



# BEST'S COMPANY REPORT

---



## AMERICAN NATIONAL®

### AMERICAN NATIONAL GROUP

**AMB #:** 070166

**NAIC #:** N/A

**FEIN #:** N/A

**Phone:**

**Fax:**

**Website:** N/A

Amer Natl Life Ins Co of NY	A
Amer Natl Life Ins Co of Texas	A
American National Insurance Co	A



**Best's Credit Rating Effective Date**

July 11, 2024

**Analytical Contacts**

Christopher Lewis  
Senior Financial Analyst  
[Christopher.Lewis@ambest.com](mailto:Christopher.Lewis@ambest.com)  
+1(908) 439-2200 Ext. 5714

Kathryn Steffanelli  
Associate Director  
[Kate.Steffanelli@ambest.com](mailto:Kate.Steffanelli@ambest.com)  
+1(908) 439-2200 Ext. 5063

**Information**

[Best's Credit Rating Methodology](#)

[Guide to Best's Credit Ratings](#)

[Market Segment Outlooks](#)

**Financial Data Presented**

Financial data in this report: (i) includes data of affiliated entities that are not rating unit members where analytics benefit from inclusion; and/or (ii) excludes data of rating unit member entities if they operate in different segments or geographic areas than the Rating Unit generally. See [list of companies](#) for details of rating unit members and any such included and/or excluded entities.

The financial data in this report reflects the most current data available to the Analytical Team at the time of the rating. Updates to the financial exhibits in this report are available here: [Best's Financial Report](#).

**American National Group**

**AMB #:** 070166

**Associated Ultimate Parent:** AMB # 045059 - Brookfield Reinsurance Ltd.

**Best's Credit Ratings - for the Rating Unit Members**

**Financial Strength Rating (FSR)**

<b>A u</b> <b>Excellent</b>
Implication: <b>Developing</b> Action: <b>Under Review</b>

**Issuer Credit Rating (ICR)**

<b>a+ u</b> <b>Excellent</b>
Implication: <b>Developing</b> Action: <b>Under Review</b>

u Denotes Under Review Best's Credit Rating

**Assessment Descriptors**

Balance Sheet Strength	<b>Strongest</b>
Operating Performance	<b>Adequate</b>
Business Profile	<b>Favorable</b>
Enterprise Risk Management	<b>Appropriate</b>

**Rating Unit - Members**

**Rating Unit: American National Group | AMB #: 070166**

**AMB # Rating Unit Members**  
006365 Amer Natl Life Ins Co of NY  
007417 Amer Natl Life Ins Co of Texas

**AMB # Rating Unit Members**  
006087 American National Insurance Co

## Under Review Rationale

The Credit Ratings (ratings) of the members of American National Group (ANG) have been placed under review with developing implications as the holding company, American National Group, Inc. (American National), has recently acquired American Equity Life Insurance Company and subsidiaries. Given ANG's reliance on American National for support, AM Best needs additional time to review and consider these new developments in order to ascertain the overall impact on the capitalization of the rating units and the future strategic direction of American National and its subsidiaries as members of Brookfield Reinsurance Ltd. The ratings will remain under review with developing implications until AM Best's analysis can be completed.

The following report commentary and financial exhibits contained in the Best's Credit Report pertain to the previous rating event and have not been updated with this Under Review rating event. To view the most current financial information available, please refer to the [Best's Financial Report](#).

## Rating Rationale

### Balance Sheet Strength: **Strongest**

- Strongest level of risk-adjusted capitalization as measured by Best's Capital Adequacy Ratio (BCAR). Overall capital levels remain favorable.
- Invested assets are well managed and of good credit quality. The portfolio also maintains favorable liquidity.
- Favorable quality of surplus, supported by earnings growth, low use of reinsurance and no financial leverage.

### Operating Performance: **Adequate**

- Investment income in 2021 and 2022 has led to robust earnings in both years.
- Statutory return ratios have been below life industry averages in recent years.
- Premium growth has been strong in the ordinary life insurance line of business. Annuity sales also remain elevated, with a significant portion of sales from fixed deferred and indexed annuity products.

### Business Profile: **Favorable**

- American National Group has diverse product offerings along multiple distribution and marketing channels, which give good diversification of earnings.
- Has prominent but not market-leading positions in the ordinary life and individual annuity marketplaces and has maintained these positions for several years.
- Nearly seventy percent of general account liabilities are annuity liabilities, which expose the life group to interest rate movements.

### Enterprise Risk Management: **Appropriate**

- Risk identification and monitoring are embedded throughout the organization. The group has a developed structure and works to educate employees and allocate resources to improve the infrastructure.
- Risks are viewed and evaluated based on the overall financial impact to the group. A range of available capital is determined to ensure that normal operations are not impacted by severe events.
- Asset/liability management, conservative reserving, and liquidity maintenance are all major areas of focus within the life group's ERM program.

### Rating Drivers

- Negative rating action may occur if there is significant and sustained deterioration in overall balance sheet strength.
- Negative rating action could occur if there is significant and sustained deterioration in underwriting results and overall profitability.

