact of net investment gains/losses including other than temporary impairment ("OTTI") losses recognized in operations, but excluding gains and losses on derivatives hedging our indexed annuity policies, (ii) the effect of changes in fair values of FIA related derivatives and embedded derivatives, net of hedging cost, (iii) the tax effect of affiliated reinsurance embedded derivative, (iv) the effect of integration, merger related & other non-operating items, (v) impact of extinguishment of debt, and (vi) net impact from Tax Cuts and Jobs Act. Adjustments to AOI are net of the corresponding impact on amortization of intangibles, as appropriate. The income tax impact related to these adjustments is measured using an effective tax rate of 21%, as appropriate. While these adjustments are an integral part of the overall performance of the Company, market conditions and/or the non-recurring or non-operating nature of these items can overshadow the underlying performance of the core business. Accordingly, Management considers this to be a useful measure internally and to investors and analysts in analyzing the trends of our operations. Our non-GAAP measures may not be comparable to similarly titled measures of other organizations because other organizations may not calculate such non-GAAP measures in the same manner as we do.

AOI available to common shareholders is a non-GAAP economic measure we use to evaluate financial performance attributable to our common shareholders each period. AOI available to common shareholders is calculated by adjusting net income (loss) available to common shareholders to eliminate (i) the impact of net investment gains including other than temporary impairment ("OTTI") losses recognized in operations, but excluding gains and losses on derivatives hedging our indexed annuity policies, (ii) the effect of changes in fair values of FIA related derivatives and embedded derivatives, net of hedging cost, (iii) the tax effect of affiliated reinsurance embedded derivative, (iv) the effect of integration, merger related & other non-operating items, (v) impact of extinguishment of debt, and (vi) net impact from Tax Cuts and Jobs act. All adjustments to AOI available to common shareholders are net of the corresponding impact on amortization of intangibles. The income tax impact related to these adjustments is measured using an effective tax rate of 21%, as appropriate. While these adjustments are an integral part of the overall performance of FG, market conditions impacting these items can overshadow the underlying performance of the business. Accordingly, Management considers this to be a useful measure internally and to investors and analysts in analyzing the trends of our operations. Our non-GAAP measures may not be comparable to similarly titled measures of other organizations because other organizations may not calculate such non-GAAP measures in the same manner as we do.

Net investment spread is the excess of net investment income earned over the sum of interest credited to policyholders and the cost of hedging our risk on FIA policies. Management considers this non-GAAP financial measure to be useful internally and to investors and analysts when assessing the performance of the Company's invested assets against the level of investment return, inclusive of hedging costs, provided to policyholders.

AAUM is the sum of (i) total invested assets at amortized cost, excluding derivatives; (ii) related party loans and investments; (iii) accrued investment income; (iv) funds withheld at fair value; (v) the net payable/receivable for the purchase/sale of investments and (iv) cash and cash equivalents, excluding derivative collateral, at the beginning of the period and the end of each month in the period, divided by the total number of months in the period plus one. Management considers this non-GAAP financial measure to be useful internally and to investors and analysts when assessing the rate of return on assets available for reinvestment.

Investment book yield on bonds purchased during the period excludes yield on short-term treasuries and cash and cash equivalents. The Predecessor considered this non-GAAP financial measure to be useful internally and to investors and analysts when assessing the level of returned on their income generating invested assets.

Common Shareholders' Equity is based on Total Shareholders' Equity excluding Equity Available to Preferred Shareholders. Management considers this to be a useful measure internally and to investors to assess the level of equity that is attributable common stock holders.

Common Shareholders' Equity Excluding AOCI is based on Common Shareholders Equity excluding the effect of AOCI. Since AOCI fluctuates from quarter to quarter due to unrealized changes in the fair value of available for sale investments, Management considers this non-GAAP financial measure to provide useful supplemental information internally and to investors and analysts assessing the level of earned equity on common equity.

Book Value per Common Share including and excluding AOCI is calculated as Common Shareholders' Equity and Common Shareholders Equity Excluding AOCI divided by the total number of shares of common stock outstanding. Management considers this to be a useful measure internally and for investors and analysts to assess the capital position of the Company.

Sales are not derived from any specific GAAP income statement accounts or line items and should not be viewed as a substitute for any financial measure determined in accordance with GAAP. For GAAP purposes annuity and IUL sales are recorded as deposit liabilities (i.e. contract holder funds). Management believes that presentation of sales as measured for management purposes enhances the understanding of our business and helps depict longer term trends that may not be apparent in the results of operations due to the timing of sales and revenue recognition.

While management believes that non-GAAP measurements are useful supplemental information, such adjusted results are not intended to replace GAAP financial results and should be read in conjunction with those GAAP results.

Conference Call and Earnings Release

This press release and the financial supplement will be posted to the Company's website at investors.fglife.bm.

FGL Holdings will conduct a conference call on Thursday, May 10, 2018 at 10:00 a.m. ET to discuss first quarter 2018 results.

The event can be accessed the following ways:

- For internet webcast, visit investors.fglife.bm/investors at least 15 minutes prior to the start of the call to register.
- For conference call, dial 877-883-0383 (U.S. callers) or 412-902-6506 (International callers) approximately 10 minutes prior to the start of the call. The access code is 8069575.
- A replay of the event via webcast will be available after the call at investors.fglife.bm/investors.
- A replay of the event via telephone will be available by dialing 877-344-7529 (U.S. callers) or 412-317-0088 (International callers). The access code is 10119111.

The replay information will be available through May 31, 2018.

About FGL Holdings

FGL Holdings, an insurance holding company, helps middle-income Americans prepare for retirement. Through its subsidiaries, the company is a leading provider of annuity and life insurance products. FGL Holdings, domiciled in the Cayman Islands, trades on the New York Stock Exchange under the ticker symbol FG. For more information, please visit www.fglife.bm.

Forward Looking Statements

"Safe Harbor" Statement Under the Private Securities Litigation Reform Act of 1995: This document contains, and certain oral statements made by our representatives from time to time may contain, forward-looking statements. Such statements are subject to risks and uncertainties that could cause actual results, events and developments to differ materially from those set forth in, or implied by, such statements. These statements are based on the beliefs and assumptions of FG's management and the management of FG's subsidiaries (including target businesses). Forward-looking statements are generally identifiable by use of the words "believes," "expects," "intends," "anticipates," "plans," "seeks," "estimates," "projects," "may," "will," "could," "might," or "continues" or similar expressions. Factors that could cause actual results, events and developments to differ include, without limitation: the accuracy of FG's assumptions and estimates; FG's and its insurance subsidiaries' ability to maintain or improve financial strength ratings; FG's ability to manage its business in a highly regulated industry; regulatory changes or actions; the impact of FG's reinsurers failing to meet their assumed obligations; restrictions on FG's ability to use captive reinsurers; the impact of interest rate fluctuations; changes in the federal income tax laws and regulations; litigation (including class action litigation), enforcement investigations or regulatory scrutiny; the performance of third parties; the loss of key personnel; telecommunication, information technology and other operational systems failures; the continued availability of capital; new accounting rules or changes to existing accounting rules; general economic conditions; FG's ability to protect its intellectual property; the ability to maintain or obtain approval of the Iowa Insurance Department and other regulatory authorities as required for FG's operations; FG's ability to successfully acquire new companies and integrate such acquisitions; and other factors discussed in FG's most recent Annual Report on Form 10-K for the year ended December 31, 2017, and its Quarterly Reports on Form 10-Q, which can be found at the SEC's website www.sec.gov.

All forward-looking statements described herein are qualified by these cautionary statements and there can be no assurance that the actual results, events or developments referenced herein will occur or be realized. FG does not undertake any obligation to update or revise forward-looking statements to reflect changed assumptions, the occurrence of unanticipated events or changes to future operation results, except as required by law.

