



ANNUAL STATEMENT

For the Year Ended December 31, 2015
of the Condition and Affairs of the

AMERICAN SAVINGS LIFE INSURANCE COMPANY

NAIC Group Code..... 0, 0 (Current Period) (Prior Period)	NAIC Company Code..... 91910	Employer's ID Number..... 860113763
Organized under the Laws of ARIZONA	State of Domicile or Port of Entry ARIZONA	Country of Domicile US
Incorporated/Organized..... April 6, 1954	Commenced Business..... April 24, 1954	
Statutory Home Office	935 E MAIN STREET SUITE 100..... MESA AZ US 85203 (Street and Number) (City or Town, State, Country and Zip Code)	
Main Administrative Office	935 E MAIN STREET SUITE 100..... MESA AZ US..... 85203 (Street and Number) (City or Town, State, Country and Zip Code)	480-835-5000 (Area Code) (Telephone Number)
Mail Address	935 E MAIN STREET SUITE 100..... MESA AZ US 85203 (Street and Number or P. O. Box) (City or Town, State, Country and Zip Code)	
Primary Location of Books and Records	935 E MAIN STREET SUITE 100..... MESA AZ US 85203 (Street and Number) (City or Town, State, Country and Zip Code)	480-835-5000 (Area Code) (Telephone Number)
Internet Web Site Address	email@americansavingslife.com	
Statutory Statement Contact	BYRON FRIHOFF ALLEN (Name) ballen@americansavingslife.com (E-Mail Address)	480-835-5000 (Area Code) (Telephone Number) (Extension) 480-835-5355 (Fax Number)

OFFICERS

Name	Title	Name	Title
1. BYRON FRIHOFF ALLEN	PRESIDENT	2. ROBERT ELIJAH ALLEN	VICE PRESIDENT
3. TRACY CLARK ALLEN	SECRETARY / TREASURER	4.	

OTHER

DIRECTORS OR TRUSTEES

DAVID KAY ALLEN	FRIHOFF GRANT ALLEN	TRACY CLARK ALLEN	BYRON FRIHOFF ALLEN
WILFORD RENEER CARDON	STEVEN LAURENCE STAPLEY	HEBER EVERETT ALLEN	

State of.....
County of.....

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC *Annual Statement Instructions and Accounting Practices and Procedures* manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

(Signature) BYRON FRIHOFF ALLEN	(Signature) ROBERT ELIJAH ALLEN	(Signature) TRACY CLARK ALLEN
1. (Printed Name) PRESIDENT	2. (Printed Name) VICE PRESIDENT	3. (Printed Name) SECRETARY / TREASURER
(Title)	(Title)	(Title)

Subscribed and sworn to before me	a. Is this an original filing?	Yes [X] No []
This _____ day of _____ 2016	b. If no	
	1. State the amendment number	_____
	2. Date filed	_____
	3. Number of pages attached	_____

ASSETS

	Current Year			Prior Year
	1	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Net Admitted Assets
1. Bonds (Schedule D).....	2,956,099		2,956,099	2,793,930
2. Stocks (Schedule D):				
2.1 Preferred stocks.....			.0	
2.2 Common stocks.....	1,074,042	453,926	620,116	557,846
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens.....	38,580,912		38,580,912	33,399,409
3.2 Other than first liens.....	217,883		217,883	669,466
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....	454,363		454,363	466,247
4.2 Properties held for the production of income (less \$.....0 encumbrances).....			.0	
4.3 Properties held for sale (less \$.....0 encumbrances).....	3,951,410	1,185,846	2,765,564	4,058,199
5. Cash (\$.....7,995,007, Schedule E-Part 1), cash equivalents (\$.....0, Schedule E-Part 2) and short-term investments (\$.....474,997, Schedule DA).....	8,470,004		8,470,004	6,615,175
6. Contract loans (including \$.....0 premium notes).....	71,194		71,194	68,011
7. Derivatives (Schedule DB).....			.0	
8. Other invested assets (Schedule BA).....	1,235,276	355,276	880,000	880,000
9. Receivables for securities.....			.0	
10. Securities lending reinvested collateral assets (Schedule DL).....			.0	
11. Aggregate write-ins for invested assets.....	.0	.0	.0	.0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	57,011,183	1,995,048	55,016,135	49,508,285
13. Title plants less \$.....0 charged off (for Title insurers only).....			.0	
14. Investment income due and accrued.....	529,124	135,075	394,049	393,788
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....			.0	155
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....0 earned but unbilled premiums).....	12,118		12,118	11,529
15.3 Accrued retrospective premiums (\$.....0) and contracts subject to redetermination (\$.....0).....			.0	
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....			.0	
16.2 Funds held by or deposited with reinsured companies.....			.0	
16.3 Other amounts receivable under reinsurance contracts.....			.0	
17. Amounts receivable relating to uninsured plans.....			.0	
18.1 Current federal and foreign income tax recoverable and interest thereon.....			.0	77,216
18.2 Net deferred tax asset.....	336,936	224,009	112,927	105,102
19. Guaranty funds receivable or on deposit.....	1,482		1,482	1,858
20. Electronic data processing equipment and software.....			.0	
21. Furniture and equipment, including health care delivery assets (\$.....0).....			.0	
22. Net adjustment in assets and liabilities due to foreign exchange rates.....			.0	
23. Receivables from parent, subsidiaries and affiliates.....			.0	
24. Health care (\$.....0) and other amounts receivable.....			.0	
25. Aggregate write-ins for other than invested assets.....	297	167	130	130
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	57,891,138	2,354,299	55,536,840	50,098,064
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			.0	
28. TOTALS (Lines 26 and 27).....	57,891,138	2,354,299	55,536,840	50,098,064

DETAILS OF WRITE-INS

1101.0	
1102.0	
1103.0	
1198. Summary of remaining write-ins for Line 11 from overflow page.....	.0	.0	.0	.0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above).....	.0	.0	.0	.0
2501. OTHER RECEIVABLES AND DEPOSITS.....	130		130	130
2502. EMPLOYEE LOANS.....	167	167	.0	
2503.0	
2598. Summary of remaining write-ins for Line 25 from overflow page.....	.0	.0	.0	.0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	297	167	130	130