**Key Financial Indicators**

**Best's Capital Adequacy Ratio (BCAR) Scores (%)**

Confidence Level	95.0	99.0	99.5	99.6
BCAR Score	65.4	56.3	52.5	51.7

Source: Best's Capital Adequacy Ratio Model - L/H, US

Key Financial Indicators USD (000)	3-Months		Year End - December 31				
	2023	2022	2022	2021	2020	2019	2018
<b>Assets:</b>							
General Account	25,597,578	25,398,453	26,633,365	25,475,343	23,913,683	23,278,201	22,054,006
Separate Accounts	1,252,875	1,237,906	1,047,552	1,320,703	1,185,467	1,073,891	918,369
Total	26,850,453	26,636,358	27,680,916	26,796,047	25,099,149	24,352,092	22,972,375
<b>Liabilities:</b>							
Net Life Reserves	20,147,754	19,218,614	19,812,899	19,173,938	17,796,747	17,588,806	16,827,762
Net Accident & Health Reserves	105,346	109,816	106,127	112,383	118,524	124,297	145,949
Liability for Deposit Contracts	507,800	527,506	524,688	535,891	572,617	599,844	612,214
Asset Valuation Reserve	205,523	850,523	660,509	865,484	884,493	771,766	549,342
Other General Account	2,564,030	668,349	2,006,657	798,134	896,887	715,761	755,932
Total	24,783,328	22,612,714	24,158,432	22,806,534	21,454,735	20,874,364	19,809,568
Total Capital and Surplus	2,067,126	4,023,644	3,522,484	3,989,513	3,644,414	3,477,727	3,162,808
Net Income	16,012	52,558	353,796	956,053	-25,178	47,133	59,909
Net Premiums Earned	639,937	473,673	1,494,619	2,815,898	1,816,174	2,329,785	2,380,891
Net Investment Income	226,277	243,912	1,156,464	1,883,736	844,849	895,788	859,574

Source: BestLink® - Best's Financial Suite

Key Financial Ratios (%)	3-Months		Year End - December 31					Weighted Average
	2023	2022	2022	2021	2020	2019	2018	
Operating Return on Revenue	-1.6	4.6	12.7	16.2	-1.7	-1.1	0.7	6.2
Operating Return on Capital and Surplus	-2.2	3.6	9.5	21.1	-1.4	-1.1	0.8	6.2
Net Investment Yield	3.8	3.9	4.6	7.8	3.7	4.0	4.0	4.9
Pre-Tax Investment Total Return	11.0	4.2	3.2	6.6	5.6	7.3	3.6	5.3

Source: BestLink® - Best's Financial Suite

Leverage (%)	3-Months		Year End - December 31				
	2023	2022	2022	2021	2020	2019	2018
General Account Liabilities to Capital and Surplus	11.4	5.3	6.6	5.4	5.6	5.7	6.0
<b>Higher Risk Assets to Capital and Surplus:</b>							
Mortgages Not in Good Standing	...	...	2.7	3.5	4.2	4.7	1.2
All Other Higher Risk Assets	138.1	118.2	149.2	117.9	54.6	45.2	53.4

Source: BestLink® - Best's Financial Suite

Liquidity Analysis	3-Months		Year End - December 31				
	2023	2022	2022	2021	2020	2019	2018
Current Liquidity (%)	65.7	69.3	66.2	69.0	65.2	67.8	67.6
Net Operating Cash Flow USD (000)	253,329	36,556	965,706	2,234,565	66,699	531,772	856,505

Source: BestLink® - Best's Financial Suite

**Credit Analysis**

**Balance Sheet Strength**

**Capitalization**

The Group's risk-adjusted capitalization as defined by the Best Capital Adequacy Ratio is assessed as 'Strongest' and supports the group's insurance and business risks. Statutory surplus has grown at rate of 1.5% annually over the past five-year period. Surplus decreased by \$467M in 2022 as the result of unrealized capital losses and capital reallocation from the organization's de-stacking. Quality of capital is good with overall good credit quality of invested assets, low use of reinsurance and organic earnings growth. The Group also has the ability to move capital about the enterprise and allocate capital to those business segments where it can be most efficiently used. As a publicly traded enterprise, the Group has shown that it has strong financial flexibility and AM Best anticipates additional capital flexibility through its new ownership structure. The company has additional liquidity through its membership in the FHLB.

<b>Capital Generation Analysis USD (000)</b>	<b>3-Months</b>		<b>Year End - December 31</b>				
	<b>2023</b>	<b>2022</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>
Beginning Capital and Surplus	3,522,484	3,989,513	3,989,513	3,644,414	3,477,727	3,162,808	3,293,474
Net Operating Gain	-15,023	36,080	356,673	804,639	-49,343	-37,152	24,778
Net Realized Capital Gains (Losses)	31,035	16,477	-2,878	151,414	24,165	84,286	35,130
Net Unrealized Capital Gains (Losses)	382,294	8,459	-255,911	-498,923	403,781	618,111	-96,044
Net Change in Paid-In Capital and Surplus	...	...	...	...	4,813	260	-5,704
Stockholder Dividends	-3,182,887	-23,000	-685,000	-170,000	-114,395	-105,940	-97,228
Other Changes in Capital and Surplus	1,329,222	-3,885	120,087	57,969	-102,334	-244,645	8,401
Net Change in Capital and Surplus	-1,455,359	34,131	-467,028	345,098	166,687	314,920	-130,666
<b>Ending Capital and Surplus</b>	<b>2,067,126</b>	<b>4,023,644</b>	<b>3,522,484</b>	<b>3,989,513</b>	<b>3,644,414</b>	<b>3,477,727</b>	<b>3,162,808</b>
Net Change in Capital and Surplus (%)	-41.3	0.9	-11.7	9.5	4.8	10.0	-4.0
Net Change in Capital and Surplus (5 yr CAGR)	...	...	1.4	...	...	...	...

Source: BestLink® - Best's Financial Suite

**Asset Liability Management - Investments**

The Group's invested assets on a statutory basis of \$24.8 billion at year-end 2022 remained level since the prior year-end. Invested assets have primarily been managed internally and will benefit going forward as a result of it's Investment Management Agreement with Brookfield Asset Management. The asset base has increased in recent years primarily due to new sales, also supported by investment income.

As of the most recent statements, life group statutory invested assets were comprised of roughly 57% bonds, 22% mortgages, 2% stocks, with the remainder in cash & short-term and Schedule BA assets. Bond allocations to NAIC class 2 has steadily increased in recently years, but has diminished in 2022. Private placements have steadily increased in recent years, as is at just over 20% at year-end 2022. Below investment-grade bonds comprise about 12% of the bond portfolio.

Allocations to mortgage holdings has grown modestly and represent around 163% of capital and surplus at year-end 2022. Given the recent challenging environment during the pandemic AM Best is closely monitoring delinquency and foreclosure activity, but it has not been significant to date. Nearly a third of the mortgages originated from the West-Southwest region, with good diversification in the remaining regions. Also, about a third of the mortgages are held in the office property type, but there is also good diversification among the remaining property types.