Investor Contact:
Diana Hickert-Hill
FGL Holdings
Investors@fglife.bm
410-487-8898

Source: FGL Holdings

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Section 3: EX-99.2 (EXHIBIT 99.2)

Exhibit 99.2



Investor Supplement
March 31, 2018
(Year Ended December 31)

The financial statements and financial exhibits included herein are unaudited. These financial statements and exhibits should be read in conjunction with the Company's periodic reports on Form 10-K, Form 10-Q and Form 8-K.

Fidelity & Guaranty Life ("FGL"; NYSE: FGL), a former majority owned subsidiary of HRG Group, Inc. ("HRG"; NYSE: HRG), completed the merger with CF Corporation (NASDAQ: CFCO) ("CF Corp") and its related entities ("CF Entities"), on November 30, 2017. As a result of the Business Combination completed November 30, 2017, CF Corp changed their name to FGL Holdings (NYSE: FG). For accounting purposes, FGL Holdings was determined to be the acquirer and FGL was deemed the acquired party and accounting predecessor. In addition, on November 30, 2017 CF Corp acquired all of the issued and outstanding shares of Front Street Re (Cayman) Ltd. and Front Street Re. Ltd (collectively "FSR Companies"). Our financial statement presentation includes the financial statements of FGL and its subsidiaries as "Predecessor" for the periods prior to the completion of the Business Combination and FGL Holdings, including the consolidation of FGL and its subsidiaries and FSR Companies, as "Successor" for periods from and after the Closing Date.

Non-GAAP Financial Measures

This document contains certain non-GAAP financial measures commonly used in our industry that, together with the relevant GAAP measures, may enhance a user's ability to analyze the Company's operating performance and capital position for the periods presented. These measures should be considered supplementary to our results in accordance with GAAP and should not be viewed as a substitute for the GAAP measures. Because the Company's calculation of these measures may differ from similar measures used by other companies, investors should be careful when comparing the Company's non-GAAP financial measures to those of other companies.

FGL HOLDINGS
Financial Supplement
March 31, 2018
(All periods are unaudited)

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NON-GAAP FINANCIAL MEASURES : Successor

While management believes that non-GAAP measurements are useful supplemental information, such adjusted results are not intended to replace GAAP financial results and should be read in conjunction with those GAAP results.

AOI

AOI is a non-GAAP economic measure we use to evaluate financial performance each period. AOI is calculated by adjusting net income (loss) to eliminate (i) the impact of net investment gains/losses including other than temporary impairment ("OTTI") losses recognized in operations, but excluding gains and losses on derivatives hedging our indexed annuity policies, (ii) the effect of changes in fair values of FIA related derivatives and embedded derivatives, net of hedging cost, (iii) the tax effect of affiliated reinsurance embedded derivative, (iv) the effect of integration, merger related & other non-operating items, (v) impact of extinguishment of debt, and (vi) net impact from Tax Cuts and Jobs Act. Adjustments to AOI are net of the corresponding impact on amortization of intangibles, as appropriate. The income tax impact related to these adjustments is measured using an effective tax rate of 21%, as appropriate. While these adjustments are an integral part of the overall performance of the Company, market conditions and/or the non-recurring or non-operating nature of these items can overshadow the underlying performance of the core business. Accordingly, Management considers this to be a useful measure internally and to investors and analysts in analyzing the trends of our operations. Our non-GAAP measures may not be comparable to similarly titled measures of other organizations because other organizations may not calculate such non-GAAP measures in the same manner as we do. Beginning with the quarter ended March 31, 2018, the Company updated its AOI definition to remove the residual impacts of fair value accounting on its FIA products, including gains and losses on derivatives hedging those policies. Management believes the revised measure enhances the understanding of the business post-merger and is more useful and relevant to investors as compared to the previous definition which eliminated only the effects of changes in the interest rates used to discount the FIA embedded derivative. Periods shown prior to March 31, 2018 have not been adjusted to reflect the new definition.

AOI Available to Common Shareholders

AOI available to common shareholders is a non-GAAP economic measure we use to evaluate financial performance attributable to our common shareholders each period. AOI available to common shareholders is calculated by adjusting net income (loss) available to common shareholders to eliminate (i) the impact of net investment gains including other than temporary impairment ("OTTI") losses recognized in operations, but excluding gains and losses on derivatives hedging our indexed annuity policies, (ii) the effect of changes in fair values of FIA related derivatives and embedded derivatives, net of hedging cost, (iii) the tax effect of affiliated reinsurance embedded derivative, (iv) the effect of integration, merger related & other non-operating items, (v) impact of extinguishment of debt, and (vi) net impact from Tax Cuts and Jobs act. All adjustments to AOI available to common shareholders are net of the corresponding impact on amortization of intangibles. The income tax impact related to these adjustments is measured using an effective tax rate of 21%, as appropriate. While these adjustments are an integral part of the overall performance of FG, market conditions impacting these items can overshadow the underlying performance of the business. Accordingly, Management considers this to be a useful measure internally and to investors and analysts in analyzing the trends of our operations. Our non-GAAP measures may not be comparable to similarly titled measures of other organizations because other organizations may not calculate such non-GAAP measures in the same manner as we do.

Sales

Sales are not derived from any specific GAAP income statement accounts or line items and should not be viewed as a substitute for any financial measure determined in accordance with GAAP. For GAAP purposes annuity and IUL sales are recorded as deposit liabilities (i.e. contract holder funds). Management believes that presentation of sales as measured for management purposes enhances the understanding of our business and helps depict longer term trends that may not be apparent in the results of operations due to the timing of sales and revenue recognition.

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Common Shareholders' Equity

Common Shareholders' Equity is based on Total Shareholders' Equity excluding Equity Available to Preferred Shareholders. Management considers this to be a useful measure internally and to investors to assess the level of equity that is attributable common stock holders.

Common Shareholders' Equity Excluding AOCI

Common Shareholders' Equity Excluding AOCI is based on Common Shareholders Equity excluding the effect of AOCI. Since AOCI fluctuates from quarter to quarter due to unrealized changes in the fair value of available for sale investments, Management considers this non-GAAP financial measure to provide useful supplemental information internally and to investors and analysts assessing the level of earned equity on common equity.

Equity Available to Preferred Shareholders

Equity available to preferred shareholders is equal to the product of (a) the number of preferred shares outstanding plus share dividends declared but not yet issued and (b) the original liquidation preference amount per share. Management considers this non-GAAP measure to provide useful information internally and to investors and analysts to assess the level of equity that is attributable to preferred stock holders.

Total Capitalization Excluding AOCI

Total Capitalization Excluding AOCI is based on shareholders' equity excluding the effect of AOCI. Since AOCI fluctuates from quarter to quarter due to unrealized changes in the fair value of available for sale investments, Management considers this non-GAAP financial measure to provide useful supplemental information internally and to investors and analysts to help assess the capital position of the Company.

Book Value per Common Share (including and excluding AOCI)

Book Value per Common Share including and excluding AOCI is calculated as Common Shareholders' Equity and Common Shareholders Equity Excluding AOCI divided by the total number of shares of common stock outstanding. Management considers this to be a useful measure internally and for investors and analysts to assess the capital position of the Company.

Statutory Book Value per Common Share (including and excluding Interest maintenance reserve ("IMR") and asset valuation reserve ("AVR"))

Statutory Book Value per Common Share including IMR and AVR is calculated as Fidelity & Guaranty Life Insurance Company ("FGLIC")'s statutory basis capital and surplus plus F&G Re's U.S. GAAP Common Shareholders' Equity excluding the impact of reinsurance embedded derivatives and AOCI, plus FSRC's U.S. GAAP Common Shareholders' Equity excluding AOCI divided by the total number of shares of common stock outstanding at FGL Holdings. Statutory Book Value per Common Share excluding IMR and AVR is calculated as FGLIC's statutory basis capital and surplus excluding IMR and AVR plus F&G Re's U.S. GAAP Common Shareholders' Equity excluding the impact of reinsurance embedded derivatives and AOCI, plus FSRC's U.S. GAAP Common Shareholders' Equity excluding AOCI divided by the total number of shares of common stock outstanding at FGL Holdings. Management considers this to be a useful measure internally and for investors and analysts to assess the capital position of our primary insurance entities.