AMERICAN SAVINGS LIFE INSURANCE COMPANY
LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Aggregate reserve for life contracts \$.....30,901,534 (Exhibit 5, Line 9999999) less \$.....0 included in Line 6.3 (including \$.....0 Modco Reserve).....	30,901,534	25,738,646
2. Aggregate reserve for accident and health contracts (including \$.....0 Modco Reserve).....		
3. Liability for deposit-type contracts (Exhibit 7, Line 14, Col. 1) (including \$.....0 Modco Reserve).....	7,577,516	7,182,218
4. Contract claims:		
4.1 Life (Exhibit 8, Part 1, Line 4.4, Col. 1 less sum of Cols. 9, 10 and 11).....	19,050	9,050
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Cols. 9, 10 and 11).....		
5. Policyholders' dividends \$.....0 and coupons \$.....0 due and unpaid (Exhibit 4, Line 10).....		
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including \$.....0 Modco).....	39,455	40,206
6.2 Dividends not yet apportioned (including \$.....0 Modco).....		
6.3 Coupons and similar benefits (including \$.....0 Modco).....		
7. Amount provisionally held for deferred dividend policies not included in Line 6.....		
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$.....0 discount; including \$.....0 accident and health premiums (Exhibit 1, Part 1, Col. 1, sum of Lines 4 and 14).....	4,303	6,067
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts.....		
9.2 Provision for experience rating refunds, including the liability of \$.....0 accident and health experience rating refunds of which \$.....0 is for medical loss ratio rebate per the Public Health Service Act.....		
9.3 Other amounts payable on reinsurance, including \$.....0 assumed and \$.....0 ceded.....		
9.4 Interest Maintenance Reserve (IMR, Line 6).....	10,124	98,174
10. Commissions to agents due or accrued - life and annuity contracts \$.....0, accident and health \$.....0 and deposit-type contract funds \$.....0.....		7,641
11. Commissions and expense allowances payable on reinsurance assumed.....		
12. General expenses due or accrued (Exhibit 2, Line 12, Col. 6).....	127,605	82,927
13. Transfers to Separate Accounts due or accrued (net) (including \$.....0 accrued for expense allowances recognized in reserves, net of reinsured allowances).....		
14. Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 3, Line 9, Col. 5).....	114,001	105,165
15.1 Current federal and foreign income taxes, including \$.....0 on realized capital gains (losses).....	42,722	
15.2 Net deferred tax liability.....		
16. Unearned investment income.....	3,981	4,812
17. Amounts withheld or retained by company as agent or trustee.....	771,317	687,844
18. Amounts held for agents' account, including \$.....0 agents' credit balances.....		
19. Remittances and items not allocated.....		
20. Net adjustment in assets and liabilities due to foreign exchange rates.....		
21. Liability for benefits for employees and agents if not included above.....		
22. Borrowed money \$.....0 and interest thereon \$.....0.....		
23. Dividends to stockholders declared and unpaid.....		
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve (AVR Line 16, Col. 7).....	1,342,330	1,474,747
24.02 Reinsurance in unauthorized and certified (\$.....0) companies.....		
24.03 Funds held under reinsurance treaties with unauthorized and certified (\$.....0) reinsurers.....		
24.04 Payable to parent, subsidiaries and affiliates.....		
24.05 Drafts outstanding.....		
24.06 Liability for amounts held under uninsured plans.....		
24.07 Funds held under coinsurance.....		
24.08 Derivatives.....		
24.09 Payable for securities.....		
24.10 Payable for securities lending.....		
24.11 Capital notes \$.....0 and interest thereon \$.....0.....		
25. Aggregate write-ins for liabilities.....	0	0
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25).....	40,953,937	35,437,497
27. From Separate Accounts Statement.....		
28. Total liabilities (Line 26 and 27).....	40,953,937	35,437,497
29. Common capital stock.....	927,173	926,230
30. Preferred capital stock.....		
31. Aggregate write-ins for other than special surplus funds.....	0	0
32. Surplus notes.....		
33. Gross paid in and contributed surplus (Page 3, Line 33, Col. 2 plus Page 4, Line 51.1, Col. 1).....	2,574,241	2,540,611
34. Aggregate write-ins for special surplus funds.....	0	0
35. Unassigned funds (surplus).....	17,457,245	17,377,229
36. Less treasury stock, at cost:		
36.10.000 shares common (value included in Line 29 \$.....0).....	6,375,756	6,183,502
36.20.000 shares preferred (value included in Line 30 \$.....0).....		
37. Surplus (Total Lines 31 + 32 + 33 + 34 + 35 - 36) (including \$.....0 in Separate Accounts Statement).....	13,655,730	13,734,338
38. Totals of Lines 29, 30 and 37 (Page 4, Line 55).....	14,582,903	14,660,568
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3).....	55,536,841	50,098,065

DETAILS OF WRITE-INS

2501.		
2502.		
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	0	0
3101.		
3102.		
3103.		
3198. Summary of remaining write-ins for Line 31 from overflow page.....	0	0
3199. Totals (Lines 3101 thru 3103 plus 3198) (Line 31 above).....	0	0
3401.		
3402.		
3403.		
3498. Summary of remaining write-ins for Line 34 from overflow page.....	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	0	0

AMERICAN SAVINGS LIFE INSURANCE COMPANY
SUMMARY OF OPERATIONS

	1 Current Year	2 Prior Year
1. Premiums and annuity considerations for life and accident and health contracts (Exhibit 1, Part 1, Line 20.4, Col. 1, less Col. 11)	5,747,604	2,355,043
2. Considerations for supplementary contracts with life contingencies		
3. Net investment income (Exhibit of Net Investment Income, Line 17)	3,735,942	3,580,808
4. Amortization of Interest Maintenance Reserve (IMR) (Line 5)	(29)	43,881
5. Separate Accounts net gain from operations excluding unrealized gains or losses		
6. Commissions and expense allowances on reinsurance ceded (Exhibit 1, Part 2, Line 26.1, Col. 1)		
7. Reserve adjustments on reinsurance ceded		
8. Miscellaneous Income:		
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts		
8.2 Charges and fees for deposit-type contracts		
8.3 Aggregate write-ins for miscellaneous income	10,249	8,822
9. Totals (Lines 1 to 8.3)	9,493,767	5,988,554
10. Death benefits	181,000	52,390
11. Matured endowments (excluding guaranteed annual pure endowments)		
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Cols. 4 + 8)	1,353,879	963,500
13. Disability benefits and benefits under accident and health contracts		
14. Coupons, guaranteed annual pure endowments and similar benefits		
15. Surrender benefits and withdrawals for life contracts	119,132	56,548
16. Group conversions		
17. Interest and adjustments on contract or deposit-type contract funds	807,659	912,784
18. Payments on supplementary contracts with life contingencies		
19. Increase in aggregate reserves for life and accident and health contracts	4,538,329	1,341,752
20. Totals (Lines 10 to 19)	6,999,999	3,326,974
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Col. 1)	138,933	49,058
22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Col. 1)		
23. General insurance expenses (Exhibit 2, Line 10, Columns 1, 2, 3 and 4)	747,094	705,186
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Cols. 1 + 2 + 3)	74,298	71,760
25. Increase in loading on deferred and uncollected premiums	347	(169)
26. Net transfers to or (from) Separate Accounts net of reinsurance		
27. Aggregate write-ins for deductions	0	0
28. Totals (Lines 20 to 27)	7,960,670	4,152,809
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	1,533,097	1,835,745
30. Dividends to policyholders	38,405	40,242
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	1,494,692	1,795,503
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	265,134	159,002
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	1,229,558	1,636,500
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$....8,626 (excluding taxes of \$....2,812 transferred to the IMR)	34,504	16,396
35. Net income (Line 33 plus Line 34)	1,264,062	1,652,896
CAPITAL AND SURPLUS ACCOUNT		
36. Capital and surplus, December 31, prior year (Page 3, Line 38, Col. 2)	14,660,567	14,702,742
37. Net income (Line 35)	1,264,062	1,652,896
38. Change in net unrealized capital gains (losses) less capital gains tax of \$.....0	(3,780)	39,315
39. Change in net unrealized foreign exchange capital gain (loss)		
40. Change in net deferred income tax	(196,374)	533,310
41. Change in nonadmitted assets	101,740	(748,104)
42. Change in liability for reinsurance in unauthorized and certified companies		
43. Change in reserve on account of change in valuation basis, (increase) or decrease		
44. Change in asset valuation reserve	132,417	(292,003)
45. Change in treasury stock, (Page 3, Lines 36.1 and 36.2 Col. 2 minus Col. 1)	(192,254)	(183,550)
46. Surplus (contributed to) withdrawn from Separate Accounts during period		
47. Other changes in surplus in Separate Accounts Statement		
48. Change in surplus notes		
49. Cumulative effect of changes in accounting principles		
50. Capital changes:		
50.1 Paid in	944	1,573
50.2 Transferred from surplus (Stock Dividend)		
50.3 Transferred to surplus		
51. Surplus adjustment:		
51.1 Paid in	33,630	54,545
51.2 Transferred to capital (Stock Dividend)		
51.3 Transferred from capital		
51.4 Change in surplus as a result of reinsurance		
52. Dividends to stockholders	(1,109,676)	(1,100,157)
53. Aggregate write-ins for gains and losses in surplus	(108,374)	0
54. Net change in capital and surplus for the year (Lines 37 through 53)	(77,666)	(42,175)
55. Capital and surplus, December 31, current year (Lines 36 + 54) (Page 3, Line 38)	14,582,902	14,660,567
DETAILS OF WRITE-INS		
08.301. PROFIT SHARING PLAN MANAGEMENT FEE	10,249	7,511
08.302. COMPUTER CONSULTING FEES		1,311
08.303.		
08.398. Summary of remaining write-ins for Line 8.3 from overflow page	0	0
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above)	10,249	8,822
2701.		
2702.		
2703.		
2798. Summary of remaining write-ins for Line 27 from overflow page	0	0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)	0	0
5301. CORRECTION OF ERROR	(130,053)	
5302. CORRECTION OF ERROR	21,679	
5303.		
5398. Summary of remaining write-ins for Line 53 from overflow page	0	0
5399. Totals (Lines 5301 thru 5303 plus 5398) (Line 53 above)	(108,374)	0