**Balance Sheet Strength (Continued...)**

Composition of Cash and Invested Assets	3-Months		Year End - December 31				
	2023	2022	2022	2021	2020	2019	2018
Total Cash and Invested Assets USD (000)	22,593,306	24,794,091	24,774,312	24,877,146	23,348,884	22,756,701	21,536,836
Composition Percentages (%)							
Unaffiliated:							
Cash and Short Term Investments	8.5	2.6	6.4	7.6	4.3	2.4	1.4
Bonds	56.8	56.1	52.9	51.0	51.2	55.4	56.3
Stocks	2.0	0.4	1.3	0.3	0.4	0.4	0.9
Mortgage Loans	21.8	17.6	20.7	17.8	19.5	19.0	20.2
Other Invested Assets	6.5	7.6	5.0	7.7	6.0	5.5	4.8
<b>Total Unaffiliated</b>	<b>95.6</b>	<b>84.3</b>	<b>86.3</b>	<b>84.3</b>	<b>81.4</b>	<b>82.8</b>	<b>83.6</b>
Investments in Affiliates	4.4	15.8	13.8	15.8	18.7	17.2	16.4
Non-Admitted	-0.1	-0.1	-0.1	-0.1	-0.1	...	...
<b>Total</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>

Source: BestLink® - Best's Financial Suite

Bonds and Short Term Investments - Distribution by Maturity (%)	Years					Average (Years)
	0-1	1-5	5-10	10-20	20+	
Government Bonds	0.9	0.2	0.1	...	0.1	2.9
Government Agencies and Municipal Bonds	0.2	0.4	0.4	1.4	...	10.6
Industrial and Miscellaneous Bonds	10.2	32.5	21.6	16.4	15.6	9.4
Bank Loans	0.1	0.8	0.1	...	...	3.1
<b>Total Bonds</b>	<b>11.3</b>	<b>33.0</b>	<b>22.1</b>	<b>17.8</b>	<b>15.7</b>	<b>9.3</b>

Source: BestLink® - Best's Financial Suite

Bonds - Distribution by Issuer	Year End - December 31				
	2022	2021	2020	2019	2018
Bonds USD (000)	13,117,643	12,683,595	11,943,763	12,603,151	12,115,868
US Government (%)	0.3	0.7	0.8	0.8	0.9
Foreign Government (%)	0.1	0.2	0.2	0.1	0.2
Foreign - All Other (%)	19.1	17.5	17.5	18.3	19.1
State, Municipal & Special Revenue (%)	2.7	4.2	4.8	5.0	4.1
Industrial & Miscellaneous (%)	77.8	77.4	76.7	75.7	75.8
<b>Total Bonds (%)</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>

Source: BestLink® - Best's Financial Suite

**Reserve Adequacy**

At year-end 2022, nearly 70% of reserves are annuity liabilities. Over a third of individual annuities have crediting rates over 3%. AM Best notes that The Group's reserves are considered adequate per their reserving methodology and cash flow testing.

**Operating Performance**

Pre-tax statutory net operating earnings in both year-end 2021 and 2022 increased materially over prior years. The 2021 increase was driven by a \$1 billion dividend from American National Holdings, Inc. after a sale of its equity portfolio. Improved underwriting results and investment results also contributed to the gains. Direct premiums increased by 4.6% over the last five years. Net premiums went down in 2022 as the result of reinsurance transactions. The company reported lapse metrics in line with pricing and favorable to prior years. Most lines of business displayed increased direct premiums year-over-year, with individual annuities and A&H lines being the most notable exceptions.

Year-ends 2021 and 2022 resulted in annuity earnings that benefited from favorable market conditions driving a material increase in net investment income. Annuity premiums and deposits increased primarily for equity-indexed and fixed deferred products during the year ended 2021 compared to 2020 reflecting improved competitiveness of the product. The 2022 decrease in earned premium is the result of reinsurance transactions. The company's hedging program continues to be effective and perform as expected.

**Operating Performance (Continued...)**

<b>Net Operating Gain By LOB USD (000)</b>	<b>Year End - December 31</b>				
	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>
Individual Life	62,236	141,388	-71,205	-39,477	-65,099
Group Life	6,993	23,583	-409	6,147	11,382
Individual Annuities	253,201	456,046	-30,673	-30,277	23,616
Group Annuities	-1,002	142,600	25,548	11,199	40,860
Accident & Health	13,887	14,469	18,774	11,374	14,812
Other Lines of Business	21,358	26,552	8,622	3,881	-791
<b>Total</b>	<b>356,673</b>	<b>804,639</b>	<b>-49,343</b>	<b>-37,152</b>	<b>24,778</b>

Source: BestLink® - Best's Financial Suite

<b>Accident &amp; Health Statistics</b>	<b>Year End - December 31</b>				
	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>
Net Premiums Written USD (000)	126,536	140,798	165,152	164,391	177,369
Net Premiums Earned USD (000)	128,705	143,647	169,394	165,698	180,384
Claims and Cost Containment Ratio (%)	61.1	67.8	66.6	65.9	70.0
Expense Ratio (%)	51.0	46.8	42.4	44.4	41.7
Combined Ratio (%)	112.1	114.7	108.9	110.3	111.7
Underwriting Results USD (000)	-14,489	-19,991	-13,349	-16,514	-19,852

Source: BestLink® - Best's Financial Suite

**Business Profile**

The American National Group (the Group) was acquired by Brookfield Reinsurance, Ltd. (BNRE) in May of 2022 for a total of \$5.1 billion. This has created a domestic insurance presence for BNRE, which is an important part of its overall strategy. Under its new ownership structure, the American National Group will continue to operate as it has historically, with its headquarters remaining in Texas and under the oversight of its current management team. The Group is made up of several companies that offer a diverse product portfolio of life, annuity, accident & health, pension risk transfer and property/casualty products. The companies that comprise The Group are: American National Insurance Company (ANICO), Standard Life and Accident Insurance Company (SLAICO), American National Life Insurance Company of Texas (ANTEX), Garden State Life Insurance Company (GSLIC), and American National Life Insurance Company of New York (ANICONY).