Return on Common Shareholders' Equity

Return on Common Shareholders' Equity is a non-GAAP financial measure. It is calculated by dividing net income (loss) available to common shareholders by total average Common Shareholders' Equity. Average Common Shareholders Equity for the twelve months rolling, is the average of 5 points throughout the period and for the quarterly average Common Shareholders Equity is calculated using the beginning and ending Common Shareholders' Equity for the period. For periods less than a full fiscal year, amounts disclosed in the table are annualized. As a result of the merger, the starting point for calculation of average Common Shareholders' Equity was reset to December 1, 2017. The rolling average will be updated from the merger date forward to use available historical data points for the successor until 5 historical data points are available. Management considers this to be a useful measure internally and for investors and analysts to assess the level of return driven by the Company that is attributable to common shareholders.

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Return on Common Shareholders Equity Excluding AOCI

Return on Common Shareholders' Equity Excluding AOCI is a non-GAAP financial measure. It is calculated by dividing net income (loss) available to common shareholders by total average Common Shareholders' Equity Excluding AOCI. Average Common Shareholders Equity Excluding AOCI for the twelve months rolling, is the average of 5 points throughout the period and for the quarterly average Common Shareholders Equity Excluding AOCI is calculated using the beginning and ending Common Shareholders' Equity, excluding AOCI, for the period. For periods less than a full fiscal year, amounts disclosed in the table are annualized. As a result of the merger, the starting point for calculation of average Common Shareholders' Equity was reset to December 1, 2017. The rolling average will be updated from the merger date forward to use available historical data points for the successor until 5 historical data points are available. Management considers this to be a useful measure internally and for investors and analysts to assess the level of return driven by the Company that is attributable to common shareholders.

Adjusted Operating Return on Common Shareholders' Equity Excluding AOCI

Adjusted Operating Return on Common Shareholders' Equity Excluding AOCI is a non-GAAP financial measure. It is calculated by dividing AOI Available to Common Shareholders' by total average Common Shareholders' Equity Excluding AOCI. Average Common Shareholders' Equity Excluding AOCI for the twelve months rolling, is the average of 5 points throughout the period and for the quarterly average Common Shareholders Equity is calculated using the beginning and ending Common Shareholders Equity, Excluding AOCI, for the period. For periods less than a full fiscal year, amounts disclosed in the table are annualized. As a result of the merger, the starting point for calculation of average Common Shareholders' Equity was reset to December 1, 2017. The rolling average will be updated from the merger date forward to use available historical data points for the successor until 5 historical data points are available. Since AOCI fluctuates from quarter to quarter due to unrealized changes in the fair value of available for sale investments, Management considers this non-GAAP financial measure to provide useful supplemental information internally and to investors and analysts assessing the level of adjusted earned return on common equity.

Debt-to-Capital

Debt-to-capital ratio is computed by dividing total debt by total capitalization excluding AOCI. Management considers this non-GAAP financial measure to be useful internally and to investors and analysts when assessing its capital position.

Rating Agency Adjusted Debt to Capitalization, excluding AOCI

Rating Agency Adjusted Debt to Capitalization, excluding AOCI is computed by dividing the sum of total debt and 50% Equity Available to Preferred Shareholders by total capitalization excluding AOCI less a 50% credit for Equity Available to Preferred Shareholders. Management considers this non-GAAP financial measure to be useful internally and to investors and analysts when assessing its capital position.

Average Assets Under Management (AAUM)

AAUM is the sum of (i) total invested assets at amortized cost, excluding derivatives; (ii) related party loans and investments; (iii) accrued investment income; (iv) funds withheld at fair value; (v) the net payable/receivable for the purchase/sale of investments and (iv) cash and cash equivalents, excluding derivative collateral, at the beginning of the period and the end of each month in the period, divided by the total number of months in the period plus one. Management considers this non-GAAP financial measure to be useful internally and to investors and analysts when assessing the rate of return on assets available for reinvestment.

Yield on AAUM

Yield on AAUM is calculated by dividing annualized net investment income by AAUM. Management considers this non-GAAP financial measure to be useful internally and to investors and analysts when assessing the level of return earned on AAUM.

Net Investment Spread

Net investment spread is the excess of net investment income earned over the sum of interest credited to policyholders and the cost of hedging our risk on FIA policies. Management considers this non-GAAP financial measure to be useful internally and to investors and analysts when assessing the performance of the Company's invested assets against the level of investment return, inclusive of hedging costs, provided to policyholders.

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Investment Book Yield

Investment book yield on bonds purchased during the period excludes yield on short-term treasuries and cash and cash equivalents. Management considers this non-GAAP financial measure to be useful internally and to investors and analysts when assessing the level of returned on the Company's income generating invested assets

NON-GAAP FINANCIAL MEASURES : Predecessor

The following represents the definitions of non-GAAP measures used by the Predecessor entity.

For the period ended November 30, 2017, the Predecessor changed their definition of AOI to exclude the effects of integration and merger related expenses due to the volume of integration and merger expenses incurred during the two months ended November 30, 2017. Predecessor management believed the exclusion of these charges provided users of the financial statements a more representative view of the results of the core business of the Predecessor for that period. Predecessor periods shown prior to November 30, 2017 have been adjusted to reflect the new definition.

AOI

AOI is a non-GAAP economic measure the Predecessor used to evaluate financial performance each period. AOI is calculated by adjusting net income to eliminate (i) the impact of net investment gains including other than temporary impairment ("OTTI") losses recognized in operations, but excluding gains and losses on derivatives hedging indexed annuity policies, (ii) the effect of changes in the interest rates used to discount the FIA embedded derivative liability, (iii) the effect of change in fair value of the reinsurance related embedded derivative and (iv) the effect of integration and merger related expenses. All adjustments to AOI are net of the corresponding VOBA and DAC impact. The income tax impact related to these adjustments is measured using an effective tax rate of 35%, as appropriate. While these adjustments were an integral part of the overall performance of the Predecessor, market conditions impacting these items could overshadow the underlying performance of the Predecessor's business. Accordingly, the Predecessor believed using a measure which excluded their impact was effective in analyzing the trends of their operations. The Predecessor's non-GAAP measures may not be comparable to similarly titled measures of other organizations because other organizations may not calculate such non-GAAP measures in the same manner.

Sales

Sales are not derived from any specific GAAP income statement accounts or line items and should not be viewed as a substitute for any financial measure determined in accordance with GAAP. For GAAP purposes annuity sales are recorded as deposit liabilities (i.e. contract holder funds). The Predecessor believed that presentation of sales as measured for management purposes enhances the understanding of the business and helps depict longer term trends that may not be apparent in the results of operations due to the timing of sales and revenue recognition.

Total Capitalization Excluding AOCI

Total Capitalization Excluding AOCI is based on shareholders' equity excluding the effect of AOCI. Since AOCI fluctuates from quarter to quarter due to unrealized changes in the fair value of available for sale investments, the Predecessor considered this non-GAAP financial measure to provide useful supplemental information internally and to investors and analysts to help assess capital position of the Predecessor.

Book Value per share (including and excluding AOCI) (presented herein as Book Value per common share including and excluding AOCI)

Book Value per share including and excluding AOCI is calculated as shareholders' equity and shareholders' equity excluding AOCI divided by the total number of shares of common stock outstanding. The Predecessor considered this non-GAAP financial measure to provide useful supplemental information internally and to investors and analysts to help assess capital position of the Predecessor.

