

U.S. Life and A&H Insurance Industry Analysis Report

LIFE INDUSTRY OVERVIEW

- x Table 1 provides the industry's aggregate financial results for the life insurers that file with the NAIC on the Life/A&H quarterly blank for the first six months of 2022.
- x Overall, the life industry reported \$4 billion of net income, a 23% increase compared to the first six months of 2021.
- x Net premiums and deposits increased 2% to \$498 billion. Total direct premiums increased 2%

Table 1 - Life and Accident & Health Entities
 Financial Synopsis: June 30, 2022-2018

		\$106,134	\$102,294	\$94,078	\$94,244	\$91,789
A&H Direct Written Premium	(1)%	\$106,906	\$107,786	\$105,460	\$102,961	\$101,870
Annuities	12%	\$174,913	\$156,148	\$134,215	\$142,270	\$129,770
Deposits & Other DPW	6%	\$196,704	\$186,434	\$179,738	\$132,693	\$126,466
Net Earned Premium	(2)%	\$344,574	\$351,205	\$314,756	\$345,943	\$284,618
Net Investment Income	4%	\$104,507	\$100,447	\$98,920	\$96,466	\$98,324
General Expenses	2%	\$34,697	\$33,974	\$32,972	\$33,836	\$33,208
Operating Income	(25)%	\$23,944	\$31,782	\$1,000	\$32,491	\$27,372
Realized Gains/(Losses)	103%	\$345	(\$12,058)	\$7,676	(\$4,442)	(\$6,811)
Net Income/(Loss)	23%	\$24,289	\$19,724	\$8,672	\$28,049	\$20,561
Unrealized Gains/(Losses)	(231)%	(\$15,885)	\$12,127	\$13,671	\$10,676	(\$3,930)
ROA (Annualized)	0.1 pts	0.6%	0.5%	0.2%	0.8%	0.6%
Net Investment Yield	0.3 pts	4.4%	4.1%	4.2%	4.3%	4.7%

PREMIUM

Written Premiums

The life industry reported a 6% (\$2 billion) increase in direct written premiums and deposits to \$5 billion for the first six months of 2022. Net written premiums and deposits increased

2

Earned Premiums

On an earned basis, the industry reported a \$2.7 billion decrease in net premiums and deposits to \$43 billion. As shown in Figure 1, there were no significant changes in the industry's direct earned premium allocation by sector from mid-year 2021 to 2022.

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INVESTMENT INCOME

Net investment income increased 4% (\$1 billion) to \$105 billion through the first half of 2022. Concurrently, the

industry reported a 1.3% increase in net investment income to \$105.4 billion through the first half of 2022, compared to \$103.4 billion through the first half of 2021.

NAIC Financial Regulatory Services
Financial Analysis and Examination Department

Contacts:

Abigail Edson, Life/Health Financial Analyst
AEdson@naic.org

Bruce Jensen, Assistant Director, Solvency Monitoring
BJensen@naic.org
816.783.8348

Jane Koenigsman, Senior Manager, Life/Health Financial Analysis
JKoenigsman@naic.org
816.783.8145

Ralph Villegas, Manager, Life Financial Analysis
RVillegas@naic.org
816.783.8411

DISCLAIMER

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