ANICO offers a broad line of insurance coverages, including individual life, health, disability, and annuities. They also offer group life, health, annuities, credit insurance, and pension risk transfer. Products are marketed through a diverse network of distribution systems, which includes home office, multi-line, group brokerage, credit, and independent third-party marketing organizations.

ANTEX is a specialty marketing arm of the Group, providing supplemental accident & health coverage. About 30% of direct written premiums are generated from the state of Texas.

GSLIC transitioned from a direct marketing arm of ANICO to an additional specialty company supporting the Health Insurance Division. Life premium consists of renewal business only, and new business now includes managing general underwriter in the health space.

ANICONY markets life and annuity products to rural and suburban upper-middle income clients, predominantly in New York. ANICONY sells primarily ordinary life and individual annuities. On January 1, 2018, Farm Family Life Insurance, which was a small wholly owned subsidiary of ANICO, was merged with American National Life Insurance Company of New York, and the surviving entity was rebranded to ANICONY. Product offerings and liabilities are comprised mostly of life insurance and annuities.

Distribution is comprised of five groups: Independent Marketing Group (IMG), Career Sales & Service Division (CSSD), Multiple Line Agencies, Health Insurance Division (HID), and Specialty Markets Group (SMG).

**Independent Marketing Group** - The Independent Marketing division sells life insurance, annuities, and pensions, targeting the middle income and affluent marketplace. Distribution is through financial institutions, large marketing organizations, employee benefit firms, broker-dealers, and independent brokerage agencies. IMG also markets to individuals who prefer purchasing life insurance directly from an insurance company, through outbound call centers.

**Career Sales & Service Division** - CSSD markets life insurance, annuities, and supplemental health insurance to the lower and middle-income marketplaces. Distribution is through employee agents.

**Business Profile (Continued...)**

Multiple Line Agencies- Markets life insurance, annuities, pension plans, and property/casualty products, and is exceptionally strong in agribusiness. Primary markets are individuals, families, farmers, ranchers, and small business owners, and distribution is mainly through dedicated agents.

Health Insurance Division - This division markets accident and health insurance, especially supplemental products. HID focuses on middle income groups and individuals, including but not limited to, senior age and individuals preparing for retirement as well as worksite. Distribution is through independent agents and managing general underwriters (MGU). Over the past couple of years, the group has added MGU's in this division, which has resulted in higher sales.

Specialty Markets Group - This division markets various products, including credit-related, which provide protection against loss of a borrower's ability to pay specific debt in the event of loss due to disability or death, or losses related to the physical damage or theft of loan collateral. Credit product distribution is primarily through general agents who market to financial institutions, automobile dealers, and furniture dealers. In recent years, SMG has expanded its property & casualty product offerings distributed through general agents and managing general agents to include Mortgage Security, renters, investor property protection and flood.

2022 By Line Business	Direct Premiums Written		Reinsurance Premiums Assumed		Reinsurance Premiums Ceded		Net Premiums Written		Business Retention
	USD (000)	%	USD (000)	%	USD (000)	%	USD (000)	%	%
Ordinary Life	929,461	35.4	4,263	1.6	110,825	7.9	822,899	55.1	88.1
Group Life	26,326	1.0	...	...	12,528	0.9	13,798	0.9	52.4
Credit Life	19,947	0.8	561	0.2	5,847	0.4	14,661	1.0	71.5
Individual Annuities	1,424,935	54.2	...	...	971,881	69.4	453,054	30.3	31.8
Group Annuities	64,607	2.5	...	...	1,033	0.1	63,573	4.3	98.4
Individual Accident & Health	67,747	2.6	89	...	2,537	0.2	65,299	4.4	96.3
Group Accident & Health	78,249	3.0	260,440	97.8	289,365	20.7	49,325	3.3	14.6
Credit Accident & Health	16,636	0.6	902	0.3	5,566	0.4	11,972	0.8	68.3
Industrial Life	38	...	...	...	...	...	38	...	100.0
<b>Total</b>	<b>2,627,945</b>	<b>100.0</b>	<b>266,256</b>	<b>100.0</b>	<b>1,399,582</b>	<b>100.0</b>	<b>1,494,619</b>	<b>100.0</b>	<b>51.6</b>

Source: BestLink® - Best's Financial Suite

**Year End - December 31**

**Geographic Breakdown by Direct Premiums Written and Deposit-Type Contracts USD (000)**

	2022	2021	2020	2019	2018
California	336,693	376,004	223,195	234,824	260,760
Texas	332,245	345,292	309,610	334,937	364,017
Florida	174,115	174,689	127,281	144,745	160,776
Puerto Rico	157,409	77,406	42,665	30,263	30,753
New Jersey	122,289	179,793	74,119	87,879	78,018
Top 5 States	1,122,751	1,153,183	776,870	832,649	894,323
All Other	1,533,492	1,808,607	1,209,326	1,728,809	1,625,688
Total	2,656,242	2,961,791	1,986,196	2,561,458	2,520,011
Geographic Concentration Index	0.05	...	...	...	...

Source: BestLink® - Best's Financial Suite

**Enterprise Risk Management**

The ERM program for American National Group is appropriate for the scale, nature, and complexity of risks taken by the organization. The ERM policy addresses the roles and responsibilities of the Board, the Enterprise Risk Management Committee, officers, and subsidiary boards relative to risk management. AM Best anticipates that under its new Parent, BNRE, the company will maintain its current level of risk management capabilities while benefiting from additional capital flexibility and enhanced investment management expertise.

The organization views risk in terms of the financial impact on capital, which is stratified in various levels of capital they wish to maintain to continue normal operations following a series of severe events. American National has strong risk identification and reporting capabilities and has developed its ERM program, which works to improve its infrastructure and educate workers.