AMERICAN SAVINGS LIFE INSURANCE COMPANY
CASH FLOW

		1	2
		Current Year	Prior Year
CASH FROM OPERATIONS			
1.	Premiums collected net of reinsurance.....	5,745,060	2,356,030
2.	Net investment income.....	3,615,328	3,636,036
3.	Miscellaneous income.....	15,910	8,822
4.	Total (Lines 1 through 3).....	9,376,298	6,000,888
5.	Benefit and loss related payments.....	1,644,010	1,189,092
6.	Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....		
7.	Commissions, expenses paid and aggregate write-ins for deductions.....	885,076	811,553
8.	Dividends paid to policyholders.....	39,157	36,893
9.	Federal and foreign income taxes paid (recovered) net of \$.....8,626 tax on capital gains (losses).....	156,634	494,134
10.	Total (Lines 5 through 9).....	2,724,877	2,531,672
11.	Net cash from operations (Line 4 minus Line 10).....	6,651,422	3,469,216
CASH FROM INVESTMENTS			
12.	Proceeds from investments sold, matured or repaid:		
12.1	Bonds.....	113,295	695,500
12.2	Stocks.....	4,103,259	50,640
12.3	Mortgage loans.....	11,214,392	8,873,656
12.4	Real estate.....	1,235,475	166,087
12.5	Other invested assets.....	14,839	11,407
12.6	Net gains or (losses) on cash, cash equivalents and short-term investments.....		
12.7	Miscellaneous proceeds.....		
12.8	Total investment proceeds (Lines 12.1 to 12.7).....	16,681,261	9,797,290
13.	Cost of investments acquired (long-term only):		
13.1	Bonds.....	274,825	473,160
13.2	Stocks.....	4,195,088	48,521
13.3	Mortgage loans.....	16,000,382	10,694,500
13.4	Real estate.....	39,238	1,087
13.5	Other invested assets.....		
13.6	Miscellaneous applications.....		
13.7	Total investments acquired (Lines 13.1 to 13.6).....	20,509,532	11,217,269
14.	Net increase (decrease) in contract loans and premium notes.....	3,182	(13,861)
15.	Net cash from investments (Line 12.8 minus Lines 13.7 minus Line 14).....	(3,831,454)	(1,406,118)
CASH FROM FINANCING AND MISCELLANEOUS SOURCES			
16.	Cash provided (applied):		
16.1	Surplus notes, capital notes.....		
16.2	Capital and paid in surplus, less treasury stock.....	(157,680)	(127,432)
16.3	Borrowed funds.....		
16.4	Net deposits on deposit-type contracts and other insurance liabilities.....	213,646	660,535
16.5	Dividends to stockholders.....	1,109,676	1,100,157
16.6	Other cash provided (applied).....	88,571	(221,722)
17.	Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	(965,139)	(788,777)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18.	Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17).....	1,854,829	1,274,322
19.	Cash, cash equivalents and short-term investments:		
19.1	Beginning of year.....	6,615,176	5,340,854
19.2	End of year (Line 18 plus Line 19.1).....	8,470,005	6,615,176

Note: Supplemental disclosures of cash flow information for non-cash transactions:

20.0001		
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NOTES TO FINANCIAL STATEMENTS

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GOING CONCERN

A. Accounting Practices

The financial statements of American Savings Life Insurance Company are presented on the basis of accounting practices prescribed or permitted by the Arizona Department of Insurance.

The Arizona Department of Insurance recognizes only statutory accounting practices prescribed or permitted by the State of Arizona for determining and reporting the financial condition and results of operations of an insurance company, for determining its solvency under the Arizona Insurance Law. The National Association of Insurance Commissioners’ (NAIC) Accounting Practices and Procedures Manual (NAIC SAP) has been adopted as a component of prescribed or permitted practices by the state of Arizona.

	State of Domicile	2015	2014
NET INCOME			
(1) AMERICAN SAVINGS LIFE INSURANCE COMPANY state basis (Page 4, Line 35, Columns 1 & 2)	AZ	\$ 1,264,062	\$ 1,652,896
(2) State Prescribed Practices that increase/decrease NAIC SAP	AZ	-	-
(3) State Permitted Practices that increase/decrease NAIC SAP	AZ	-	-
(4) NAIC SAP (1 – 2 – 3 = 4)	AZ	\$ 1,264,062	\$ 1,652,896
SURPLUS			
(5) AMERICAN SAVINGS LIFE INSURANCE COMPANY state basis (Page 3, line 37, Columns 1 & 2)	AZ	\$ 14,994,826	\$ 14,660,567
(6) State Prescribed Practices that increase/decrease NAIC SAP	AZ	-	-
(7) State Permitted Practices that increase/decrease NAIC SAP	AZ	-	-
(8) NAIC SAP (5 – 6 – 7 = 8)	AZ	\$ 14,994,826	\$ 14,660,567

B. Use of Estimates in the Preparation of the Financial Statement

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

C. Accounting Policy

Life premiums are recognized as income over the premium-paying period of the related policies. Annuity considerations are recognized as revenue when received. Health premiums are earned ratably over the terms of the related insurance and reinsurance contracts or policies. Expenses incurred in connection with acquiring new insurance business, including acquisition costs such as sales commissions, are charged to operations as incurred.

The amount of dividends to be paid to policyholders is determined annually by the Company's Board of Directors. The aggregate amount of policyholders' dividends is related to actual interest, mortality, morbidity, and expense experience for the year and judgment as to the appropriate level of statutory surplus to be retained by the Company.

In addition, the company uses the following accounting policies:

- (1) Short-term investments are stated at amortized cost.
- (2) Bonds not backed by other loans are stated at amortized cost using the interest method.
- (3) Common Stocks are stated at market except that investments in stocks of uncombined subsidiaries and affiliates in which the Company has an interest of 20% or more are carried on the equity basis.
- (4) The Company has no preferred stocks.
- (5) Mortgage loans on real estate are stated at the aggregate unpaid principal balance of the loan, net of unamortized premiums and discounts and mortgage interest points.
- (6) The Company has no loan-backed securities.
- (7) Investments in subsidiaries, controlled and affiliated entities are reported in the financial statements using the equity method.
- (8) The company has minor ownership interests in joint ventures. The company carries these interests based on the underlying GAAP equity of the investee.
- (9) The Company has no derivatives.
- (10) The Company does not write accident and health contracts and has no premium deficiency reserve.
- (11) The Company does not reinsure contracts and has no unpaid losses and loss adjustment expenses.
- (12) The Company has not modified its capitalization policy from the prior period.
- (13) The Company has no pharmaceutical rebate receivables.

D. Going Concern – not applicable

NOTE 2 – ACCOUNTING CHANGES AND CORRECTIONS OF ERRORS

In 2015, the Company determined that it had not recognized depreciation on real estate properties held for sale. Title to these properties had transferred to the Company as the result of foreclosure on defaulted mortgage loans. Accordingly, pursuant to Paragraphs 9 and 10 of SSAP No. 3, Accounting Changes and Correction of Errors, the Company recognized a correction of error as an adjustment to unassigned surplus in the financial statements. Since one of the impacted properties had been sold during 2014 without consideration of the depreciation expense that should have been recognized, the correction also impacted the mortgage loans balances. The impact of this correction to the previously-filed 2014 Annual Statements is summarized on following table:

NOTES TO FINANCIAL STATEMENTS

	As Previously Reported Debit/(Credit)	Corrections Debit/(Credit)	As Corrected Debit/(Credit)
December 31, 2014			
Admitted Assets, Liabilities, Surplus and Other Funds			
Mortgage Loans on Real Estate (Page 2, Line 3)	33,399,409	(14,112)	33,385,297
Real Estate: Properties Held for Sale (Page 2, Line 4.3)	5,252,707	(115,942)	5,136,765
Unassigned Funds (Surplus) (Page 3, Line 35)	(17,377,229)	130,054	(17,247,175)
Summary of Operations			
Net Investment Income (Page 4, Line 3)	(3,580,808)	14,112	(3,566,696)
General Insurance Expenses (Page 4, Line 23)	705,186	35,668	740,854

In addition, during the current year's financial statement preparation, the Company discovered an error in the compiling and reporting of the Interest Maintenance Reserve. The company determined that mortgage loan interest points had been inadvertently transferred into the IMR instead of being deferred as part of the loan balance and amortized over the life of the loan in accordance with Paragraphs 6 and 9 of SSAP No. 37 Mortgage Loans. Accordingly, pursuant to Paragraphs 9 and 10 of SSAP No. 3, Accounting Changes and Correction of Errors, the Company recognized a correction of error as an adjustment to unassigned surplus in the financial statements. The impact of this correction to the previously-filed 2014 Annual Statements is summarized on following table:

	As Previously Reported Debit/(Credit)	Corrections Debit/(Credit)	As Corrected Debit/(Credit)
December 31, 2014			
Admitted Assets, Liabilities, Surplus and Other Funds			
Mortgage Loans on Real Estate (Page 2, Line 3)	34,068,875	(77,649)	33,991,226
Interest Maintenance Reserve (Page 3, Line 9.4)	(98,174)	99,328	1,154
Unassigned Funds (Surplus) (Page 3, Line 35)	(14,660,567)	(21,679)	(14,682,246)
Summary of Operations			
Net Investment Income (Page 4, Line 3)	(3,580,808)	(45,705)	(3,626,513)
Amortization of IMR (Page 4, Line 4)	(43,381)	43,444	63

NOTE 3 – BUSINESS COMBINATIONS AND GOODWILL – not applicable

NOTE 4 – DISCONTINUED OPERATIONS – not applicable

NOTE 5 – INVESTMENTS

- A. Mortgage Loans, including Mezzanine Real Estate Loans
- (1) The maximum and minimum lending rates for mortgage loans during 2015 were:
Commercial loans 11.99% and 8.50%, Residential loans 11.99% and 7.00%.

