

**DEPARTMENT OF INSURANCE, FINANCIAL  
INSTITUTIONS AND PROFESSIONAL REGISTRATION**

P.O. Box 690, Jefferson City, Mo. 65102-0690

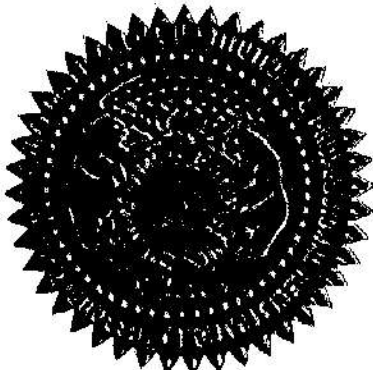
RE: Examination Report of United Investors Life Insurance Company as of December 31,  
2007

**ORDER**

After full consideration and review of the report of the financial examination of United Investors Life Insurance Company for the period ended December 31, 2007, together with any written submissions or rebuttals and any relevant portions of the examiner's workpapers, I, John M. Huff, Director, Missouri Department of Insurance, Financial Institutions and Professional Registration pursuant to section 374.205.3(3)(a), RSMo., adopt such report. After my consideration and review of such report, workpapers, and written submissions or rebuttals, the findings and conclusions of the examination report are incorporated by reference and deemed to be my findings and conclusions to accompany this order pursuant to section 374.205.3(4), RSMo.

Based on such findings and conclusions, I hereby ORDER United Investors Life Insurance Company, to take the following action or actions, which I consider necessary to cure any violation of law, regulation or prior order of the Director revealed by such report: (1) implement, and verify compliance with, each item mentioned in the General Comments and/or Recommendations section of such report; (2) account for its financial condition and affairs in a manner consistent with the Director's findings and conclusions.

So ordered, signed and official seal affixed this June 15, 2009.



A handwritten signature in black ink, reading "John M. Huff", with a horizontal line extending to the right.

John M. Huff, Director  
Department of Insurance, Financial Institutions  
and Professional Registration

REPORT OF  
FINANCIAL EXAMINATION

United Investors Life Insurance Company

AS OF  
DECEMBER 31, 2007

**FILED**  
JUN 25 2009  
DIRECTOR OF INSURANCE &  
FINANCIAL INSTITUTIONS &  
PROFESSIONAL REGISTRATION



STATE OF MISSOURI  
DEPARTMENT OF INSURANCE, FINANCIAL INSTITUTIONS AND  
PROFESSIONAL REGISTRATION  
JEFFERSON CITY, MISSOURI

<b>SALUTATION .....</b>	<b>1</b>
<b>SCOPE OF EXAMINATION .....</b>	<b>1</b>
PERIOD COVERED .....	1
PROCEDURES .....	2
COMMENTS PREVIOUS EXAMINATION .....	2
<b>HISTORY .....</b>	<b>3</b>
GENERAL .....	3
CAPITAL STOCK .....	4
DIVIDENDS .....	4
MANAGEMENT .....	4
CONFLICT OF INTEREST .....	6
CORPORATE RECORDS .....	6
ACQUISITIONS, MERGERS, AND MAJOR CORPORATE EVENTS .....	6
SURPLUS DEBENTURES .....	6
<b>AFFILIATED COMPANIES .....</b>	<b>6</b>
HOLDING COMPANY, SUBSIDIARIES AND AFFILIATES .....	6
ORGANIZATIONAL CHART .....	6
INTERCOMPANY AGREEMENTS .....	7
<b>FIDELITY BOND AND OTHER INSURANCE .....</b>	<b>10</b>
<b>EMPLOYEE BENEFITS .....</b>	<b>10</b>
<b>STATUTORY DEPOSITS .....</b>	<b>10</b>
DEPOSITS WITH THE STATE OF MISSOURI .....	10
DEPOSITS WITH OTHER STATES AND TERRITORIES .....	10
<b>INSURANCE PRODUCTS AND RELATED PRACTICES .....</b>	<b>11</b>
TERRITORY AND PLAN OF OPERATIONS .....	11
POLICY FORMS & UNDERWRITING; ADVERTISING & SALES MATERIALS AND TREATMENT OF POLICYHOLDERS .....	11
<b>REINSURANCE .....</b>	<b>12</b>
GENERAL .....	12
ASSUMED .....	12
CEDED .....	12
<b>ACCOUNTS AND RECORDS .....</b>	<b>13</b>
<b>FINANCIAL STATEMENTS .....</b>	<b>13</b>
<b>ASSETS .....</b>	<b>14</b>
<b>LIABILITIES, SURPLUS AND OTHER FUNDS .....</b>	<b>14</b>
<b>LIABILITIES, SURPLUS AND OTHER FUNDS .....</b>	<b>15</b>
<b>STATEMENT OF INCOME .....</b>	<b>16</b>

**NOTES TO FINANCIAL STATEMENTS.....17**  
**EXAMINATION CHANGES .....17**  
**GENERAL COMMENTS AND/OR RECOMMENDATIONS.....17**  
**SUBSEQUENT EVENTS.....17**  
**ACKNOWLEDGMENT.....18**  
**VERIFICATION.....18**  
**SUPERVISION .....18**

Birmingham, Alabama  
April 24, 2009

Honorable Alfred W. Gross, Commissioner  
Bureau of Insurance  
Virginia State Corporate Commission  
Chairman, Financial Condition (E) Committee, NAIC

Honorable Merle D. Scheiber, Director  
Division of Insurance  
State of South Dakota  
Secretary, Midwestern Zone, NAIC

Honorable John M. Huff, Director  
Missouri Department of Insurance  
Financial Institutions and Professional Registration  
301 West High Street, Room 530  
Jefferson City, MO 65101

Gentlemen:

In accordance with your financial examination warrant, a full scope association financial examination has been made of the records, affairs and financial condition of the

**United Investors Life Insurance Company**

also referred to as "United Investors" and the "Company." The examination was conducted at the Company's office at 2001 Third Avenue South, Birmingham, Alabama 35233-0000, telephone number (205)-325-4317. This examination began on July 14, 2008, and concluded on the above date.

**SCOPE OF EXAMINATION**

**Period Covered**

The prior full scope association financial examination of United Investors Life Insurance Company was performed as of December 31, 2004. The examination was conducted by examiners from the state of Missouri representing the Midwestern Zone of the National Association of Insurance Commissioners (NAIC) with no other zones participating.

The current full scope association financial examination covers the period from January 1, 2005, through December 31, 2007. The examination was conducted by examiners from the state of Missouri representing the Midwestern Zone of the NAIC. Lewis & Ellis, Inc., Actuaries & Consultants, reviewed reserves and related actuarial items pursuant to a contract with the Department of Insurance, Financial Institutions and Professional Registration (DIFP).