## Enterprise Risk Management (Continued...)

Management Risk Committees are also formalized for the P&C companies along with a disciplined Catastrophe Risk Management Program. The Group also integrates processes of the property and casualty segment with robust models of CAT losses, capital models and strong monitoring processes. American National's ERM activities have supported the improved operating results in the P&C segment. Severe stress testing is done using eight realistic disaster scenarios based on key risk classes identified by the internal capital model, historical and industry data, and management input.

The Asset/Liability committee meets monthly to review and discuss cash and liquidity needs and takes measures to ensure consolidated liquidity ratios are above prescribed thresholds.

Also, the group continually monitors developments and coordinates efforts with industry groups to drive informed decisions and actions.

## Reinsurance Summary

American National maintains agreements with several professional, highly rated reinsurers, both captive and offshore, through which it cedes a significant portion of new business written. Maximum net retention is \$5,000,000 for issue ages 0-75 and \$2,000,000 for issue ages 76-80 and \$1,000,000 for issue ages 81+ for individual life, \$250,000 for individual accidental death, \$100,000 for group life, and \$125,000 for credit life.

## Environmental, Social & Governance

AM Best considers company's exposure to material environmental, social, and corporate governance (ESG) risks to be low. The company operates in an environment where its underwriting activities have low or no exposure to climate risk, and its profile on underwriting and investment are not exposed to so-called toxic assets and industries. The company operates in line with market peers, and at present ESG factors are unlikely to impact the credit quality of the company over the short-term. There are no regulatory requirements relating to ESG, although the company regularly monitors developments to ensure its practices are compliant.

**Financial Statements**

	3-Months		Year End - December 31			
	2023		2022		2021	
<b>Balance Sheet</b>	<b>USD (000)</b>	<b>%</b>	<b>USD (000)</b>	<b>%</b>	<b>USD (000)</b>	<b>%</b>
Cash and Short Term Investments	1,918,668	7.1	1,577,618	5.7	1,879,564	7.0
Bonds	12,838,476	47.8	13,117,643	47.4	12,683,595	47.3
Preferred and Common Stock	449,911	1.7	321,390	1.2	64,535	0.2
Other Invested Assets	7,386,250	27.5	9,757,662	35.3	10,249,452	38.2
<b>Total Cash and Invested Assets</b>	<b>22,593,306</b>	<b>84.1</b>	<b>24,774,312</b>	<b>89.5</b>	<b>24,877,146</b>	<b>92.8</b>
Premium Balances	176,852	0.7	184,103	0.7	178,939	0.7
Net Deferred Tax Asset	166,014	0.6	142,652	0.5	123,232	0.5
Other Assets	2,661,406	9.9	1,532,296	5.5	296,026	1.1
<b>Total General Account Assets</b>	<b>25,597,578</b>	<b>95.3</b>	<b>26,633,365</b>	<b>96.2</b>	<b>25,475,343</b>	<b>95.1</b>
Separate Account Assets	1,252,875	4.7	1,047,552	3.8	1,320,703	4.9
<b>Total Assets</b>	<b>26,850,453</b>	<b>100.0</b>	<b>27,680,916</b>	<b>100.0</b>	<b>26,796,047</b>	<b>100.0</b>
Net Life Reserves	20,147,754	75.0	19,812,899	71.6	19,173,938	71.6
Net Accident & Health Reserves	105,346	0.4	106,127	0.4	112,383	0.4
Liability for Deposit Contracts	507,800	1.9	524,688	1.9	535,891	2.0
Asset Valuation Reserve	205,523	0.8	660,509	2.4	865,484	3.2
Other Liabilities	2,564,030	9.5	2,006,657	7.2	798,134	3.0
<b>Total General Account Liabilities</b>	<b>23,530,453</b>	<b>87.6</b>	<b>23,110,880</b>	<b>83.5</b>	<b>21,485,830</b>	<b>80.2</b>
Separate Account Liabilities	1,252,875	4.7	1,047,552	3.8	1,320,703	4.9
<b>Total Liabilities</b>	<b>24,783,328</b>	<b>92.3</b>	<b>24,158,432</b>	<b>87.3</b>	<b>22,806,534</b>	<b>85.1</b>
Capital Stock	16,501	0.1	5,000	...	5,000	...
Paid-In and Contributed Surplus	162,348	0.6	26,702	0.1	26,702	0.1
Unassigned Surplus	1,888,277	7.0	3,490,783	12.6	3,957,811	14.8
<b>Total Capital and Surplus</b>	<b>2,067,126</b>	<b>7.7</b>	<b>3,522,484</b>	<b>12.7</b>	<b>3,989,513</b>	<b>14.9</b>
<b>Total Liabilities, Capital and Surplus</b>	<b>26,850,453</b>	<b>100.0</b>	<b>27,680,916</b>	<b>100.0</b>	<b>26,796,047</b>	<b>100.0</b>

Source: BestLink® - Best's Financial Suite

<b>Income Statement USD (000)</b>	<b>3-Months</b>		<b>Year End - December 31</b>	
	<b>2023</b>	<b>2022</b>	<b>2022</b>	<b>2021</b>
Net Premiums Earned:				
Individual Life	...	...	822,938	840,790
Group Life	...	...	28,459	16,325
Individual Annuities	...	...	453,054	1,753,770
Group Annuities	...	...	63,573	63,985
Accident & Health	...	...	126,596	141,027
Other Lines of Business	...	...	...	...
Total Net Premiums Earned	639,937	473,673	1,494,619	2,815,898
Net Investment Income	226,277	243,912	1,156,464	1,883,736
Reserve Adjustments on Reinsurance Ceded	-1,753	...	-224,643	...
Other Income	80,832	63,594	391,820	252,044
Total Revenue	945,293	781,179	2,818,260	4,951,678
Policy Benefits	596,562	559,536	1,705,324	3,380,922
Commissions and Expense Allowances	91,160	80,774	345,184	381,378
Insurance and Other Expense	123,117	109,850	443,241	431,066
Net Transfers to (from) Separate Accounts	148,275	-9,976	-52,798	-51,150
Dividends to Policyholders	2,867	2,829	10,455	10,849
Pre-Tax Net Operating Gain	-16,688	38,166	366,855	798,614
Income Taxes Incurred	-1,664	2,086	10,182	-6,025
Net Operating Gain	-15,023	36,080	356,673	804,639
Net Realized Capital Gains	31,035	16,477	-2,878	151,414
Net Income	16,012	52,558	353,796	956,053