Return on Average Shareholders' Equity (presented herein as Return on Average Common Shareholders' Equity)

Return on Average Shareholders' Equity is a non-GAAP financial measure. It is calculated by dividing net income (loss) available to shareholders by total average shareholders' equity. Average shareholders' equity for the twelve months rolling, is the average of 5 points throughout the period and for the quarterly average shareholders' equity is calculated using the beginning and ending shareholders' equity for the period. For periods less than a full fiscal year, amounts disclosed in the table are annualized. The Predecessor considered this to be a useful measure internally and for investors and analysts to assess the level of return driven by the Company that is attributable to common shareholders.

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Return on Average Shareholders' Equity Excluding AOCI (presented herein as Return on Average Common Shareholders' Equity Excluding AOCI)

Return on Average Shareholders' Equity Excluding AOCI is a non-GAAP financial measure. It is calculated by dividing net income (loss) available to common shareholders by total average shareholders' equity excluding AOCI. Average shareholders' equity excluding AOCI for the twelve months rolling, is the average of 5 points throughout the period and for the quarterly average shareholders' equity excluding AOCI is calculated using the beginning and ending shareholders' equity, excluding AOCI, for the period. For periods less than a full fiscal year, amounts disclosed in the table are annualized. Since AOCI fluctuates from quarter to quarter due to unrealized changes in the fair value of available for sale investments, the Predecessor considered this non-GAAP financial measure to provide useful supplemental information internally and to investors and analysts assessing the level of earned return on shareholders' equity.

Adjusted Operating Return Equity Excluding AOCI (presented herein as Adjusting Operating return on common shareholders' equity, excluding AOCI)

Adjusted Operating Return on Equity Excluding AOCI is a non-GAAP financial measure. It is calculated by dividing AOI by total average shareholders' equity excluding AOCI. Average shareholders' equity excluding AOCI for the twelve months rolling, is the average of 5 points throughout the period and for the quarterly average shareholders' equity is calculated using the beginning and ending shareholders' equity, excluding AOCI, for the period. For periods less than a full fiscal year, amounts disclosed in the table are annualized. The Predecessor considered this non-GAAP financial measure to provide useful supplemental information internally and to investors and analysts assessing the level of adjusted earned return on equity.

Total Debt to Capitalization, excluding AOCI

Total Debt to Capitalization, excluding AOCI is computed by dividing total debt by total capitalization excluding AOCI. Management considers this non-GAAP financial measure to be useful internally and to investors and analysts when assessing its capital position.

Rating Agency Adjusted Debt to Capitalization, excluding AOCI

Rating Agency Adjusted Debt to Capitalization, excluding AOCI is computed by dividing the sum of total debt and 50% preferred equity by total capitalization excluding AOCI less a 50% preferred equity credit. Management considers this non-GAAP financial measure to be useful internally and to investors and analysts when assessing its capital position.

Average Assets Under Management (AAUM)

AAUM is the sum of (i) total invested assets at amortized cost, excluding derivatives; (ii) related party loans and investments; and (iii) cash and cash equivalents, excluding derivative collateral, at the beginning of the period and the end of each month in the period, divided by the total number of months in the period plus one. The Predecessor considered this non-GAAP financial measure to be useful internally and to investors and analysts when assessing the rate of return on assets available for reinvestment.

Yield on AAUM

Yield on AAUM is calculated by dividing annualized net investment income by AAUM. The Predecessor considered this non-GAAP financial measure to be useful internally and to investors and analysts when assessing the level of return earned on AAUM.

Net Investment Spread

Net investment spread is the excess of net investment income earned over the sum of interest credited to policyholders and the cost of hedging the Predecessor's risk on FIA policies. The Predecessor considers this non-GAAP financial measure to be useful internally and to investors and analysts when assessing the performance of the Predecessor's invested assets against the level of investment return, inclusive of hedging costs, provided to policyholders.

Investment Book Yield

Investment book yield on bonds purchased during the period excludes yield on short-term treasuries and cash and cash equivalents. The Predecessor considered this non-GAAP financial measure to be useful internally and to investors and analysts when assessing the level of returned on their income generating invested assets.

FGL HOLDINGS
Consolidated Financial Highlights

	Three Months Ended	One Month Ended	Two Months Ended	Three Months Ended		
	March 31, 2018	December 31, 2017	November 30, 2017	September 30, 2017	June 30, 2017	March 31, 2017
	Successor	Successor	Predecessor	Predecessor	Predecessor	Predecessor
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
(Dollars in millions, except per share data)						
Revenues:						
Premiums	\$ 18	\$ 3	\$ 7	\$ 16	\$ 12	\$ 3
Net investment income	263	92	174	261	257	247
Net investment gains (losses)	(191)	42	146	117	67	81
Insurance and investment product fees and other	41	28	35	41	44	44
Total revenues	131	165	362	435	380	375
Net income (loss)	\$ 52	\$ (102)	\$ 28	\$ 61	\$ 32	\$ 22
Adjusted Operating Income ("AOI") (1)	\$ 68	\$ 3	\$ 36	\$ 65	\$ 42	\$ 38
Dividends on preferred stock	(7)	(2)	—	—	—	—
AOI available to common shareholders	61	1	36	65	42	38
Per Unrestricted Common Shares Amounts:						
Basic:						
Net (loss) income available to common shareholders	\$ 0.21	\$ (0.49)	\$ 0.48	\$ 1.06	\$ 0.54	\$ 0.38
AOI available to common shareholders (1)	\$ 0.28	\$ —	\$ 0.62	\$ 1.11	\$ 0.72	\$ 0.65
Diluted:						
Net (loss) income available to common shareholders	\$ 0.21	\$ (0.49)	\$ 0.47	\$ 1.06	\$ 0.54	\$ 0.38
AOI available to common shareholders (1)	\$ 0.28	\$ —	\$ 0.62	\$ 1.11	\$ 0.72	\$ 0.65
Dividends Paid to Common Shareholders Per Share	\$ —	\$ —	\$ 0.065	\$ 0.065	\$ 0.065	\$ 0.065

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	Three Months Ended	One Month Ended	Two Months Ended		Three Months Ended	
	March 31, 2018	December 31, 2017	November 30, 2017	September 30, 2017	June 30, 2017	March 31, 2017
	Successor	Successor	Predecessor	Predecessor	Predecessor	Predecessor
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
At Period End						
Cash and cash equivalents	\$ 1,157	\$ 1,215	\$ 924	\$ 885	\$ 799	\$ 887
Total investments	\$ 23,232	\$ 23,604	\$ 23,326	\$ 23,072	\$ 22,627	\$ 21,813
Total assets	\$ 29,665	\$ 29,929	\$ 29,227	\$ 28,965	\$ 28,402	\$ 27,897
Contractholder funds	\$ 22,083	\$ 21,844	\$ 21,083	\$ 20,792	\$ 20,342	\$ 20,052
Future policy benefits	\$ 4,711	\$ 4,751	\$ 3,401	\$ 3,412	\$ 3,423	\$ 3,435
Debt (including revolving credit facility)	\$ 442	\$ 412	\$ 405	\$ 405	\$ 405	\$ 405
Total equity	\$ 1,642	\$ 1,952	\$ 2,284	\$ 2,247	\$ 2,113	\$ 1,908
Total equity excluding Accumulated Other Comprehensive Income (AOCI)	\$ 1,920	\$ 1,877	\$ 1,729	\$ 1,704	\$ 1,646	\$ 1,617
Common shares issued and outstanding	214.37	214.37	59.00	58.93	58.99	58.99
GAAP Book value per common share (1)	\$ 5.87	\$ 7.35	\$ 38.71	\$ 38.13	\$ 35.82	\$ 32.34
GAAP Book value per common share excluding AOCI (1)	\$ 7.17	\$ 7.00	\$ 29.31	\$ 28.92	\$ 27.90	\$ 27.41
Debt to total Capitalization excluding AOCI (1)	18.7%	18.0%	19.0%	19.2%	19.7%	20.0%
Return on average common shareholders' equity excluding AOCI (1)	11.9%	N/M	6.5%	14.6%	7.8%	5.5%
Statutory Book value per share (1)	\$ 8.04	\$ 8.00	\$ 25.91	\$ 25.91	\$ 25.18	\$ 26.06
Statutory Book value per share excluding IMR and AVR (1)	\$ 10.71	\$ 10.66	\$ 34.99	\$ 34.99	\$ 34.30	\$ 35.28