(2) The maximum percentage of any one loan to the value of security at the time of the loan, exclusive of insured or guaranteed or purchase money mortgage was 65.57%.

(3) Taxes, assessments and any amounts advanced and not included in the mortgage loan total

Current Year

Prior Year

\$ 0

\$ 0

(4) Age Analysis of Mortgage Loans:

NOTES TO FINANCIAL STATEMENTS

	Residential			Commercial		Mezzanine	Total
	Farm	Insured	All Other	Insured	All Other		
a. Current Year							
1. Recorded Investment (All)							
(a) Current	\$ -	\$ -	\$ 7,870,514	\$ -	\$ 24,979,870	\$ -	\$ 32,850,384
(b) 30-59 Days Past Due	-	-	217,150	-	1,678,619	-	1,895,769
(c) 60-89 Days Past Due	-	-	-	-	1,533,290	-	1,533,290
(d) 90-179 Days Past Due	-	-	-	-	1,403,809	-	1,403,809
(e) 180+ Days Past Due	-	-	135,078	-	980,466	-	1,115,544
2. Accruing Interest 90-179 Days Past Due							
(a) Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ 1,403,809	\$ -	\$ 1,403,809
(b) Interest Accrued	-	-	-	-	63,806	-	63,806
3. Accruing Interest 180+ Days Past Due							
(a) Recorded Investment	\$ -	\$ -	\$ 135,078	\$ -	\$ 980,466	\$ -	\$ 1,115,544
(b) Interest Accrued	-	-	20,020	-	115,055	-	135,075
4. Interest Reduced							
(a) Recorded Investment	\$ -	\$ -	\$ 135,078	\$ -	\$ 980,466	\$ -	\$ 1,115,544
(b) Number of Loans	-	-	2	-	4	-	6
(c) Percent Reduced	0.00%	0.00%	0.02%	0.00%	0.03%	0.00%	0.05%
b. Prior Year							
1. Recorded Investment (All)							
(a) Current	\$ -	\$ -	\$ 8,773,428		\$ 19,271,303	\$ -	\$ 28,044,731
(b) 30-59 Days Past Due	-	-			732,839	-	732,839
(c) 60-89 Days Past Due	-	-			4,314,322	-	4,314,322
(d) 90-179 Days Past Due	-	-	135,078			-	135,078
(e) 180+ Days Past Due	-	-	-	-	832,238	-	832,238
2. Accruing Interest 90-179 Days Past Due							
(a) Recorded Investment	\$ -	\$ -	\$ 135,078	\$ -	\$ -	\$ -	\$ 135,078
(b) Interest Accrued	-	-	15,700	-	-	-	15,700
3. Accruing Interest 180+ Days Past Due							
(a) Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ 832,238	\$ -	\$ 832,238
(b) Interest Accrued	-	-	-	-	61,132	-	61,132
4. Interest Reduced							
(a) Recorded Investment	\$ -	\$ -	\$ -	\$ -	\$ 832,238	\$ -	\$ 832,238
(b) Number of Loans	-	-	-	-	3	-	3
(c) Percent Reduced	0.00%	0.00%	0.00%	0.00%	0.03%	0.00%	0.03%

- (5) Investment Impaired Loans With or Without Allowance for Credit Losses – not applicable
- (6) Investment in Impaired Loans – not applicable
- (7) Allowance for credit losses – not applicable
- (8) Mortgage Loans Derecognized as a Result of Foreclosure – not applicable

	Current Year
a. Aggregate amount of mortgage loans derecognized	\$ -
b. Real estate collateral recognized	\$ -
c. Other collateral recognized	\$ -
d. Receivable recognized from a government guarantee of the foreclosed mortgage loan	\$ -

- (9) The Company has no impaired loans.

B. Debt Restructuring

	Current Year	Prior Year
(1) The total recorded investment in restructured loans, as of year-end	\$ 435,550	\$ 443,250
(2) The realized capital losses related to these loans	-	-
(3) Total contractual commitments to extend credit to debtors owing receivables whose terms have been modified in troubled debt restructurings	\$ -	\$ -

- (4) The Company accrues interest income on impaired loans to the extent it is deemed collectible (delinquent less than 90 days) and the loan continues to perform under its original or restructured contractual terms. Interest income on nonperforming loans is generally recognized on a cash basis.

- C. Reverse Mortgages – not applicable
- D. Loan-Backed Securities – not applicable
- E. Repurchase Agreements and/or Securities Lending Transactions – not applicable

NOTES TO FINANCIAL STATEMENTS

F. Real Estate

(1) Impairment Loss:

a.	b.		c.
Description	Impairment Loss	Fair Value Determined	Summary of Operations
8627 E QUILL STREET	\$ 52,157	Appraisal	Line 34 Net Realized Capital Gains (Losses)

(2) Real Estate Sold:

a.		b.	
Description	Date Sold	Gain (Loss) Recognized	Summary of Operations
3863 W CHANDLER BOULEVARD	12/31/2015	6,392	Line 34 Net Realized Capital Gains (Losses)
3410 BUCKSKIN CANYON ROAD	11/30/2015	(493)	Line 34 Net Realized Capital Gains (Losses)
3640 E ELLIOTT ROAD	12/15/2015	104,232	Line 34 Net Realized Capital Gains (Losses)
5633 W OASIS	8/28/2015	(35,545)	Line 34 Net Realized Capital Gains (Losses)
37432 N 14TH STREET	9/3/2015	(10,555)	Line 34 Net Realized Capital Gains (Losses)
1062 S ANANEA CIRCLE	5/26/2015	20,625	Line 34 Net Realized Capital Gains (Losses)
HOLBROOK LOT 4	4/17/2015	9,523	Line 34 Net Realized Capital Gains (Losses)
HOLBROOK LOT GROUP U-5	10/17/2015	-	Line 34 Net Realized Capital Gains (Losses)

(3) The entity did not experience changes to a plan of sale for an investment in real estate.

(4) The Company did not engage in retail land sales operations.

(5) The Company did not hold real estate investments with participating mortgage loan features.

G. Investments in Low-Income Housing Trade Credits (LIHTC) – not applicable

H. Restricted Assets

(1) Restricted Assets (Including Pledged)

		Gross Restricted								Percentage		
		Current Year					6	7		8	9	10
		1	2	3	4	5						
		Total General Account (G/A)	G/A Supporting S/A Restricted Assets (a)	Total Separate Account (S/A) Restricted Assets	S/A Assets Supporting G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)		Total Current Year Admitted Restricted	Gross Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
Restricted Asset Category												
j.	On deposit with states	540,318				540,318	548,940	(8,622)	540,318	0.930%	0.965%	
o.	Total Restricted Assets	\$ 540,318	\$ -	\$ -	\$ -	\$ 540,318	\$ 548,940	\$ (8,622)	\$ 540,318	0.930%	0.965%	

(2) Detail of Assets Pledged as Collateral Not Captured in Other Categories – not applicable

(3) Detail of Other Restricted Assets – not applicable

I. Working Capital Finance Investments – not applicable

J. Offsetting and Netting of Assets and Liabilities – not applicable

K. Structured Notes – not applicable

NOTE 6 – JOINT VENTURES, PARTNERSHIPS AND LIMITED LIABILITY COMPANIES

A. The Company has no investments in Joint Ventures, Partnerships or Limited Liability Companies that exceed 10% of its admitted assets.