Source: BestLink® - Best's Financial Suite

<b>Statement of Operating Cash Flows USD (000)</b>	<b>3-Months</b>		<b>Year End - December 31</b>	
	<b>2023</b>	<b>2022</b>	<b>2022</b>	<b>2021</b>
Net Premiums Collected	645,639	479,159	1,495,442	2,811,592
Net Investment Income	198,817	240,873	1,117,022	1,941,414
Other Income Received	83,261	60,789	394,782	250,710
Total Collected Operating Revenue	927,717	780,821	3,007,247	5,003,716
Net Benefits and Loss Related Payments	-37,191	510,165	336,080	1,985,824
Commissions and Other Expenses Paid	582,950	212,540	1,682,604	797,885
Net Transfers to (from) Separate Accounts	147,776	-9,336	-53,067	-50,463
Dividends to Policyholders	2,707	2,679	10,501	8,330
Income Taxes Paid (Recovered)	-21,854	28,217	65,423	27,574
Total Paid Expenses and Transfers	674,388	744,265	2,041,541	2,769,151
Net Operating Cash Flow	253,329	36,556	965,706	2,234,565

Source: BestLink® - Best's Financial Suite

**Last Update**

July 29, 2024

**Identifiers**

**AMB #:** 070166

This company is a data record that AM Best utilizes to represent the AM Best Consolidated financials for the Life, Annuity, and Accident business of AMB#: [045059 Brookfield Reinsurance Ltd.](#)

AMB#: [006087 American National Insurance Company](#) has been assigned as the AMB Group Lead for this consolidation and should be used to access name, address, or other contact information for this AM Best Consolidated Group.

**Financial Data Presented**

See [LINK](#) for details of the entities represented by the data presented in this report.

## American National Group

### Operations

**Date Incorporated:** March 01, 1905

**Domiciled:** Texas, United States

**Business Type:** Life, Annuity, and Accident

**Organization Type:** Stock

**Marketing Type:** Independent Agency

## Best's Credit Ratings

### Rating Relationship

This group represents an AM Best Rating Unit. In our opinion, companies under this Rating Unit have an Excellent ability to meet their ongoing insurance obligations and an Excellent ability to meet their ongoing senior financial obligations.

**Best's Credit Rating Effective Date:** July 11, 2024

Rating rationale and credit analysis can be found in the [Best's Credit Report for AMB# 070166 - American National Group](#).

AMB#	Rating Unit Members	Best's Credit Ratings	
		Financial Strength Rating	Long-Term Issuer Credit Rating
006365	Amer Natl Life Ins Co of NY	A u	a+ u
007417	Amer Natl Life Ins Co of Texas	A u	a+ u
006087	American National Insurance Co	A u	a+ u

## Corporate Structure

**Associated Ultimate Parent:** AMB # 045059 - Brookfield Reinsurance Ltd.

Based on AM Best's analysis, AMB# 045059 Brookfield Reinsurance Ltd. is the Associated Ultimate Parent to this group. Its current data structure is based on the corporate structure for the associated ultimate parent and the non-legal entities such as data records and AM Best Groups. Access current [Data Structure](#) in BestLink.

## State Rate Filings

### Summary of Approved Filings

The table below shows the number of approved filings in the last five years. For more information, please refer to [Best's State Rate Filings - 070166 - American National Group](#)

Major Line	2024	2023	2022	2021	2020
Annuities - Other	11	21	2	35	1
Group Annuities - Deferred Non-Variable and Variable	...	...	1	...	...
Group Health - Accident Only	...	1	...	1	...
Group Health - Dental	...	1	1	5	1
Group Health - Hospital/Surgical/Medical Expense	...	1	1	1	2
Group Health - Major Medical	...	...	1	...	1
Group Health - Vision	...	...	...	4	1
Group Medicare Supplement - Standard Plans	14	20	26	29	29
Health - Other	5	5	5	17	10
Individual Annuities - Deferred Non-Variable	2	4	...	6	...
Individual Annuities - Deferred Non-Variable and Variable	...	1	...	1	...
Individual Annuities - Immediate Non-Variable	2	2	...	4	...
Individual Health - Accident Only	...	...	...	1	...
Individual Health - Dental	...	...	...	...	3
Individual Health - Hospital/Surgical/Medical Expense	...	1	1	1	3
Individual Health - Major Medical	1	9	2	5	7
Individual Life - Flexible Premium Adjustable Life	2	5	...	4	...
Individual Life - Term	2	2	...	4	...
Individual Life - Whole	2	3	...	10	...
Individual Medicare Supplement - Standard Plans	24	45	58	90	98
Life - Other	10	27	11	59	22
Medicare Supplement - Other	56	42	51	68	45
Multi-Line - Other	...	...	...	...	1
<b>Total</b>	<b>131</b>	<b>190</b>	<b>160</b>	<b>345</b>	<b>224</b>

Source: Best's State Rate Filings

## Financial Results

Financial exhibits presented in this report provide calculated ratios using the most recent AM Best consolidated statements available in BestLink - Best's Statement File – L/H, US. Access [Quantitative Analytical Report \(QAR\) Annual](#) and [Quarterly](#) for additional details.