(1) Refer to "Non-GAAP Financial Measures" for further details
N/M - Not meaningful

FGL HOLDINGS
CONDENSED CONSOLIDATED BALANCE SHEETS
(In millions, except per share data)

	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017	March 31, 2017
	Successor	Successor	Predecessor	Predecessor	Predecessor
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
ASSETS					
Investments:					
Fixed maturity securities, available-for-sale, at fair value (amortized cost: March 31, 2018 - \$21,738; December 31, 2017 - \$21,475)	\$ 21,366	\$ 21,590	\$ 21,154	\$ 20,766	\$ 20,052
Equity securities, at fair value (amortized cost: March 31, 2018 - \$780; December 31, 2017 - \$764)	769	761	773	774	712
Derivative investments	293	492	413	361	351
Short term investments	—	25	—	—	—
Commercial mortgage loans	528	548	547	550	579
Other invested assets	276	188	185	176	119
Total investments	23,232	23,604	23,072	22,627	21,813
Related party loans	—	—	71	71	71
Cash and cash equivalents	1,157	1,215	885	799	887
Accrued investment income	240	211	231	204	225
Funds withheld for reinsurance receivables at fair value	748	756	—	—	—
Reinsurance recoverable	2,495	2,494	3,375	3,390	3,426
Intangibles, net	954	856	1,129	1,097	1,184
Deferred tax assets, net	258	176	—	—	87
Goodwill	476	476	—	—	—
Other assets	105	141	202	214	204
Total assets	\$ 29,665	\$ 29,929	\$ 28,965	\$ 28,402	\$ 27,897

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	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017	March 31, 2017
	Successor	Successor	Predecessor	Predecessor	Predecessor
LIABILITIES AND SHAREHOLDERS' EQUITY					
Contractholder funds (a)	\$ 22,083	\$ 21,844	\$ 20,792	\$ 20,342	\$ 20,052
Future policy benefits, including \$712 and \$728 at fair value at March 31, 2018 and December 31, 2017, respectively (b)	4,711	4,751	3,412	3,423	3,435
Funds withheld for reinsurance liabilities	—	—	1,083	1,106	1,134
Liability for policy and contract claims (c)	70	78	67	57	60
Debt	307	307	300	300	300
Revolving credit facility	135	105	105	105	
Deferred tax liability, net	—	—	62	11	—
Other liabilities	717	892	897	945	903
Total liabilities	28,023	27,977	26,718	26,289	25,989
Shareholders' equity:					
Preferred stock (\$.0001 par value, 100,000,000 shares authorized, 377,417 and 375,000 shares issued and outstanding at March 31, 2018 and December 31, 2017, respectively)	—	—	—	—	—
Common stock (\$.0001 par value, 800,000,000 shares authorized, 214,370,000 issued and outstanding at March 31, 2018 and December 31, 2017, respectively)	—	—	1	1	1
Additional paid-in capital	2,039	2,037	716	716	715
(Accumulated deficit) Retained earnings	(119)	(160)	1,000	942	914
Accumulated other comprehensive (loss) income	(278)	75	543	467	291
Treasury stock, at cost (no shares at March 31, 2018; no shares at December 31, 2017)	—	—	(13)	(13)	(13)
Total shareholders' equity	1,642	1,952	2,247	2,113	1,908
Total liabilities and shareholders' equity	\$ 29,665	\$ 29,929	\$ 28,965	\$ 28,402	\$ 27,897
Equity attributable to preferred shareholders (1)	\$ 384	\$ 377	\$ —	\$ —	\$ —

(1) Refer to "Non-GAAP Financial Measures" for further details

(a) Contractholder funds include amounts on deposit for annuity and universal life contracts plus the fair value of future index credits and guarantees on our FIA and IUL products.

(b) Future policy benefits include the present value of future benefits on our traditional life insurance products and life contingent SPIA contracts.

(c) Liability for policy and contract claims represents policyholder pending claims.

Quarterly Summary - Most Recent 5 Quarters

	Three Months Ended	One Month Ended	Two Months Ended	Three Months Ended		
	March 31, 2018	December 31, 2017	November 30, 2017	September 30, 2017	June 30, 2017	March 31, 2017
	Successor	Successor	Predecessor	Predecessor	Predecessor	Predecessor
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
(Dollars in millions, except per share data)						
Revenues:						
Traditional life insurance premiums	\$ 9	\$ 3	\$ 6	\$ 10	\$ 7	\$ —
Life contingent immediate annuity	9	—	1	6	5	3
Net investment income	263	92	174	261	257	247
Net investment gains (losses)	(191)	42	146	117	67	81
Surrender charges	14	3	10	9	9	9
Cost of insurance fees and other income	27	25	25	32	35	35
Total revenues	131	165	362	435	380	375
Benefits and expenses:						
Traditional life insurance policy benefits and change in future policy benefits	18	7	12	18	21	11
Life contingent immediate annuity benefits and changes in future policy benefits	18	11	13	26	20	18
Interest sensitive and index product benefits and changes in future policy benefits	(54)	123	202	276	194	239
General expenses	35	11	47	30	35	30
Acquisition expenses	54	27	44	65	72	81
Deferred acquisition costs ("DAC")	(49)	(22)	(40)	(59)	(67)	(78)
Amortization of intangibles	16	1	36	(14)	51	33
Total benefits and expenses	38	158	314	342	326	334
Operating income	93	7	48	93	54	41
Interest expense	(6)	(2)	(4)	(6)	(6)	(6)
Income before income taxes	87	5	44	87	48	35
Income tax expense	(35)	(107)	(16)	(26)	(16)	(13)
Net income (loss)	\$ 52	\$ (102)	\$ 28	\$ 61	\$ 32	\$ 22
Less Preferred stock dividend	7	2	—	—	—	—
Net income (loss) available to common shareholders	45	(104)	28	61	32	22
Net income (loss) available to common shareholders per common share:						
Basic	\$ 0.21	\$ (0.49)	\$ 0.48	\$ 1.06	\$ 0.54	\$ 0.38
Diluted	\$ 0.21	\$ (0.49)	\$ 0.47	\$ 1.06	\$ 0.54	\$ 0.38
Weighted average common shares used in computing net income per common share:						
Basic	214.37	214.37	58.34	58.34	58.34	58.33
Diluted	214.37	214.37	58.49	58.48	58.44	58.38

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Reconciliation from Net (Loss) Income to Adjusted Operating Income ("AOI")