B. The Company did not recognize any impairment write down for its investments in Joint Ventures, Partnerships and Limited Liability Companies during the statement periods.

NOTE 7 – INVESTMENT INCOME

A. Due and accrued income was excluded from surplus on the following bases:

All investment income due and accrued with amounts that are over 90 days past due with the exception of mortgage loans in default.

Accrued interest on mortgage loans in default deemed collectible that are over 180 days past due.

B. The total amount excluded was \$135,075.

NOTE 8 – DERIVATIVE INSTRUMENTS – not applicable

NOTE 9 – INCOME TAXES

A. Deferred Tax Assets/(Liabilities)

NOTES TO FINANCIAL STATEMENTS

1. Components of Net Deferred Tax Asset/(Liability)

	2015			2014			Change		
	1 Ordinary	2 Capital	3 (Col 1+2) Total	4 Ordinary	5 Capital	6 (Col 4+5) Total	7 (Col 1-4) Ordinary	8 (Col 2-5) Capital	9 (Col 7+8) Total
a. Gross deferred tax assets	\$ 995,008	\$ 17,733	\$ 1,012,741	\$ 541,438	\$	\$ 541,438	\$ 453,570	\$ 17,733	\$ 471,303
b. Statutory valuation allowance adjustment	638,175		638,175				638,175		638,175
c. Adjusted gross deferred tax assets (1a-1b)	356,833	17,733	374,566	541,438		541,438	(184,605)	17,733	(166,872)
d. Deferred tax assets nonadmitted	224,009		224,009	405,105		405,105	(181,096)		(181,096)
e. Subtotal net admitted deferred tax asset (1c-1d)	132,824	17,733	150,557	136,333		136,333	(3,509)	17,733	14,224
f. Deferred tax liabilities	13,848	23,782	37,630	8,128	23,103	31,231	5,720	679	6,399
g. Net admitted deferred tax assets/(net deferred tax liability) (1e-1f)	\$ 118,976	\$ (6,049)	\$ 112,927	\$ 128,205	\$ (23,103)	\$ 105,102	\$ (9,229)	\$ 17,054	\$ 7,825

2. Admission Calculation Components

	2015			2014			Change		
	1 Ordinary	2 Capital	3 (Col 1+2) Total	4 Ordinary	5 Capital	6 (Col 4+5) Total	7 (Col 1-4) Ordinary	8 (Col 2-5) Capital	9 (Col 7+8) Total
a. Federal income taxes paid in prior years recoverable through loss carrybacks	\$ 118,976	\$	\$ 118,976	\$ 105,103	\$	\$ 105,103	\$ 13,873	\$	\$ 13,873
b. Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above) after application of the threshold limitation. (The lesser of 2(b)1 and 2(b)2 below:									
Adjusted gross deferred tax assets expected to be realized following the balance sheet date									
Adjusted gross deferred tax assets allowed per limitation threshold			2,178,026			2,226,097			(48,071)
c. Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities	13,848	17,733	31,581	8,128	23,103	31,231	5,720	(5,370)	350
d. Deferred tax assets admitted as the result of application of SSAP 101. Total (2(a)+2(b)+2(c)	\$ 132,824	\$ 17,733	\$ 150,557	\$ 113,231	\$ 23,103	\$ 136,334	\$ 19,593	\$ (5,370)	\$ 14,223

3. Other Admissibility Criteria

		2015	2014
a.	Ratio percentage used to determine recovery period and threshold limitation amount	1,243.000%	1,236.000%
b.	Amount of adjusted capital and surplus used to determine recovery period and threshold limitation in 2(b)2 above	\$ 14,520,173	\$ 16,240,672

4. Impact of Tax Planning Strategies

(a) Determination of adjusted gross deferred tax assets and net admitted deferred tax assets, by tax character as a percentage.

	12/31/15		12/31/14		Change	
	1	2	3	4	5	6
	Ordinary	Capital	Ordinary	Capital	(Col. 1-3) Ordinary	(Col. 2-4) Capital
1. Adjusted gross DTAs amount from Note 9A1(c)	\$ 356,833	\$ 17,733	\$ 541,438	\$	\$ (184,605)	\$ 17,733
2. Percentage of adjusted gross DTAs by tax character attributable to the impact of tax planning strategies	5.000%	3.000%	5.000%	3.000%	0.000%	0.000%
3. Net Admitted Adjusted Gross DTAs amount from Note 9A1(e)	\$ 132,824	\$ 17,733	\$ 136,333	\$	\$ (3,509)	\$ 17,733
4. Percentage of net admitted adjusted gross DTAs by tax character admitted because of the impact of tax planning strategies	4.000%	1.000%	4.000%	1.000%	0.000%	0.000%

(b) Does the company's tax planning strategies include the use of reinsurance? NO

B. Deferred Tax Liabilities Not Recognized

C. Current and Deferred Income Taxes

1. Current Income Tax

	1	2	3
	2015	2014	(Col 1-2) Change
a. Federal	\$ 274,656	\$ 297,912	\$ (23,256)
b. Foreign			
c. Subtotal	\$ 274,656	\$ 297,912	\$ (23,256)
d. Federal income tax on net capital gains			
e. Utilization of capital loss carry-forwards			
f. Other			
g. Federal and Foreign income taxes incurred	\$ 274,656	\$ 297,912	\$ (23,256)

2. Deferred Tax Assets

	1	2	3
	2015	2014	(Col 1-2) Change
a. Ordinary:			
1. Discounting of unpaid losses	\$	\$	\$
2. Unearned premium reserve			
3. Policyholder reserves	26,720	36,524	(9,804)
4. Investments			
5. Deferred acquisition costs	75,836	26,883	48,953
6. Policyholder dividends accrual			
7. Fixed assets	4,191	168,745	(164,554)
8. Compensation and benefits accrual			
9. Pension accrual			
10. Receivables - nonadmitted	561,521	277,606	283,915
11. Net operating loss carry-forward			
12. Tax credit carry-forward	289,241	31,680	257,561
13. Other (including items <5% of total ordinary tax assets)	37,499		37,499
99. Subtotal	\$ 995,008	\$ 541,438	\$ 453,570
b. Statutory valuation allowance adjustment	638,175		638,175
c. Nonadmitted	224,009	405,105	(181,096)
d. Admitted ordinary deferred tax assets (2a99-2b-2c)	\$ 132,824	\$ 136,333	\$ (3,509)
e. Capital:			
1. Investments	\$ 17,733	\$	\$ 17,733
2. Net capital loss carry-forward			
3. Real estate			
4. Other (including items <5% of total capital tax assets)			
99. Subtotal	\$ 17,733	\$	\$ 17,733

NOTES TO FINANCIAL STATEMENTS

f. Statutory valuation allowance adjustment			
g. Nonadmitted			
h. Admitted capital deferred tax assets (2e99-2f-2g)	17,733		17,733
i. Admitted deferred tax assets (2d+2h)	\$ 150,557	\$ 136,333	\$ 14,224

3. Deferred Tax Liabilities

	1	2	3
	2015	2014	(Col 1–2) Change
a. Ordinary:			
1. Investments	\$	\$	\$
2. Fixed assets			
3. Deferred and uncollected premium	2,657	1,910	747
4. Policyholder reserves			
5. Other (including items <5% of total ordinary tax liabilities)	11,191	6,218	4,973
99. Subtotal	\$ 13,848	\$ 8,128	\$ 5,720
b. Capital:			
1. Investments	\$ 23,782	\$ 22,497	\$ 1,285
2. Real estate		606	(606)
3. Other (including items <5% of total capital tax liabilities)			
99. Subtotal	23,782	23,103	679
c. Deferred tax liabilities (3a99+3b99)	\$ 37,630	\$ 31,231	\$ 6,399

4. Net Deferred Tax Assets (2i – 3c)	\$ 112,927	\$ 105,102	\$ 7,825
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D. Reconciliation of Federal Income Tax Rate to Actual Effective Rate
Among the more significant book to tax adjustments were the following:

	Amount	Effective tax rate (%)
Provisions computed at statutory rate	519,926	34.0%
Small company deduction	(329,587)	-21.6%
Tax exempt interest deduction	-	0.0%
Dividends received deduction	(8,378)	-0.5%
Proration of tax exempt investment income	-	0.0%
Disallowed travel and entertainment	-	0.0%
IMR in operating income	4,791	0.3%
Change in statutory valuation reserve	(259,999)	-17.0%
Change in nonadmitted assets	-	0.0%
True-up of prior year differences	393,739	25.7%
Other	(1)	0.0%
Totals	320,491	21.0%
Federal and foreign income taxes incurred	274,656	18.0%
Realized capital gains (losses) tax	-	0.0%
Change in net deferred income taxes	45,835	3.0%
Total statutory income taxes	320,491	21.0%

E. Operating Loss and Tax Credit Carryforwards and Protective Tax Deposits
At December 31, 2015, the Company did not have any unused operating loss carryforwards available to offset against future taxable income.