Currency: US Dollars

## Balance Sheet Highlights

	Year End - December 31				
Ceded Reinsurance Analysis	2023	2022	2021	2020	2019
<b>American National Group</b>					
Face Amount Reinsurance Ceded USD (000)	22,979,172	25,928,463	25,495,846	26,723,860	29,124,269
Affiliated Reinsurance Recoverable / Capital & Surplus (%)	19.5	7.6	...	...	...
Unaffiliated Reinsurance Recoverable / Capital & Surplus (%)	7.7	6.0	5.6	5.6	5.3
Total Reinsurance Recoverable / Capital & Surplus (%)	27.2	13.6	5.6	5.7	5.3
Surplus Relief (%)	6.9	5.5	1.5	1.5	1.6
Reinsurance Leverage (%)	128.2	46.2	11.9	12.7	13.1
<b>Multiple Lines Composite</b>					
Total Reinsurance Recoverable / Capital & Surplus (%)	8.0	7.5	8.2	7.2	6.5
Reinsurance Leverage (%)	269.8	213.6	175.7	184.1	169.0

Source: BestLink® - Best's Financial Suite

**Balance Sheet Highlights**

**Asset Liability Management | Investments**

	3-Months		2023	Year End - December 31			
	2024	2023		2022	2021	2020	2019
<b>Bond Portfolio</b>							
Bonds & Short Term Investments USD (000)	17,178,232	14,249,155	15,589,405	13,997,528	12,944,359	12,383,310	12,507,939
Unaffiliated Bonds:							
US Government	...	...	0.5	0.3	0.7	0.8	0.8
Foreign Government	...	...	0.1	0.1	0.2	0.2	0.2
Foreign – All Other	...	...	12.6	19.2	17.5	17.6	18.5
State, Municipal & Special Revenue	...	...	2.4	2.8	4.2	4.9	5.1
Industrial & Miscellaneous	...	...	66.8	77.7	77.3	76.5	75.4
Hybrid Securities	...	...	1.6	...	...	...	...
Affiliated	...	...	16.1	...	...	...	...
<b>Total Bonds</b>	...	...	100.0	100.0	100.0	100.0	100.0
<b>By Private vs Public (%)</b>							
Private issues	...	...	16.5	31.0	22.6	19.3	18.6
Public issues	...	...	83.5	69.0	77.4	80.7	81.4
<b>By Quality (%)</b>							
Class 1	65.3	49.3	60.6	47.6	48.4	44.2	44.3
Class 2	31.2	37.9	34.1	39.8	48.2	50.3	52.1
Class 3	2.5	3.2	4.2	3.1	1.9	4.5	2.7
Class 4	0.9	0.5	1.1	0.2	0.2	0.2	0.2
Class 5	...	9.0	0.1	9.2	1.2	0.8	0.7
Below Investment Grade (NAIC 3-6)	3.4	12.8	5.4	12.6	3.3	5.5	3.6
Below Investment Grade - % of Capital & Surplus	21.7	101.8	27.5	42.2	8.9	15.0	10.7

Source: BestLink® - Best's Financial Suite

	3-Months		2023	Year End - December 31			
	2024	2023		2022	2021	2020	2019
<b>Stock Portfolio</b>							
Stocks USD(000)	218,615	442,168	205,471	321,390	64,535	3,343,446	2,934,244
<b>By Type (%)</b>							
Unaffiliated Common	...	...	16.4	82.7	39.8	0.4	0.1
Affiliated Common	...	...	44.0	...	...	99.4	99.5
Unaffiliated Preferred	...	...	39.7	17.3	60.2	0.2	0.4

Source: BestLink® - Best's Financial Suite

**Business Profile Highlights**

**Historical Market Presence**

	Year End - December 31				
	2023	2022	2021	2020	2019
<b>By Line Breakdown - NPW USD (000)</b>					
Individual Life	913,915	815,446	832,389	750,463	701,759
Group Life	24,115	12,536	13,811	12,002	14,506
Individual Annuities	1,272,943	452,982	1,753,683	720,999	1,190,061
Group Annuities	1,090,710	63,573	63,985	155,876	247,146
Accident & Health	35,973	67,635	85,343	97,558	94,147
<b>Total</b>	3,337,655	1,426,834	2,749,944	1,737,617	2,248,392

Source: BestLink® - Best's Financial Suite

**Business Profile Highlights**

**Historical Market Presence (Continued...)**

Year End - December 31

**Geographic Breakdown by Direct Premiums Written and Deposit-Type Contracts USD (000)**

	2023	2022	2021	2020	2019
Florida	537,280	169,404	169,629	121,451	138,309
California	527,533	329,638	368,456	214,850	226,585
Texas	526,937	324,862	336,726	299,657	319,670
New Jersey	341,072	122,187	179,703	73,510	87,288
Ohio	340,855	87,414	133,033	65,498	79,041
Puerto Rico	340,834	157,408	77,405	42,663	30,263
Pennsylvania	324,025	90,098	100,634	54,128	77,151
Illinois	273,187	79,982	89,810	59,499	100,441
Michigan	237,829	47,107	72,747	37,537	38,724
North Carolina	201,648	45,071	66,790	32,984	35,877
All Other	2,870,756	1,121,864	1,281,799	890,705	1,325,513
<b>Total</b>	<b>6,521,956</b>	<b>2,575,034</b>	<b>2,876,731</b>	<b>1,892,483</b>	<b>2,458,862</b>
Geographic Concentration Index	0.04	...	...	...	...