	Three Months Ended	One Month Ended	Two Months Ended	Three Months Ended		
	March 31, 2018	December 31, 2017	November 30, 2017	September 30, 2017	June 30, 2017	March 31, 2017
	Successor	Successor	Predecessor	Predecessor	Predecessor	Predecessor
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
(Dollars in millions, except per share data)						
Net income (loss)	\$ 52	\$ (102)	\$ 28	\$ 61	\$ 32	\$ 22
Adjustments to arrive at AOI:						
Effect of investment losses (gains), net of offsets (a)	39	—	(6)	(5)	4	15
Effect of change in FIA embedded derivative discount rate, net of offsets (a) (b)	—	6	(10)	3	(4)	(2)
Effect of changes in fair values of FIA related derivatives and embedded derivatives, net of hedging costs (a)	(46)	—	—	—	—	—
Effect of change in fair value of reinsurance related embedded derivative, net of offsets (a) (c)	—	—	(1)	5	8	8
Effect of integration, merger related & other non-operating items	8	(8)	29	2	5	2
Net impact of Tax Cuts and Jobs Act	—	131	—	—	—	—
Tax effect of affiliated reinsurance embedded derivative	15	(20)	—	—	—	—
Tax impact of adjusting items	—	(4)	(4)	(1)	(3)	(7)
AOI	<u>\$ 68</u>	<u>\$ 3</u>	<u>\$ 36</u>	<u>\$ 65</u>	<u>\$ 42</u>	<u>\$ 38</u>
Dividends on preferred stock	(7)	(2)	—	—	—	—
AOI available to common shareholders (1)	<u>\$ 61</u>	<u>\$ 1</u>	<u>\$ 36</u>	<u>\$ 65</u>	<u>\$ 42</u>	<u>\$ 38</u>
Per diluted common share:						
Net (loss) income available to common shareholders	\$ 0.21	\$ (0.49)	\$ 0.47	\$ 1.06	\$ 0.54	\$ 0.38
Adjustments to arrive at AOI:						
Effect of investment (gains) losses, net of offsets (a)	0.18	—	(0.10)	(0.09)	0.07	0.26
Effect of change in FIA embedded derivative discount rate, net of offsets (a) (b)	—	0.03	(0.17)	0.05	(0.07)	(0.04)
Effect of changes in fair values of FIA related derivatives and embedded derivatives, net of hedging costs (a)	(0.22)	—	—	—	—	—
Effect of change in fair value of reinsurance related embedded derivative, net of offsets (a) (c)	—	—	(0.02)	0.09	0.14	0.14
Effect of integration, merger related & other non-operating items	0.04	(0.04)	0.50	0.02	0.09	0.03
Net impact of Tax Cuts and Jobs Act	—	0.61	—	—	—	—
Tax effect of affiliated reinsurance embedded derivative	0.07	(0.09)	—	—	—	—
Tax impact of adjusting items	—	(0.02)	(0.06)	(0.02)	(0.05)	(0.12)
AOI available to common shareholders per diluted share	<u>\$ 0.28</u>	<u>\$ —</u>	<u>\$ 0.62</u>	<u>\$ 1.11</u>	<u>\$ 0.72</u>	<u>\$ 0.65</u>

- (a) Amounts are net of offsets related to value of business acquired ("VOBA"), deferred acquisition cost ("DAC") and deferred sale inducement ("DSI") amortization.
(b) Adjustment is not applicable to for the quarter ended March 31, 2018 as the updated definition of AOI removes the impact of fair value accounting on FIA products.
(c) Adjustment is not applicable Business Combination as the reinsurance agreement and related activity are eliminated via consolidation for U.S. GAAP reporting.

Summary of Adjustments to Arrive at AOI

	Three Months Ended	One Month Ended	Two Months Ended	Three Months Ended		
	March 31, 2018	December 31, 2017	November 30, 2017	September 30, 2017	June 30, 2017	March 31, 2017
	Successor (Unaudited)	Successor (Unaudited)	Predecessor (Unaudited)	Predecessor (Unaudited)	Predecessor (Unaudited)	Predecessor (Unaudited)
(Dollars in millions)						
Revenue:						
Insurance and investment product fees and other (a)	\$ —	\$ (12)	\$ —	\$ —	\$ —	\$ —
Net investment gains (b)	163	—	(8)	1	15	28
Increase (decrease) in total revenues	163	(12)	(8)	1	15	28
Benefits and expenses:						
Benefits and other changes in policy reserves (c)	(167)	7	(19)	12	(10)	(1)
Acquisition and operating expenses, net of deferrals	8	4	29	2	5	2
Amortization of intangibles (d)	(3)	(1)	10	(10)	3	(6)
(Decrease) increase in total benefits and expenses	(162)	10	20	4	(2)	(5)
Increase (decrease) in pre-tax operating income	1	(2)	12	5	13	23
(Decrease) increase in income tax expense (benefit) (e)	15	107	(4)	(1)	(3)	(7)
Increase (decrease) in net income	\$ 16	\$ 105	\$ 8	\$ 4	\$ 10	\$ 16

(a) Insurance and investment product fees and other: includes the effect of contract fee termination.

(b) Net investment gains: includes the effect of net investment gains, changes in fair values of FIA related derivatives and embedded derivatives, net of hedging costs. For the Predecessor, effects of net investment gains the change in fair value of the reinsurance related embedded derivative.

(c) Benefits and other changes in policy reserves: includes the effects of the changes in fair values of FIA embedded derivatives

(d) Amortization of intangibles includes the impact on DAC, VOBA, and DSI of the adjustments in b-c above.

(e) The tax expense (benefit) includes the tax impact of the adjustments in a-d above, and for the Successor only, the impact of tax reform and the impact of affiliated reinsurance embedded derivative.

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Notable Items Included in Net Income and AOI

Each quarterly reporting period, we identify notable items that help explain the trends in our Net Income and AOI. These items are infrequent in nature or involve accounting volatility under general accepted accounting principles. The amounts below are included in disclosures within the Company's earnings releases to explain our Net Income and AOI results. We believe that understanding these items provides further clarity to the financial performance of the business.

	Three Months Ended	One Month Ended	Two Months Ended	Three Months Ended		
	March 31, 2018	December 31, 2017	November 30, 2017	September 30, 2017	June 30, 2017	March 31, 2017
	Successor (Unaudited)	Successor (Unaudited)	Predecessor (Unaudited)	Predecessor (Unaudited)	Predecessor (Unaudited)	Predecessor (Unaudited)
	(Dollars in millions)					
Net income	\$ 52	\$ (102)	\$ 28	\$ 61	\$ 32	\$ 22
AOI	\$ 68	\$ 3	\$ 36	\$ 65	\$ 42	\$ 38
Notable Items (Not Trendable) Included within AOI [(unfavorable)/favorable]						
Legacy incentive compensation (a)	—	—	—	—	(1)	(1)
Single premium immediate annuities ("SPIA") mortality & other reserve adjustments (b)	8	(2)	1	(2)	2	3
Assumption review & DAC, VOBA and DSI unlocking (c)	—	(9)	4	21	—	(3)
Other, including bond prepayment income & tax valuation allowance (d)	—	—	—	2	—	—

(a) Change in certain long term incentive compensation costs, including the change in the liability for our FGLH stock compensation plan, which as a liability plan, is settled in cash and accounted for at fair value each reporting period (Predecessor only).

(b) The release of annuity reserves associated with mortality of annuitants, which varies due to timing, volume and severity of experience, and other reserve adjustments.

(c) Reflects unlocking from updating our DAC, VOBA and DSI amortization models for actual experience and equity market fluctuations. Also, annually in the 4th fiscal quarter, we complete our Annual Assumption Review & Unlocking process by adjusting our valuation assumptions to align with actual experience.

(d) Bond prepayment income, changes in tax valuation, and other allowances related to reinsurance and agent debt, reinsurance settlements and other net favorable activity.

