Ameritas

Financial Strength Highlights

Ameritas Mutual Holding Company (Ameritas) draws its financial strength and stability from many sources, but its foundation is our insurance companies. These include Ameritas Life Insurance Corp. and Ameritas Life Insurance Corp. of New York.

Delivering on our promises

Our business structure as a mutual-based organization helps us make long-term decisions in our customers' best interest. We have the skills, perspective and flexibility to make smart, well-timed decisions designed to benefit our members and customers for generations to come. Though we're proud of our ratings[1] from Standard & Poor's and AM Best, we measure our success by how many people we've helped and how many promises we've kept.

Strong liquidity

Liquidity measures how easily a company can convert assets into cash. AM Best confirms Ameritas has access to multiple avenues of funding, indicating that our overall liquidity is supported by positive net cash flows from a diversified business mix, access to a committed but fully available bank line, and membership in the Federal Home Loan Bank system, providing additional borrowing capacity at relatively low cost of funds. AM Best notes that liquidity is further enhanced by the Ameritas mutual holding company structure, providing very low financial leverage, and by our generally lower risk product portfolio.[2]

High capital and surplus/assets ratio

The capital and surplus/assets ratio measures a company's cushion protecting it from a decline in the value of its assets before its surplus is depleted. Higher levels of capital and surplus relative to assets help support operations and growth. The statutory surplus levels of Ameritas Life Insurance Corp. and Ameritas Life Insurance Corp. of New York exceed Standard & Poor's capital requirements at the AAA rating level.[3]

Ameritas had $2.3 billion of statutory basis total adjusted capital as of Dec. 31, 2023,[4] ending the period with a capital and surplus/assets ratio of 10.5% – well above the industry average of 9.0%[5] and comparing favorably to our peers. This represents extremely strong capital which, along with low levels of financial leverage, demonstrates financial flexibility capable of addressing unforeseen market conditions.

Mutual companies generally hold more capital, as they do not have the access to just-in-time capital that stock companies do. For every $1.00 of capital held, Ameritas holds $9.10 in general account assets.

The Best's Rating Report and Standard & Poor's Full Analysis Report are available in the Financial Strength section of ameritas.com.

A+

Standard & Poor's

A+ (Strong) for insurer financial strength. This is the fifth highest of Standard & Poor's 21 ratings assigned.

A

AM Best

A (Excellent) for insurer financial strength. This is the third highest of AM Best's 13 ratings assigned.

Ameritas® *fulfilling life.*®

Low debt-to-capital ratio

The debt-to-capital ratio measures the debt component of a company's capital structure. Calculated by dividing total debt by total capital, it is often seen as a reflection of the soundness of long-term financial policies.

As of Dec. 31, 2023, Ameritas had $59.2 million of outstanding debt,[6] representing 3.1% of our capital and surplus. This is significantly below the industry average of 10.1%[5] for the same period, demonstrating a strong equity position and our focus on minimizing permanent debt.

Debt-to-capital ratio is a very low 3.1%

High-quality assets

Asset quality is an important factor in managing risk. As of Dec. 31, 2023, the Ameritas insurance companies' general account invested assets base was $17.5 billion.[7] This represented approximately 96.7% of the general account admitted assets. Bonds represented 69.0% of the company's invested assets, 96.0% of which were rated strong investment grade, versus the industry average of approximately 95.0%[5]. The high-yield portfolio comprised 4.0% of bonds compared to the industry average at 5.0%[5]. This reflects our continued focus on maintaining a high-quality investment portfolio.

Commercial mortgage loans are the second largest asset class within the invested assets portfolio, representing 13.8% of invested assets. Ameritas insurance companies have a solid liquidity profile with access to multiple avenues of funding, if needed.

Ameritas
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[1] Ameritas Mutual Holding Company's ratings by Standard & Poor's and AM Best include Ameritas Life Insurance Corp. and Ameritas Life Insurance Corp. of New York.

[2] Best's Rating Report, July 12, 2023. To view the complete analysis, visit ameritas.com/about/financial-strength.

[3] Standard & Poor's RatingsDirect®, Feb. 28, 2024.

[4] Total adjusted capital equals capital and surplus plus asset valuation reserves.

[5] S&P Capital IQ Pro, 12/31/23.

[6] Debt includes surplus notes payable and real estate encumbrances on the balance sheet.

[7] The information contained within this brochure reflects combined statutory basis of accounting results for the Ameritas Life insurance operations, as of Dec. 31, 2023. This information does not represent the financials of the individual insurance companies.

This information is provided by Ameritas®, which is a marketing name for subsidiaries of Ameritas Mutual Holding Company. Subsidiaries include Ameritas Life Insurance Corp. in Lincoln, Nebraska, and Ameritas Life Insurance Corp. of New York (licensed in New York) in New York, New York. Each company is solely responsible for its own financial condition and contractual obligations. For more information about Ameritas®, visit ameritas.com.

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