Source: BestLink® - Best's Financial Suite

Year End - December 31

	2023	2022	2021	2020	2019
<b>By Line Reserves USD (000)</b>					
Individual Life	6,327,704	5,815,915	5,584,359	5,273,437	5,053,895
Individual Annuities	15,145,713	11,888,994	11,255,637	10,018,459	9,912,738
Group Life	157,734	166,193	172,537	182,681	193,783
Group Annuities	1,411,012	1,623,214	1,830,721	2,007,677	2,146,821
Deposit Type Contracts	480,341	521,690	533,175	569,687	596,806
Accident & Health	66,056	48,911	52,383	53,990	56,582
<b>Total (including Supplemental Contracts)</b>	<b>23,588,560</b>	<b>20,064,916</b>	<b>19,428,811</b>	<b>18,105,931</b>	<b>17,960,624</b>

Source: BestLink® - Best's Financial Suite

**Business Profile Highlights**

**Historical Market Presence (Continued...)**

	Year End - December 31				
	2023	2022	2021	2020	2019
<b>Life Policies Statistics</b>					
<b>Ordinary Policies</b>					
Issued	69,435	98,396	116,888	119,777	112,512
In Force	1,417,568	1,455,037	1,468,232	1,456,515	1,445,449
<b>Group Policies</b>					
In Force	25	25	24	25	26
<b>Group Certificates</b>					
Issued	...	...	...	2	184
In Force	27,175	28,689	29,707	31,109	32,484
<b>Life Insurance In Force USD (000)</b>					
Whole Life & Endowment & Additions	54,244,437	52,081,683	49,577,414	46,260,214	43,304,285
Term	81,931,821	86,726,370	82,561,456	76,445,622	68,680,906
Credit	1,316,485	1,442,431	1,519,245	1,777,031	1,991,077
Group	3,420,405	3,645,844	3,818,545	4,041,528	4,269,390
Industrial	121,363	125,639	129,565	133,923	138,081
<b>New Life Business Issued USD (000)</b>					
Whole Life & Endowment & Additions	5,708,294	5,777,542	6,113,181	5,803,233	5,764,874
Term	2,180,100	11,266,257	12,494,556	13,871,325	12,365,524
Credit	2,093,031	2,322,621	2,159,321	2,443,667	2,778,071
Group	...	...	25	10	13,083

Source: BestLink® - Best's Financial Suite



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

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

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

In arriving at a rating decision, AM Best relies on third-party audited financial data and/or other information provided to it. While this information is believed to be reliable, AM Best does not independently verify the accuracy or reliability of the information. Any and all ratings, opinions and information contained herein are provided "as is," without any express or implied warranty.

Visit <https://www.ambest.com/ratings/index.html> for additional information or <https://www.ambest.com/terms.html> for details on the Terms of Use. For current ratings visit [www.ambest.com/ratings](http://www.ambest.com/ratings)

**Copyright © 2024 A.M. Best Company, Inc. and/or its affiliates. ALL RIGHTS RESERVED.** No portion of the content may be reproduced, distributed, or stored in a database or retrieval system, or transmitted, or uploaded into any external applications, bots or websites, including those using artificial intelligence technologies such as large language models and generative Artificial Intelligence in any form or by any means without the prior written permission of AM Best. AM Best does not warrant the accuracy, completeness, or timeliness of the AM Best content. While the content was obtained from sources believed to be reliable, its accuracy is not guaranteed. You specifically acknowledge that neither AM Best nor the content gives any investment, financial, tax, insurance, or legal advice. You are solely responsible for seeking competent professional advice before making any investment, financial, tax or insurance decision. For additional details, refer to our Terms of Use available at the AM Best website: [www.ambest.com/terms](http://www.ambest.com/terms). All information contained herein was obtained by AM BEST from sources believed by it to be accurate and reliable. Notwithstanding the foregoing, AM BEST does not make any representation or warranty, expressed or implied, as to the accuracy or completeness of the information contained herein, and all such information is provided on an "as is" and "as available" basis, without any warranties of any kind, either express or implied. Under no circumstances shall AM BEST have any liability to any person or entity for (a) any loss or damage of any kind, in whole or in part caused by, resulting from, or relating to, any error (negligent or otherwise) or other circumstance or contingency within or outside the control of AM BEST or any of its directors, officers, employees, or agents in connection with the procurement, collection, compilation, analysis, interpretation, communication, publication or delivery of any such information, or (b) any direct, indirect, special, consequential, compensatory, punitive or incidental damages whatsoever (including without limitation, personal injury, pain and suffering, emotional distress, loss of revenue, loss of present or prospective profits, loss of business or anticipated savings, or loss of goodwill) resulting from the use of, or inability to use, any such information, in each case, regardless of (i) whether AM BEST was advised in advance of the possibility of such damages, (ii) whether such damages were foreseeable, and (iii) the legal or equitable theory (contract, tort or otherwise) upon which the claim is based. The credit ratings, performance assessments, financial reporting analysis, projections, and any other observation, position or conclusion constituting part of the information contained herein are, and shall be construed solely as, statements of opinion and not statements of fact or recommendations to purchase, sell or hold any securities, insurance policies, contracts or any other financial obligations, nor do they individually or collectively address the suitability of any particular financial obligation for a specific purpose or purchaser. Credit risk is the risk that an entity may not meet its contractual, financial obligations as they come due. Service performance risk is the risk that an entity may not meet its contractual service performance obligations on behalf of its insurance partners. Consequently, neither credit ratings nor performance assessments address any other risk, including but not limited to, liquidity risk, market value risk or price volatility of rated securities. NO WARRANTY, EXPRESS OR IMPLIED, AS TO THE ACCURACY, TIMELINESS, COMPLETENESS, MERCHANTABILITY OR FITNESS FOR ANY PARTICULAR PURPOSE OF ANY SUCH RATING OR ASSESSMENT OR OTHER OPINION OR INFORMATION IS GIVEN OR MADE BY AM BEST IN ANY FORM OR MANNER WHATSOEVER. Each credit rating, performance assessment or other opinion must be weighed solely as one factor in any investment or purchasing decision made by or on behalf of any user of the information contained herein. Each such user will, with due care, make its own study and evaluation of each security or other financial obligation, and of each issuer and guarantor of, and each provider of credit support, and an independent view of service provider performance for, each security or other financial obligation that it may consider purchasing, holding, or selling or for each service contract that it may consider entering into. For additional detail on credit ratings or performance assessments, and their respective scales, usage, and limitations, refer to the Guide to Best's Credit Ratings (<http://www.ambest.com/ratings/index.html>) or the Guide to Best's Performance Assessments (<https://www.ambest.com/ratings/assessmentMethodology.html>).