Capitalization/Book Value per Share

	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017	March 31, 2017
	Successor	Successor	Predecessor	Predecessor	Predecessor
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
(Dollars in millions, except per share data)					
Capitalization:					
Debt	\$ 442	\$ 412	\$ 405	\$ 405	\$ 405
Total debt	442	412	405	405	405
Total shareholders' equity	1,642	1,952	2,247	2,113	1,908
Total capitalization	2,084	2,364	2,652	2,518	2,313
AOCI	(278)	75	543	467	291
Total capitalization excluding AOCI (1)	\$ 2,362	\$ 2,289	\$ 2,109	\$ 2,051	\$ 2,022
Total shareholders' equity	1,642	1,952	2,247	2,113	1,908
Equity available to preferred shareholders	384	377	—	—	—
Common shareholders' equity	1,258	1,575	2,247	2,113	1,908
AOCI	(278)	75	543	467	291
Total common shareholders' equity excluding AOCI (1)	\$ 1,536	\$ 1,500	\$ 1,704	\$ 1,646	\$ 1,617
Common shares outstanding	214.37	214.37	58.93	58.99	58.99
Book Value per Share: (1)					
GAAP Book value per common share including AOCI (1)	\$ 5.87	\$ 7.35	\$ 38.13	\$ 35.82	\$ 32.34
GAAP Book value per common share excluding AOCI (1)	\$ 7.17	\$ 7.00	\$ 28.92	\$ 27.90	\$ 27.41
Twelve months ended					
Twelve Month Rolling Average Return on Equity ("ROE")	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017	March 31, 2017
	Successor	Successor	Predecessor	Predecessor	Predecessor
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Return on Common Shareholders' Equity (1)					
Return on average common shareholders' equity	12.7%	N/M	11.2%	10.1%	9.6%
Return on average common shareholders' equity, excluding AOCI (1)	11.9%	N/M	13.8%	12.3%	11.1%
Return on Common Shareholders' Equity - AOI (1)					
Adjusted Operating return on common shareholders' equity, excluding AOCI (1)	16.1%	0.9%	11.5%	10.3%	11.0%

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Quarterly Average ROE	Three months ended				
	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017	March 31, 2017
	Successor	Successor	Predecessor	Predecessor	Predecessor
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Return on average common shareholders' equity	12.7%	N/M	11.2%	6.4%	4.8%
Return on average common shareholders' equity, excluding AOCI (1)	11.9%	N/M	14.6%	7.8%	5.5%
Adjusted Operating return on common shareholders' equity, excluding AOCI (1)	16.1%	0.9%	15.5%	10.3%	9.5%

Debt-to-Capital Ratios: (1)	Three months ended				
	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017	March 31, 2017
	Successor	Successor	Predecessor	Predecessor	Predecessor
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Total Debt to Capitalization, excluding AOCI (1)	18.7%	18.0%	19.2%	19.7%	20.0%
Rating Agency Adjusted Debt to Capitalization, excluding AOCI (1)	26.8%	26.2%	19.2%	19.7%	20.0%

(1) Refer to "Non-GAAP Financial Measures" for further details

N/M - Not meaningful.

Financial Strength Ratings

	A.M. Best	Fitch	Moody's	S&P
Holding Companies				
FGL Holdings				
Issuer Credit / Default Rating	Not Rated	BB+	Ba3	BB+
Outlook		Stable	Stable	Positive
CF Bermuda Holdings Limited				
Issuer Credit / Default Rating	Not Rated	BB+	Ba2	BB+
Outlook		Stable	Stable	Positive
Fidelity & Guaranty Life Holdings, Inc.				
Issuer Credit / Default Rating	bb+	BB+	Not Rated	BB+
Outlook	Positive	Stable	Not Rated	Positive
Senior Unsecured Notes	bb+	BB	Ba2	BB+
Outlook	Positive	Stable	Stable	
Insurance Subsidiaries				
F&G Re Ltd				
Financial Strength Rating	Not Rated	BBB	Baa2	BBB+
Outlook		Stable	Stable	Stable
Fidelity & Guaranty Life Insurance Company				
Financial Strength Rating	B++	BBB	Baa2	BBB+
Outlook	Positive	Stable	Stable	Stable
Fidelity & Guaranty Life Insurance Company of New York				
Financial Strength Rating	B++	BBB	Not Rated	BBB+
Outlook	Positive	Stable	Not Rated	Stable
*Reflects current ratings and outlooks as of date of filing				

Net Investment Spread Results

(Dollars in millions)

	Three Months Ended	
	March 31, 2018	March 31, 2017
	Successor (Unaudited)	Predecessor (Unaudited)
Yield on average assets under management "AAUM" (1)	4.21 %	4.90 %
Less: Interest credited and option cost	(2.33)%	(2.49)%
Total net investment spread - All product lines (1)	1.88 %	2.41 %
FIA net investment spread	2.34 %	3.05 %
Investment book yield - bonds purchased during the period (1)	4.99 %	5.22 %
AAUM (1)	\$ 24,967	\$ 20,162

(1) Refer to "Non-GAAP Financial Measures" for further details

Sales Results by Product

(Dollars in millions)

	Three Months Ended				
	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017	March 31, 2017
	Successor (Unaudited)	Successor (Unaudited)	Predecessor (Unaudited)	Predecessor (Unaudited)	Predecessor (Unaudited)
Fixed index annuities ("FIA")	\$ 436	\$ 462	\$ 424	\$ 455	\$ 438
Fixed rate annuities ("MYGA")	142	161	164	127	158
Institutional spread based (1)	200	—	—	—	136
Total Annuity	\$ 778	\$ 623	\$ 588	\$ 582	\$ 732
Index universal life	6	7	6	9	14
ULIC (FSR International)	33	8	—	—	—
Total Sales	\$ 817	\$ 638	\$ 594	\$ 591	\$ 746

(1) Institutional spread based product sales from funding agreement investment contracts issued with the Federal Home Loan Bank and held in our separate account.

Annuity Account Balance Rollforward (a)

(Dollars in millions)

	Three months ended	One month ended (b)	Two months ended	Three months ended		
	March 31, 2018	December 31, 2017	November 30, 2017	September 30, 2017	June 30, 2017	March 31, 2017
	Successor	Successor	Predecessor	Predecessor	Predecessor	Predecessor
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Account balances at beginning of period:	\$ 18,041	\$ 17,892	\$ 16,819	\$ 16,430	\$ 16,114	\$ 15,603
Net deposits	548	223	404	598	591	603
Premium and interest bonuses	14	5	9	11	12	12
Fixed interest credited and index credits	177	71	130	147	154	153
Guaranteed product rider fees	(22)	(8)	(14)	(17)	(18)	(18)
Surrenders, withdrawals, deaths, etc.	(432)	(142)	(256)	(350)	(423)	(239)
Account balance at end of period	<u>\$ 18,326</u>	<u>\$ 18,041</u>	<u>\$ 17,092</u>	<u>\$ 16,819</u>	<u>\$ 16,430</u>	<u>\$ 16,114</u>

(a) The rollforward reflects the vested account balance of our fixed index annuities and fixed rate annuities, net of reinsurance.

(b) Beginning balance as of December 1, 2017 is inclusive of FSR after the Business Combination was completed and therefore does not agree to the November 30, 2017 ending balance.

Annuity Deposits by Product Type

Product Type	Three Months Ended	
	March 31, 2018	March 31, 2017
	Successor (Unaudited)	Predecessor (Unaudited)
(Dollars in millions)		
Fixed Index Annuities:		
Index Strategies	\$ 336	\$ 349
Fixed Strategy	68	94
	<u>404</u>	<u>443</u>
Fixed Rate Annuities:		
Single-Year Rate Guaranteed	1	2
Multi-Year Rate Guaranteed	143	159
	<u>548</u>	<u>604</u>
Total before coinsurance ceded	548	604
Coinsurance ceded	—	1
Net after coinsurance ceded	<u>\$ 548</u>	<u>\$ 603</u>

Surrender Charge Protection and Account Values by Product Type

Annuity Surrender Charges and Account Values (net of reinsurance) at March 31, 2018 (unaudited):

Product Type	Surrender Charge			Net Account Value	
	Avg. Years at Issue	Avg. Years Remaining	Avg. % Remaining	Dollars in millions	%
Fixed Index Annuities	11	6	8%	\$ 14,339	78%
Single-Year Rate Guaranteed	10	1	1%	621	3%
Multi-Year Rate Guaranteed	5	4	7%	3,366	19%
Total				<u>\$ 18,326</u>	<u>100%</u>

Annuity Liability Characteristics

	Fixed Annuities Account Value	Fixed Index Annuities Account Value
	(Unaudited)	
	(Dollars in millions)	
<u>SURRENDER CHARGE PERCENTAGES:</u>		
No surrender charge	\$ 768	\$ 2,229
0.0% < 2.0%	22	317
2.0% < 4.0%	29	279
4.0% < 6.0%	730	773
6.0% < 8.0%	644	2,019
8.0% < 10.0%	1,760	2,700
10.0% or greater	34	6,022
	<u>\$ 3,987</u>	<u>\$ 14,339</u>