The following is income tax expense for 2015 and 2014 that is available for recoupment in the event of future net losses:

Year	Amount
2015	\$ 156,324
2014	\$ 234,134

The Company did not have any protective tax deposits under Section 6603 of the Internal Revenue Code.

F. Consolidated Federal Income Tax Return

The Company’s federal income tax return is not consolidated with any other entities.

G. Federal or Foreign Federal Income Tax Loss Contingencies

The Company does not have any tax loss contingencies for which it is reasonably possible that the total liability will significantly increase within twelve months of the reporting date.

NOTE 10 – INFORMATION CONCERNING PARENT, SUBSIDIARIES, AFFILIATES AND OTHER RELATED PARTIES

A. On February 15, 2007, American Savings Life Insurance Company purchased 325,000 shares as 100% ownership of ASL Financial Group, Inc. for \$325,000 in cash and real estate mortgage loans. ASL Financial Group then purchased 300,000 shares as 100% ownership in American Life Financial Corporation for \$300,000 in cash and real estate mortgages loans. American Life Financial Corporation has been formed to increase the company's mortgage investing opportunities and ASL Financial Group is a holding company, which at some future date could serve as a holding company for both American Savings Life Insurance Company as well as American Life Financial Corporation

NOTES TO FINANCIAL STATEMENTS

- B. The Company did not have any non-insurance transactions with related parties that exceeded ½ of 1% of the total admitted assets.
- C. The Company did not change methods of establishing the terms from that used in the preceding period.
- D. The Company had no amounts due from or to related parties.
- E. The Company has not participated in any guarantees or undertakings with related parties.
- F. The Company does not have any material management or service contracts and cost-sharing arrangements with related parties.
- G. There are no common control relationships between the Company and another entity that could significantly affect the operating results or financial position of the Company.
- H. The Company has no upstream intermediate entity or ultimate parent.
- I. The company does not have an investment in an SCA entity that exceeds 10% of admitted assets.
- J. The Company had no impairment write-down of any SCA entities.
- K. The Company has no foreign insurance subsidiaries.
- L. The Company does not utilize the look-through approach for the valuation of the downstream noninsurance holding company.

NOTE 11 – DEBT – not applicable

NOTE 12 – RETIREMENT PLANS, DEFERRED COMPENSATION, POSTEMPLOYMENT BENEFITS AND COMPENSATED ABSENCES AND OTHER POSTRETIREMENT BENEFIT PLANS

- A. Defined Benefit Plan – not applicable
- B. Investment Policies and Strategies – not applicable
- C. Fair Value of Plan Assets – not applicable
- D. Basis Used to Determine Expected Long-Term Rate-of-Return – not applicable
- E. Defined Contribution Plans

In 1993, the Company began to sponsor a qualified profit sharing plan available to employees who meet the plan's eligibility requirements. The plan calls for annual discretionary contributions by the Company as determined by the Board of Directors. The 2015 plan contribution was \$57,204.
- F. Multiemployer Plans – not applicable
- G. Consolidated/Holding Company Plans – not applicable
- H. Postemployment Benefits and Compensated Absences – not applicable
- I. Impact of Medicare Modernization Act on Postretirement Benefits – not applicable

NOTE 13 – CAPITAL AND SURPLUS, DIVIDEND RESTRICTIONS AND QUASI-REORGANIZATIONS

- (1) The Company has 10,000,000,000 shares authorized, 9,271,732 shares issued and 4,707,114 shares outstanding. All shares are American Savings Life Insurance Company Common Stock.
- (2) The Company has no preferred stock outstanding.
- (3) Without prior approval of its domiciliary commissioner, dividends to shareholders are limited by the laws of the Company's state of incorporation, Arizona, to the lesser of (i) 10% of the Company's surplus as of December 31 of the preceding year or (ii) the net gain from operations for the twelve-month period ending on December 31 of the preceding year.
- (4) An ordinary dividend in the amount of \$544,333 and \$565,343 on April 9, 2015 and October 9, 2015 was paid by the Company.
- (5) Within the limitations of (3) above, there are no restrictions placed on the portion of Company profits that may be paid as ordinary dividends to stockholders.
- (6) There were no restrictions placed on the unassigned funds (surplus).
- (7) The Company did not make any advances to surplus.
- (8) The Company does not have stock held for special purposes.
- (9) The Company does not have any special surplus funds.
- (10) The portion of unassigned funds (surplus) represented or reduced by unrealized gains and losses is: \$60,527
- (11) The Company does not have any surplus debentures or similar obligations.
- (12) There were no restatements due to prior quasi-reorganizations.
- (13) There were no quasi-reorganizations in the prior ten years.

NOTE 14 – LIABILITIES, CONTINGENCIES AND ASSESSMENTS – not applicable

NOTE 15 – LEASES – not applicable

NOTES TO FINANCIAL STATEMENTS

NOTE 16 – INFORMATION ABOUT FINANCIAL INSTRUMENTS WITH OFF-BALANCE SHEET RISK AND FINANCIAL INSTRUMENTS WITH CONCENTRATIONS OF CREDIT RISK – not applicable

NOTE 17 – SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENTS OF LIABILITIES – not applicable

NOTE 18 – GAIN OR LOSS TO THE REPORTING ENTITY FROM UNINSURED PLANS AND THE PORTION OF PARTIALLY INSURED PLANS – not applicable

NOTE 19 – DIRECT PREMIUM WRITTEN/PRODUCED BY MANAGING GENERAL AGENTS/THIRD PARTY ADMINISTRATORS – not applicable

NOTE 20 – FAIR VALUE MEASUREMENTS

A. (1) Fair Value Measurements at Reporting Date

a. Assets at Fair Value	(Level 1)	(Level 2)	(Level 3)	Total
Common Stocks (unaffiliated)	\$ 559,596	\$ -	\$ -	\$ 559,596
Common Stocks (affiliated)	-	-	453,926	453,926
Mortgage Loans	-	-	38,798,795	38,798,795
Properties Occupied by the Company	-	-	454,363	454,363
Properties Held for Sale	-	-	3,951,410	3,951,410
Short-Term Investments	474,997	-		474,997
Policy Contract Loans	-	-	71,194	71,194
Total	\$ 1,034,593	\$ -	\$ 43,729,688	\$ 44,764,281

b. Liabilities at Fair Value	(Level 1)	(Level 2)	(Level 3)	Total
None	\$ -	\$ -	\$ -	\$ -
Total	\$ -	\$ -	\$ -	\$ -

(2) Fair Value Measurements in (Level 3) of the Fair Value Hierarchy

	Beginning Balance at 01/01/2015	Transfers into Level 3	Transfers out of Level 3	Total gains and (losses) included in Net Income	Total gains and (losses) included in Surplus	Purchases	Issuances	Sales	Settlements	Ending Balance at 12/31/2015
a. Assets:										
Common Stocks (affiliated)	\$ 396,812	\$ -	\$ -	\$ 57,114	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 453,926
Mortgage Loans	34,068,876	-	-	(56,069)	-	-	16,000,382	(11,214,392)	-	38,798,797
Properties Occupied by the	466,247	-	-	(11,884)	-	-	-	-	-	454,363
Properties Held for Sale	5,252,707	-	-	(105,061)	-	39,238	-	(1,235,475)	-	3,951,409
Policy Contract Loans	68,011	-	-	-	-	-	10,458	-	(7,276)	71,194
Total	\$ 40,252,653	\$ -	\$ -	\$ (115,900)	\$ -	\$ 39,238	\$ 16,010,840	\$ (12,449,867)	\$ (7,276)	\$ 43,729,688

	Beginning Balance at 01/01/2015	Transfers into Level 3	Transfers out of Level 3	Total gains and (losses) included in Net Income	Total gains and (losses) included in Surplus	Purchases	Issuances	Sales	Settlements	Ending Balance at 12/31/2015
b. Liabilities:										
None	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(3) Transfers Between Levels – not applicable

(4) Valuation Technique(s) – not applicable

(5) Derivative Assets and Liabilities – not applicable

B. Combined Fair Value – not applicable

C. Financial Instruments – not applicable

D. Not Practicable to Estimate Fair Value

NOTE 21 –OTHER ITEMS

A. Unusual or Infrequent Items – not applicable

B. Troubled Debt Restructuring Debtors – not applicable

NOTES TO FINANCIAL STATEMENTS

- C. Other Disclosures – not applicable
- D. Business Interruption Insurance Recoveries – not applicable
- E. State Transferable and Non-Transferable Tax Credits – not applicable
- F. Subprime Mortgage Related Risk Exposure

- (1) The Company defines subprime loans as loans with an interest rate above prime and an initial loan to property value above 50%. The Company does not lend above 65% loan to value using this buffer to reduce exposure to loss due to changes in asset value.
- (2) Direct Exposure Through Investments in Subprime Mortgage Loans

		Book/Adjusted Carrying Value (Ex cluding Interest)	Fair Value	Value of Land and Buildings	Other-Than- Temporary Impairment Losses Recognized	Default Rate
a.	Mortgages in the process of foreclosure	\$ 1,555,269	\$ 1,555,269	\$ 2,373,000	\$ -	12.014%
b.	Mortgages in good standing	11,390,352	11,390,352	21,839,000	-	12.014%
c.	Mortgages with restored terms	-	-	-	-	0.000%
d.	Total	\$ 12,945,621	\$ 12,945,621	\$ 24,212,000	\$ -	XXX

- (3) Direct Exposure Through Other Investments – not applicable
- (4) Underwriting Exposure to Subprime Mortgage Risk Through Mortgage Guaranty or Financial Guaranty Insurance Coverage – not applicable

- G. Retained Assets – not applicable

NOTE 22 – EVENTS SUBSEQUENT – not applicable

NOTE 23 – REINSURANCE – not applicable

NOTE 24 – RETROSPECTIVELY RATED CONTRACTS AND CONTRACTS SUBJECT TO REDTERMINATION – not applicable

NOTE 25 – CHANGE IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES – not applicable

NOTE 26 – INTERCOMPANY POOLING ARRANGEMENTS – not applicable

NOTE 27 –STRUCTURED SETTLEMENTS – not applicable

NOTE 28 – HEALTH CARE RECEIVABLES – not applicable

NOTE 29 – PARTICIPATING POLICIES

For the reporting year ended 2015, premiums under individual life participating policies were \$44,929, or 29.2% of total individual life premiums earned. The Company accounts for its policyholder dividends based upon a percentage of company profits from insurance based on policy reserves. The Company paid dividends in the amount of \$38,405 to policyholders and did not allocate any additional income to such policyholders.

NOTE 30 – PREMIUM DEFICIENCY RESERVES – not applicable

NOTE 31 – RESERVES FOR LIFE CONTRACTS AND DEPOSIT-TYPE CONTRACTS

- (1) Unless specifically required by contract, the Company waives deduction of deferred fractional premiums upon death of insured. Fractional premiums paid beyond the date of death are refunded only when paid in advance beyond a policy anniversary. Surrender values are not promised in excess of the legally computed reserves.
- (2) Extra premiums are charged for policies issued for substandard lives, plus the gross premium for a rated age.

Mean reserves are determined by computing the regular mean reserve for the plan at the rated age and holding, in addition, one-half (1/2) of the extra premium charge for the year. Policies issued, for substandard lives, are charged an extra premium plus the regular premium for the true age. Mean reserves are based on appropriate multiples of standard rates of mortality

- (3) As of December 31, 2015, the Company had \$0 of insurance in force for which the gross premiums are less than the net premiums according to the standard valuation set by the State of Arizona.
- (4) The Tabular Interest has been determined by formula as described in the instructions.

The Tabular Less Actual Reserve Released has been determined by formula as described in the instructions.

The Tabular Cost has been determined by formula as described in the instructions

- (5) For the determination of Tabular Interest on funds not involving life contingencies for each valuation rate of interest, the tabular interest is calculated as one hundredth of the product of such valuation rate of interest times the mean of the amount of funds subject to such valuation rate of interest held at the beginning and end of the year of valuation.
- (6) The details for other changes – not applicable

NOTE 32 – ANALYSIS OF ANNUITY ACTUARIAL RESERVES AND DEPOSIT LIABILITIES BY WITHDRAWAL CHARACTERISTICS

NOTES TO FINANCIAL STATEMENTS

	General Accounts	Separate Account with Guarantees	Separate Account Nonguaranteed	Total	% of Total
A. Subject to Discretionary Withdrawal:					
(1) With market value adjustment	\$ -	\$ -	\$ -	\$ -	0.000%
(2) At book value less current surrender charge of 5% or more	8,931,769	-	-	8,931,769	24.887%
(3) At fair value	-	-	-	-	0.000%
(4) Total with market value adjustment or at fair value (total of 1 through 3)	8,931,769	-	-	8,931,769	24.887%
(5) At book value without adjustment (minimal or no charge or adjustment)	26,956,955	-	-	26,956,955	75.113%
B. Not subject to discretionary withdrawal	-	-	-	-	0.000%
C. Total (gross: direct + assumed)	35,888,724	-	-	35,888,724	100.000%
D. Reinsurance ceded	-	-	-	-	
E. Total (net (C) - (D))	\$ 35,888,724	\$ -	\$ -	\$ 35,888,724	

F. Life and Accident & Health Annual Statement:

		Amount
(1)	Exhibit 5, Annuities, Total (net)	\$ 28,311,208
(2)	Exhibit 5, Supplementary contracts with life contingencies, Total (net)	-
(3)	Exhibit 7, Deposit-type contracts, Line 14, Column 1	7,577,516
(4)	Subtotal	\$ 35,888,724
Separate Accounts Statement:		
(5)	Exhibit 3, Line 0299999, Column 2	\$ -
(6)	Exhibit 3, Line 0399999, Column 2	-
(7)	Policyholder dividend and coupon accumulations	-
(8)	Policyholder premiums	-
(9)	Guaranteed interest contracts	-
(10)	Other contract deposit funds	-
(11)	Subtotal	\$ -
(12)	Combined Total	\$ 35,888,724

NOTE 33 – PREMIUM AND ANNUITY CONSIDERATIONS DEFERRED AND UNCOLLECTED

A. Deferred and uncollected life insurance premiums and annuity considerations as of December 31, 2015 were:

	Type	Gross	Net of Loading
(1)	Industrial	\$ -	\$ -
(2)	Ordinary new business	-	-
(3)	Ordinary renewal	15,307	12,118
(4)	Credit life	-	-
(5)	Group life	-	-
(6)	Group annuity	-	-
(7)	Totals	\$ 15,307	\$ 12,118

NOTE 34 – SEPARATE ACCOUNTS – not applicable

NOTE 35 – LOSS/CLAIM ADJUSTMENT EXPENSES – not applicable

AMERICAN SAVINGS LIFE INSURANCE COMPANY
FIVE-YEAR HISTORICAL DATA

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e., 17.6.

Show amounts of life insurance in this exhibit in thousands (omit \$000)