	Fixed and Fixed Index Annuities Account Value	Weighted Average Surrender Charge
	(Unaudited)	
	(Dollars in millions)	
<u>SURRENDER CHARGE EXPIRATION BY YEAR:</u>		
Out of surrender charge	\$ 2,896	—%
2018	1,015	5%
2019 - 2020	3,137	7%
2021 - 2022	2,674	8%
2023 - 2024	2,722	9%
Thereafter	5,882	11%
	<u>\$ 18,326</u>	<u>8%</u>

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	Fixed Annuities Account Value	Fixed Index Annuities Account Value
	(Unaudited)	
	(Dollars in millions)	
<u>CREDITED RATE (INCLUDING BONUS INTEREST) VS. ULTIMATE MINIMUM GUARANTEED RATE DIFFERENTIAL:</u>		
No differential	\$ 1,037	\$ 1,413
0.0% - 1.0%	392	1,274
1.0% - 2.0%	321	50
2.0% - 3.0%	2,216	13
3.0% - 4.0%	21	—
Allocated to index strategies	—	11,589
	<u>\$ 3,987</u>	<u>\$ 14,339</u>

FIXED INDEX ANNUITIES ACCOUNT VALUE - INDEX STRATEGIES

Monthly Average, Point to Point and Gain Trigger Strategies with Cap

	Minimum Guaranteed Cap				
	(Unaudited)				
	1%	2%	3%	5%	6%
	(Dollars in millions)				
Current Cap					
At minimum	\$ —	\$ —	\$ 1,623	\$ 644	\$ 1
2-3%	761	—	—	—	—
3-4%	1,113	—	375	—	—
4-5%	447	—	361	—	—
5-6%	83	2	104	4	—
6-7%	47	3	25	—	6
7% +	69	40	191	—	71
Total:	<u>\$ 2,520</u>	<u>\$ 45</u>	<u>\$ 2,679</u>	<u>\$ 648</u>	<u>\$ 78</u>

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Monthly Point-to-Point with Cap

	Minimum Guaranteed Cap 1%
	(Unaudited)
	(Dollars in millions)
Current Cap	
At minimum	\$ 1,725
1% to 2%	2,620
2% to 3%	646
3% +	108
Total:	\$ 5,099

3 Year Step Forward with Cap

	Minimum Guaranteed Cap 2%	Minimum Guaranteed Cap 5%
	(Unaudited)	
	(Dollars in millions)	
Current Cap		
At minimum	\$ —	\$ 20
2% to 5%	2	—
5% to 7%	11	51
7% to 9%	—	42
9% to 11%	—	18
11% to 13%	—	9
Total:	\$ 13	\$ 140

There is an additional \$367 million Account Value allocated to strategies not listed above. Of this \$367 million, \$14 million is at the guaranteed rates.

Summary of Invested Assets by Asset Class

(Dollars in millions)

	March 31, 2018			December 31, 2017		
	Successor			Successor		
	(Unaudited)			(Unaudited)		
	Amortized Cost	Fair Value	Percent	Amortized Cost	Fair Value	Percent
Fixed maturity securities, available for sale:						
United States Government full faith and credit	\$ 161	\$ 160	1%	\$ 84	\$ 84	1%
United States Government sponsored entities	119	118	1%	123	122	1%
United States municipalities, states and territories	1,733	1,710	7%	1,736	1,747	7%
Corporate securities:						
Finance, insurance and real estate	5,238	5,118	22%	5,898	5,930	25%
Manufacturing, construction and mining	1,030	1,011	4%	988	996	4%
Utilities, energy and related sectors	2,577	2,522	11%	2,260	2,278	10%
Wholesale/retail trade	1,626	1,584	7%	1,448	1,457	6%
Services, media and other	2,908	2,849	12%	2,320	2,354	10%
Hybrid securities	1,230	1,204	5%	1,445	1,446	6%
Non-agency residential mortgage-backed securities	1,116	1,114	5%	1,156	1,155	5%
Commercial mortgage-backed securities	938	924	4%	956	956	4%
Asset-backed securities	3,062	3,052	13%	3,061	3,065	13%
Equity securities	830	769	4%	764	761	3%
Commercial mortgage loans	528	526	2%	548	549	2%
Other (primarily derivatives)	614	565	2%	647	678	3%
Short term investments	—	—	—%	25	25	—%
Total (a)	\$ 23,710	\$ 23,226	100%	\$ 23,459	\$ 23,603	100%

(a) Asset duration, including cash and cash equivalents, of 7.67 years and 6.72 years vs. liability duration of 6.62 years and 6.76 years for the periods ending March 31, 2018 and December 31, 2017, respectively

Credit Quality of Fixed Maturity Securities at March 31, 2018 (unaudited)

NAIC Designation	Fair Value (Dollars in millions)	Percent	Rating Agency Rating	Fair Value (Dollars in millions)	Percent
1	\$ 10,342	48%	AAA	\$ 1,838	9%
2	9,589	45%	AA	1,829	8%
3	1,254	6%	A	5,486	26%
4	138	1%	BBB	10,110	47%
5	43	—%	BB	1,091	5%
6	—	—%	B and below	1,012	5%
	\$ 21,366	100%		\$ 21,366	100%

Summary of Residential Mortgage Backed Securities by Collateral Type and NAIC Designation

		March 31, 2018	
		Successor	
		(Unaudited)	
Collateral Type		Amortized Cost	Fair Value
(Dollars in millions)			
Total by collateral type			
Government agency		\$ 119	\$ 118
Prime		194	194
Subprime		254	255
Alt-A		668	665
		<u>\$ 1,235</u>	<u>\$ 1,232</u>
Total by NAIC designation			
1		\$ 1,205	\$ 1,202
2		24	24
3		5	5
4		—	—
5		1	1
		<u>\$ 1,235</u>	<u>\$ 1,232</u>

Top 10 Holdings by Issuers

(Dollars in millions)

Issuer (a):	March 31, 2018	
	Successor	
	(Unaudited)	
	Fair Value	Percentage of Total Invested Assets
AT&T Inc.	\$ 127	0.5%
JP Morgan Chase & Co.	125	0.5%
Verizon Communications Inc.	124	0.5%
United Mexican States	120	0.5%
HSBC Holdings	120	0.5%
Wells Fargo & Company	119	0.5%
General Mortors Co	119	0.5%
Goldman Sachs Group, Inc.	118	0.5%
Metropolitan Transportation Authority (NY)	118	0.5%
Metlife, Inc.	115	0.5%

(a) Issuers excluding U.S. Governmental securities.

Reinsurance Counterparty Risk Top 5 Reinsurers

(Dollars in millions)

Parent Company/Principal Reinsurers	Reinsurance Recoverable (a)	(Unaudited)		
		Financial Strength Rating		
		AM Best	S&P	Moody's
Wilton Reinsurance	\$ 1,572	A+	Not Rated	Not Rated
Scottish Re	183	Not Rated	Not Rated	Not Rated
Security Life of Denver	168	A	A	A2
London Life	112	A	Not Rated	Not Rated
Swiss Re Life and Health	105	A+	AA-	Aa3

(a) Reinsurance recoverables do not include unearned ceded premiums that would be recovered in the event of early termination of certain traditional life policies.

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Shareholder Information

Corporate Offices:
FGL Holdings
Boundary Hall, Cricket Square, 4th Floor
Grand Cayman KY1-1102
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Common stock and Dividend Information:
NYSE symbol: "FG"

	<u>High</u>	<u>Low</u>	<u>Close</u>	<u>Dividend Declared</u>
2018 (Successor unaudited)				
First Quarter	\$ 10.74	\$ 8.65	\$ 10.15	\$ —

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