	1 2015	2 2014	3 2013	4 2012	5 2011
Life Insurance in Force (Exhibit of Life Insurance)					
1. Ordinary - whole life and endowment (Line 34, Col. 4).....	15,114	14,463	13,329	12,267	12,366
2. Ordinary - term (Line 21, Col. 4, less Line 34, Col. 4).....	1,066	1,164	1,164	1,175	1,156
3. Credit life (Line 21, Col. 6).....					
4. Group, excluding FEGLI/SGLI (Line 21, Col. 9 less Lines 43 & 44, Col. 4).....					
5. Industrial (Line 21, Col. 2).....					
6. FEGLI/SGLI (Lines 43 & 44, Col. 4).....					
7. Total (Line 21, Col. 10).....	16,180	15,627	14,493	13,442	13,522
New Business Issued (Exhibit of Life Insurance)					
8. Ordinary - whole life and endowment (Line 34, Col. 2).....	1,460	1,340	1,693	474	350
9. Ordinary - term (Line 2, Col. 4, less Line 34, Col. 2).....					
10. Credit life (Line 2, Col. 6).....					
11. Group (Line 2, Col. 9).....					
12. Industrial (Line 2, Col. 2).....					
13. Total (Line 2, Col. 10).....	1,460	1,340	1,693	474	350
Premium Income - Lines of Business (Exhibit 1-Part 1)					
14. Industrial life (Line 20.4, Col. 2).....					
15.1 Ordinary life insurance (Line 20.4, Col. 3).....	153,779	149,894	147,287	176,845	140,376
15.2 Ordinary individual annuities (Line 20.4, Col. 4).....	5,593,825	2,205,150	6,596,034	3,627,244	929,509
16. Credit life (group and individual) (Line 20.4, Col. 5).....					
17.1 Group life insurance (Line 20.4, Col. 6).....					
17.2 Group annuities (Line 20.4, Col. 7).....					
18.1 A&H - group (Line 20.4, Col. 8).....					
18.2 A&H - credit (group and individual) (Line 20.4, Col. 9).....					
18.3 A&H - other (Line 20.4, Col. 10).....					
19. Aggregate of all other lines of business (Line 20.4, Col. 11).....					
20. Total.....	5,747,604	2,355,043	6,743,321	3,804,089	1,069,885
Balance Sheet (Pages 2 and 3)					
21. Total admitted assets excluding Separate Accounts business (Page 2, Line 26, Col. 3)....	55,536,840	50,098,064	47,465,485	40,852,059	36,403,921
22. Total liabilities excluding Separate Accounts business (Page 3, Line 26).....	40,953,937	35,437,498	32,762,743	28,633,138	23,853,533
23. Aggregate life reserves (Page 3, Line 1).....	30,901,534	25,738,646	23,677,003	19,239,693	15,491,686
24. Aggregate A&H reserves (Page 3, Line 2).....					
25. Deposit-type contract funds (Page 3, Line 3).....	7,577,516	7,182,218	6,357,586	6,420,326	5,692,751
26. Asset valuation reserve (Page 3, Line 24.01).....	1,342,330	1,474,747	1,182,745	1,889,247	1,634,716
27. Capital (Page 3, Lines 29 & 30).....	927,173	926,230	924,657	923,839	923,283
28. Surplus (Page 3, Line 37).....	13,655,730	13,734,337	13,778,086	11,295,082	11,627,105
Cash Flow (Page 5)					
29. Net Cash from operations (Line 11).....	6,651,422	3,469,216	7,233,004	5,466,435	2,867,019
Risk-Based Capital Analysis					
30. Total adjusted capital.....	15,925,233	16,135,314	15,885,487	14,108,168	14,185,104
31. Authorized control level risk-based capital.....	1,292,325	1,445,965	1,313,571	1,197,275	1,002,971
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Line No. /Page 2, Line 12, Col. 3) x 100.0					
32. Bonds (Line 1).....	5.4	5.6	6.4	5.4	1.4
33. Stocks (Lines 2.1 and 2.2).....	1.1	1.1	1.2	0.1	0.1
34. Mortgage loans on real estate (Lines 3.1 and 3.2).....	70.5	68.8	68.7	70.2	67.5
35. Real estate (Line 4.1, 4.2 and 4.3).....	5.9	9.1	9.5	9.2	10.9
36. Cash, cash equivalents and short-term investments (Line 5).....	15.4	13.4	11.3	13.4	19.7
37. Contract loans (Line 6).....	0.1	0.1	0.2	0.3	0.3
38. Derivatives (Line 7).....					
39. Other invested assets (Line 8).....	1.6	1.8	2.7	1.5	
40. Receivables for securities (Line 9).....					
41. Securities lending reinvested collateral assets (Line 10).....					
42. Aggregate write-ins for invested assets (Line 11).....					
43. Cash, cash equivalents and invested assets (Line 12).....	100.0	100.0	100.0	100.0	100.0

AMERICAN SAVINGS LIFE INSURANCE COMPANY
FIVE-YEAR HISTORICAL DATA

(continued)

	1 2015	2 2014	3 2013	4 2012	5 2011
Investments in Parent, Subsidiaries and Affiliates					
44. Affiliated bonds (Sch. D Summary, Line 12 Col. 1).....					
45. Affiliated preferred stocks (Sch. D Summary, Line 18 Col. 1).....					
46. Affiliated common stocks (Sch. D Summary, Line 24 Col. 1).....	453,927	396,812	367,101	333,615	317,153
47. Affiliated short-term investments (subtotal included in Sch. DA, Verif. Col. 5, Line 10).....					
48. Affiliated mortgage loans on real estate					
49. All other affiliated.....					
50. Total of above Lines 44 to 49.....	453,927	396,812	367,101	333,615	317,153
51. Total investment in parent included in Lines 44 to 49 above.....					
Total Nonadmitted and Admitted Assets					
52. Total nonadmitted assets (Page 2, Line 28, Col. 2).....	2,354,299	2,456,039	1,702,670	1,833,151	1,784,788
53. Total admitted assets (Page 2, Line 28, Col. 3).....	55,536,840	50,098,064	47,465,485	40,852,059	36,403,921
Investment Data					
54. Net investment income (Exhibit of Net Investment Income).....	3,735,942	3,580,808	3,481,394	2,953,163	2,578,762
55. Realized capital gains (losses) (Page 4, Line 34, Column 1).....	34,504	16,396	451,408	118,899	72,809
56. Unrealized capital gains (losses) (Page 4, Line 38, Column 1).....	(3,780)	39,315	16,811	46,782	247,262
57. Total of above Lines 54, 55 and 56.....	3,766,667	3,636,519	3,949,613	3,118,844	2,898,833
Benefits and Reserve Increase (Page 6)					
58. Total contract benefits - life (Lines 10, 11, 12, 13, 14 and 15 Col. 1 less Lines 10, 11, 12, 13, 14 and 15, Cols. 9, 10 & 11).....	1,654,011	1,072,438	2,089,944	627,697	548,515
59. Total contract benefits - A&H (Lines 13 & 14, Cols. 9, 10 & 11).....					
60. Increase in life reserves - other than group and annuities (Line 19, Cols. 2 & 3).....	150,540	38,557	(1,058,834)	82,381	(698,330)
61. Increase in A&H reserves (Line 19, Cols. 9, 10 & 11).....					
62. Dividends to policyholders (Line 30, Col 1).....	38,405	40,242	36,980	37,109	33,270
Operating Percentages					
63. Insurance expense percent (Page 6, Col. 1, Lines 21, 22, & 23 less Line 6)/(Page 6 Col. 1, Line 1 plus Exhibit 7, Col. 2, Line 2) x 100.00.....	12.5	22.2	9.1	11.2	23.8
64. Lapse percent (ordinary only) [(Exhibit of Life Insurance, Col. 4, Lines 14 & 15) / 1/2 (Exhibit of Life Insurance, Col. 4, Lines 1 & 21)] x 100.00.....	4.0	1.4	3.7	4.0	3.2
65. A&H loss percent (Schedule H, Part 1, Lines 5 & 6, Col. 2).....					
66. A&H cost containment percent (Schedule H, Part 1, Line 4, Col. 2).....					
67. A&H expense percent excluding cost containment expenses (Schedule H, Part 1, Line 10, Col. 2).....					
A&H Claim Reserve Adequacy					
68. Incurred losses on prior years' claims - group health (Sch. H, Part 3, Line 3.1, Col. 2).....					
69. Prior years' claim liability and reserve - group health (Sch. H, Part 3, Line 3.2, Col. 2).....					
70. Incurred losses on prior years' claims - health other than group (Sch. H, Part 3, Line 3.1, Col. 1 less Col. 2).....					
71. Prior years' claim liability and reserve - health other than group (Sch. H, Part 3, Line 3.2, Col. 1 less Col. 2).....					
Net Gains From Operations After Federal Income Taxes by Lines of Business (Page 6, Line 33)					
72. Industrial life (Col. 2).....					
73. Ordinary - life (Col. 3).....	731,235	1,212,178	2,097,201	1,050,388	1,556,972
74. Ordinary - individual annuities (Col. 4).....	498,323	389,543	245,695	164,587	214,695
75. Ordinary - supplementary contracts (Col. 5).....					
76. Credit life (Col. 6).....					
77. Group life (Col. 7).....					
78. Group annuities (Col. 8).....					
79. A&H - group (Col. 9).....					
80. A&H - credit (Col. 10).....					
81. A&H - other (Col. 11).....					
82. Aggregate of all other lines of business (Col. 12).....					
83. Total (Col. 1).....	1,229,558	1,601,721	2,342,896	1,214,976	1,771,667

NOTE: If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of SSAP No. 3, Accounting Changes and Correction of Errors?

Yes [] No []

If no, please explain: