

Part B.

Universal VIA Generation Growth
A variable individual flexible premium deferred annuity
contract Issued through: Fortune VII Separate Account

Statement of Additional Information
May 1, 2025

Universal Life Insurance
Company
PO Box 2145
San Juan PR 00922-2145

Or

Metro Office Park
Street 1, Lot 10
Guaynabo, Puerto Rico 00968

This Statement of Additional Information ("SAI") is not a Prospectus. It should be read in conjunction with the related Universal VIA Generation Growth series ("Universal VIA Growth") Prospectus, dated May 1, 2025, which describes individual flexible purchase payment deferred variable annuity contracts issued through Universal Life Fortune VII Separate Account ("the Separate Account" or "Fortune VII Separate Account"). The series consists of Universal VIA Generation Growth and Universal VIA Generation Growth ADV contracts. That Prospectus provides detailed information concerning the contracts and the variable investment options underlying the contracts. Each variable investment option is a subaccount of the Separate Account. Definitions of special terms used in the SAI are found in the Prospectus.

A copy of the Prospectus may be obtained free of charge by writing to our processing office at Metro Office Park, Street 1 Lot #10, Guaynabo, Puerto Rico 00968, by calling 787-706-7095, or by contacting your financial professional. The Prospectus and this SAI can also be obtained from the SEC's website at www.sec.gov.

Statement of Additional Information

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The Company

Universal Life Insurance Company (“Universal Life,” the “Company,” “we,” “our,” and “us”) is a stock life insurance company organized originally in 1993 as Eastern America Life Insurance Company under the laws of the Commonwealth of Puerto Rico, with its home office at Metro Office Park Street 1, Lot 10, Guaynabo, PR 00968. Universal Life is a provider of several insurance products: individual, group life, group disability, credit life, annuities & IRAs. It is admitted to do business for life, disability and variable insurance by the Office of Commissioner of Insurance in the Commonwealth of Puerto Rico.

Universal Life is a member of the Universal Group of companies that operate in Puerto Rico and the United States. Universal Life is a wholly-owned subsidiary of Universal Insurance Company, Inc. (“Universal”).

The Company established Fortune VII Separate Account on September 27, 2021, under applicable provisions of the Puerto Rico Insurance Code. We are the legal owner of all of the assets in the Separate Account and may withdraw any amounts that exceed our reserves and other liabilities with respect to variable investment options under our contracts. The Separate Account is registered under the Investment Company Act of 1940 as a unit investment trust and is divided into sub-accounts. Each sub-account invests in shares of an underlying mutual fund portfolio.

Unit Values

Unit values are determined at the end of each valuation period for each of the annuity investment options. We may offer other annuity contracts and certificates which will have their own unit values for the annuity investment options. They may be different from the unit values for Universal VIA Growth®.

The unit value for an annuity investment option for any valuation period is equal to: (i) the unit value for the preceding valuation period multiplied by (ii) the net investment factor for that option for that valuation period. A valuation period is each business day together with any preceding non-business days. The net investment factor is:

$$\left(\frac{a}{b} \right) \times c$$

(a) is the value of the annuity investment option’s shares of the corresponding portfolio at the end of the valuation period. Any amounts allocated to or withdrawn from the option for the valuation period are not taken into account. For this purpose, we use the share value reported to us by the Trusts (as described in the Prospectus), as applicable.

- (b) is the value of the annuity investment option's shares of the corresponding portfolio at the end of the preceding valuation period. (Any amounts allocated or withdrawn for that valuation period are taken into account.)
- (c) is the daily separate account charge relating to the contracts, multiplied by the number of calendar days in the valuation period.

Independent Registered Public Accounting Firm

The statutory basis financial statements for Universal Life Insurance Company as of December 31, 2024 and 2023, and for the year then ended, and the financial statements of Fortune VII Separate Account as of December 31, 2024 and for the year then ended, and as of December 31, 2023 and for the period from February 21, 2023 to December 31, 2023, respectively, are included in the SAI in reliance on the reports of Kevane Grant Thornton, LLP, independent registered public accounting firm. Kevane Grant Thornton, LLP, provides independent audit services to Universal Life Insurance Company. Kevane Grant Thornton, LLP's principal business address is 33 Calle Bolivia, Suite 400, San Juan, PR 00917, since their appointment on December 28, 2023.

The statutory basis financial statements of Universal Life Insurance Company as of December 31, 2022, and for the year then ended are referenced in reliance on the report of Ernst and Young, LLP. Ernst and Young, LLP, who served as independent auditors until December 5, 2023. Ernst and Young, LLP's principal business address is Parque Las Américas 1, Suite 410, 235 Federico Street, San Juan, PR 00918.

Distribution of the Contracts

The contracts are distributed by Universal Financial Services, Inc. ("UFS" or "Distributor"). The Distributor serves as principal underwriter of Fortune VII Separate Account. The offering of the contracts is intended to be continuous.

UFS is an affiliate of the Company. The Distributor is under the common control of Universal Life Insurance Company. The Distributor's principal business address is Metro Office Park, Street 1 Lot 10, Guaynabo, Puerto Rico 000968. The Distributor is registered with the SEC as an Investment Adviser and as a Broker Dealer and is a member of the Financial Industry Regulatory Authority, Inc. ("FINRA"). UFS also acts as the distributor for other life and annuity products we issue.

Fortune VII Separate Account does not pay commissions to the Distributor.

Financial Statements

The financial statements of Fortune VII Separate Account are included herein. Additionally, the statutory basis financial statements of the Company, Universal Life Insurance Company, are also included herein and should be considered only as bearing upon the ability of the Company to meet its obligations under the contracts.



Statutory-Basis Financial Statements with
Report of Independent Certified Public Accountants

Universal Life Insurance Company

December 31, 2024 and 2023

Universal Life Insurance Company

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Report of Independent Certified Public Accountants

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To the Board of Directors of Universal Life Insurance Company:

Opinion

We have audited the statutory-basis financial statements of **Universal Life Insurance Company**, which comprise the statements of admitted assets, liabilities, capital and surplus and other funds as of December 31, 2024 and 2023, and the related statements of operations, changes in capital and surplus and other funds and cash flows for the years then ended, and the related notes to the statutory-basis financial statements.

Unmodified Opinion on Statutory Basis of Accounting

In our opinion, the accompanying statutory-basis financial statements present fairly, in all material respects, the financial position of **Universal Life Insurance Company** at December 31, 2024 and 2023, and the results of its operations and its cash flows for the years then ended on the basis of accounting described in Note (1).

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter described in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles section of our report, the statutory-basis financial statements do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of **Universal Life Insurance Company** at December 31, 2024 and 2023, or the results of its operations or its cash flows for the years then ended.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Statutory-Basis Financial Statements section of our report. We are required to be independent of **Universal Life Insurance Company** and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note (1) to the statutory-basis financial statements, **Universal Life Insurance Company** prepared these statutory-basis financial statements using accounting practices prescribed or permitted by the Office of the Commissioner of Insurance of Puerto Rico, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the statutory-basis financial statements of the variances between these statutory accounting practices described in Note (1) and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

Audit | Tax | Advisory | Outsourcing

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Prior Period Statutory-Basis Financial Statements

The statutory-basis statement of operations of **Universal Life Insurance Company** for the year ended December 31, 2022 was audited by other auditors whose report dated May 15, 2023, expressed an unmodified opinion and an adverse opinion on that statement because of the variances between statutory accounting practices and accounting principles generally accepted in the United States of America as described in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles.

Responsibilities of Management for the Statutory-Basis Financial Statements

Management is responsible for the preparation and fair presentation of the statutory-basis financial statements in accordance with the accounting practices prescribed or permitted by the Office of the Commissioner of Insurance of the Commonwealth of Puerto Rico. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of statutory-basis financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the statutory-basis financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about **Universal Life Insurance Company's** ability to continue as a going concern for one year after the date that the statutory-basis financial statements are issued.

Auditor's Responsibilities for the Audit of Statutory-Basis Financial Statements

Our objectives are to obtain reasonable assurance about whether the statutory-basis financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the statutory-basis financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the statutory-basis financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the statutory-basis financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the **Universal Life Insurance Company's** internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the statutory-basis financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the **Universal Life Insurance Company's** ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

/s/ Kevane Grant Thornton, LLP
San Juan, Puerto Rico,
April 24, 2025.

Universal Life Insurance Company

Statutory-Basis Statements of Admitted Assets, Liabilities, Capital and Surplus and Other Funds As of December 31, 2024 and 2023

	2024	2023
Admitted assets		
Cash and invested assets:		
Debt securities	\$1,403,227,738	\$1,363,607,871
Equity securities	203,055,544	280,014,578
Restricted investments	1,299,602	1,056,099
Cash, cash equivalents, and short-term investments	166,516,294	184,589,337
Receivable for securities	19,620	5,861
Other invested assets	34,318,831	33,395,165
Total cash and invested assets	1,808,437,629	1,862,668,911
Premiums due and unpaid	3,505,434	3,377,733
Accrued investment income	14,400,673	14,623,775
Reinsurance recoverable on paid losses and other	10,252,214	151,917,856
Receivable from parent, subsidiaries, and affiliates	52,582,023	52,680,026
Accounts receivable – other	219,801	44,413
Current federal and foreign income tax	909,997	1,481,984
Deferred income tax asset	541,273	785,592
Electronic data processing equipment and software:		
Net of accumulated depreciation of \$6,205,923 and \$4,983,750 as of December 31, 2024 and 2023, respectively	2,335,124	2,278,175
Aggregate write-ins for other than invested assets	295,381,752	-
Separate accounts assets	357,792,825	379,918,698
Total admitted assets	<u>\$2,546,358,745</u>	<u>\$2,469,777,163</u>

The accompanying notes are an integral part of these statutory-basis statements.

Universal Life Insurance Company

Statutory-Basis Statements of Admitted Assets, Liabilities, Capital and Surplus and Other Funds As of December 31, 2024 and 2023

	2024	2023
Liabilities, capital and surplus and other funds		
Liabilities:		
Policy liabilities:		
Aggregate reserves for life, annuities, and accident and health policies and contracts	\$ 844,892,798	\$ 720,350,636
Unpaid policy and contract claims:		
Life	3,682,935	3,472,996
Accident and health	1,300,288	1,428,837
Total policy liabilities	849,876,021	725,252,469
Reinsurance payable	27,061,573	29,610,284
Commissions due	1,387,100	1,684,371
Accrued expenses and other liabilities – net of expense allowances recognized in reserves of \$1,622,728 and \$2,083,630 as of December 31, 2024 and 2023, respectively	5,829,033	15,525,575
Payable to affiliates	1,981,576	65,816
Separate account liabilities	357,465,737	379,819,982
Funds held under reinsurance treaties	921,891,665	1,004,250,005
Borrowed money and interest	80,924,777	95,539,003
Payable for securities	5,004,052	44,716,737
Asset valuation reserve	26,972,927	35,972,827
Aggregate write-ins for liabilities	68,088,139	-
Total liabilities	2,346,482,600	2,332,437,069
Capital and surplus and other funds:		
Common stock, \$100 par value – authorized, 100,000 shares; issued and outstanding, 25,000 shares	2,500,000	2,500,000
Gross paid-in and contributed surplus	47,391,608	47,391,608
Unassigned funds – surplus	149,984,537	87,448,486
Total capital and surplus and other funds	199,876,145	137,340,094
Total liabilities, capital and surplus and other funds	<u>\$2,546,358,745</u>	<u>\$2,469,777,163</u>

The accompanying notes are an integral part of these statutory-basis statements.

Universal Life Insurance Company

Statutory-Basis Statements of Operations Years Ended December 31, 2024, 2023 and 2022

	2024	2023	2022
Revenues:			
Premiums and annuities considerations earned			
Premiums and annuity considerations written	\$ 622,266,861	\$ 505,162,303	\$ 460,334,962
Premiums and annuity considerations assumed	400,750	333,114	309,271
Premiums and annuity considerations ceded	(450,313,478)	(351,804,293)	(325,329,421)
Net premiums and annuity considerations earned	172,354,133	153,691,124	135,314,812
Net investment income	90,746,193	85,389,883	72,987,617
Income from fees associated with investment management and administration of separate accounts	3,027,212	3,175,583	3,668,448
Commissions and expense allowance on reinsurance ceded	58,450,653	48,284,009	44,688,760
Other income	7,769,801	6,080,934	863,145
Total revenues	<u>332,347,992</u>	<u>296,621,533</u>	<u>257,522,782</u>
Losses and expenses:			
Death, disability, and other benefits	83,191,526	109,775,948	75,402,076
Net increase in aggregate reserves for life, accident, and health policies and contracts	128,971,765	78,406,787	72,946,975
Commission expense	33,714,408	28,220,604	27,821,289
Other underwriting expenses	32,993,872	30,902,465	24,479,622
Aggregate write-ins for deductions	56,153,974	56,503,092	48,127,402
Total losses and expenses	335,025,545	303,808,896	248,777,364
Reserve adjustment on reinsurance ceded	(27,841,959)	(27,435,310)	(16,381,072)
Net transfers to separate accounts	48,123,628	45,609,328	26,375,165
Income before income taxes and net realized capital (losses) gains	17,604,116	10,986,655	18,739,511
Income taxes	642,861	1,737,296	1,049,504
Net realized capital (losses) gains – net of capital gains tax and capital (losses) gains transferred to IMR net of tax	<u>(8,491)</u>	<u>(78,342)</u>	<u>(13,718)</u>
Net income	<u>\$ 16,952,764</u>	<u>\$ 9,171,017</u>	<u>\$ 17,676,289</u>

The accompanying notes are an integral part of these statutory-basis statements.

Universal Life Insurance Company

Statutory-Basis Statements of Changes in Capital and Surplus and Other Funds Years Ended December 31, 2024, 2023 and 2022

	Common Stock	Gross Paid-in and Contributed Surplus	Unassigned Funds – Surplus	Total
Balance – January 1, 2022	<u>\$ 2,500,000</u>	<u>\$ 22,391,608</u>	<u>\$ 131,495,558</u>	<u>\$ 156,387,166</u>
Net income	-	-	17,676,289	17,676,289
Changes in:				
Unrealized capital losses, net of tax	-	-	(7,307,939)	(7,307,939)
Nonadmitted assets	-	-	(12,561,442)	(12,561,442)
Changes in surplus in separate accounts	-	-	(171,851)	(171,851)
Asset valuation reserve	-	-	(1,922,550)	(1,922,550)
Dividend to stockholder	-	-	(10,000,000)	(10,000,000)
Balance – December 31, 2022	<u>2,500,000</u>	<u>22,391,608</u>	<u>117,208,065</u>	<u>142,099,673</u>
Net income	-	-	9,171,017	9,171,017
Changes in:				
Unrealized capital gains, net of tax	-	-	1,830,022	1,830,022
Nonadmitted assets	-	-	(29,085,094)	(29,085,094)
Changes in surplus in separate accounts	-	-	(50,964)	(50,964)
Asset valuation reserve	-	-	(3,124,560)	(3,124,560)
Paid in Surplus	-	25,000,000	-	25,000,000
Dividend to stockholder	-	-	(8,500,000)	(8,500,000)
Balance – December 31, 2023	<u>2,500,000</u>	<u>47,391,608</u>	<u>87,448,486</u>	<u>137,340,094</u>
Net income	-	-	16,952,764	16,952,764
Changes in:				
Unrealized capital gains, net of tax	-	-	982,471	982,471
Nonadmitted assets	-	-	41,372,544	41,372,544
Changes in surplus in separate accounts	-	-	228,372	228,372
Asset valuation reserve	-	-	8,999,900	8,999,900
Dividend to stockholder	-	-	(6,000,000)	(6,000,000)
Balance – December 31, 2024	<u>\$ 2,500,000</u>	<u>\$ 47,391,608</u>	<u>\$ 149,984,537</u>	<u>\$ 199,876,145</u>

The accompanying notes are an integral part of these statutory-basis statements.

Universal Life Insurance Company

Statutory-Basis Statements of Cash Flow Years Ended December 31, 2024 and 2023

	2024	2023
Cash flows from operating activities:		
Premiums and annuities considerations collected – net of reinsurance	\$ 163,770,695	\$ 156,812,728
Investment income received	86,999,235	83,751,159
Miscellaneous income received	69,267,950	57,117,430
Death, disability, and other benefits paid	(157,063,410)	(238,019,990)
Net transfers from separate accounts	48,383,618	46,127,438
Federal and foreign income taxes paid	(282,539)	(160,916)
Commissions and other underwriting expenses paid	(121,308,588)	(114,221,917)
Net cash provided by (used in) operating activities	<u>89,766,961</u>	<u>(8,594,068)</u>
Cash flows from investing activities:		
Proceeds from sales and redemptions of investments	281,152,746	215,849,560
Cost of investments acquired	(281,422,565)	(82,342,541)
Net cash (used in) provided by investing activities	<u>(269,819)</u>	<u>133,507,019</u>
Cash flows from financing and miscellaneous sources:		
Borrowed funds	(14,614,226)	46,229,607
Net (payments) deposits on deposit-type contracts and other insurance liabilities	(105,117)	180,640
Dividend paid	(6,000,000)	(8,500,000)
Other cash used	(86,850,842)	(97,403,356)
Net cash used in financing and miscellaneous sources	<u>(107,570,185)</u>	<u>(59,493,109)</u>
Net change in cash and short-term investments	(18,073,043)	65,419,842
Cash and short-term investments, beginning of year	184,589,337	119,169,495
Cash and short-term investments, end of year	<u>\$ 166,516,294</u>	<u>\$ 184,589,337</u>

The accompanying notes are an integral part of these statutory-basis statements.

Universal Life Insurance Company

Notes of Statutory Basis Financial Statements

December 31, 2024 and 2023

(1) Organization and summary of significant accounting policies:

(a) Organization and operations -

Universal Life Insurance Company (Universal Life or the Company) was incorporated on April 16, 1993, under the name of Eastern America Life Insurance Company and changed its name to Universal Life in 1997. During 2012, Universal Group, Inc. (UGI) transferred 100% of the Company's outstanding common stock to Universal Insurance Company (the Parent Company or Universal Insurance), which is a wholly owned subsidiary of UGI. This transfer was approved by the Office of the Commissioner of Insurance of the Commonwealth of Puerto Rico (the Commissioner) on June 27, 2012.

Universal Life is engaged in the life, annuity, and accident and health insurance business, generating the majority of its business from annuities and life policies. Universal Life operates under the provisions of the Puerto Rico Insurance Code (the PR Insurance Code) and is subject to the regulations issued by the Commissioner.

(b) Basis of accounting -

The accompanying statutory-basis financial statements have been prepared in conformity with accounting practices prescribed or permitted by the Commissioner, which vary in certain respects from U.S. generally accepted accounting principles (GAAP). Prescribed statutory accounting practices include National Association of Insurance Commissioners' statutory accounting practices (NAIC SAP) that do not conflict with the PR Insurance Code and administrative rules. Permitted statutory accounting practices encompass all accounting practices not so prescribed.

Accounting practices and procedures prescribed or permitted by the Commissioner comprise a comprehensive basis of accounting other than GAAP. The main significant differences with GAAP are as follows:

- (i) Under NAIC SAP, investments in debt securities are generally carried at amortized cost or at the lower of amortized cost or fair value depending on the NAIC rating designation, whereas under GAAP, they are carried at either amortized cost or fair value based on their classification according to the Company's ability and intent to hold or trade the securities.
- (ii) Investments in redeemable preferred stock are generally carried at amortized cost or at the lower of amortized cost or fair value depending on the NAIC rating designation, whereas under GAAP, these preferred stocks are reported at fair value.
- (iii) Acquisition costs, such as commissions and other costs related to acquiring new business are expensed as incurred, while under GAAP, they are deferred and amortized to income as premiums are earned or in relation to estimated gross profits.
- (iv) Statutory policy reserves are based on mortality and interest assumptions prescribed or permitted by statutes, without consideration of withdrawals. Statutory policy reserves generally differ from policy reserves under GAAP, which are based on the Company's estimates of mortality, interest, and withdrawals. The effect, if any, on reserves due to a change in valuation basis is recorded directly to unassigned surplus rather than included in the determination of net gain from operations.
- (v) Asset valuation reserves (AVR) and interest maintenance reserves (IMR) are established in the statutory-basis financial statements only.

- (vi) Assets are reported under statutory accounting principles at “admitted-asset” value and “nonadmitted” assets are excluded through a charge against surplus, while under GAAP, “nonadmitted assets” are reinstated to the balance sheet, at their net realizable value.
- (vii) Under NAIC SAP, reinsurance recoverable on unpaid losses is reported as a reduction of policy benefits and other insurance reserves, while under GAAP, they are reported as an asset.
- (viii) The statement of cash flows is presented in accordance with guidelines established by the NAIC and the Commissioner, whereas GAAP emphasizes the changes in cash and cash equivalents and requires that cash flow activity be reported under the captions of operating, investing, and financing activities.
- (ix) Under NAIC SAP, deferred taxes are provided for differences between the statutory and tax bases of assets and liabilities with certain limitations as to the amount of deferred tax assets that may be reported as “admitted assets”, and changes in deferred taxes are recognized as a separate component in surplus, whereas under GAAP, a provision is made for differences between the financial reporting and tax bases of assets and liabilities, and changes in deferred taxes are generally recognized through current operations.
- (x) Comprehensive income and its components are not presented in the statutory-basis financial statements.
- (xi) Under NAIC SAP loans made by a reporting entity to its parent or principal owner shall be admitted if approval for the transaction has been obtained from the domiciliary commissioner and the loan or advance is determined to be collectible based on the parent or principal owner’s independent payment ability. However, as prescribed by the PR Insurance Code, it allows insurance companies to recognize such transactions without the requirement of approval as long as they fall below a threshold consisting of 3% of the insurer’s admitted assets as of the 31st day of December next preceding, according to Chapter 44, Section 4406 a), (2), (A), (ii).

The Commissioner of Insurance requires that insurance companies domiciled in Puerto Rico prepare their statutory-basis financial statements in accordance with SAP subject to any deviations prescribed or permitted by the Commissioner.

There is no difference between the Company’s net income as reported in the accompanying statutory-basis financial statements and NAIC SAP.

The years “2024”, “2023” and “2022” refer to the years ended December 31, 2024, 2023 and 2022, respectively.

In 2024, 2023 and 2022, the Company was in compliance with the Risk Based Capital (RBC) requirements and would have been in such compliance if it had not used the above prescribed practice.

(c) Use of estimates -

The preparation of statutory-basis financial statements in conformity with accounting principles prescribed or permitted by the Commissioner requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the statutory-basis financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

(d) Investments -

Bonds other than loan-backed securities and structured securities are stated at amortized cost and any premium or discount is amortized to income using the effective interest method. Bonds in or near default (NAIC designation 6) are stated at the lower of amortized cost or fair value.

Loan-backed securities and structured securities, excluding residual tranches or interests, are stated at amortized cost and any premium or discount is amortized to income using the effective interest method, including anticipated prepayments at the date of purchase. Loan-backed securities and structured securities in or near default (NAIC designation 6) are stated at the lower of amortized cost or fair value. Changes in prepayment speeds and estimated cash flows from the original purchase assumptions are evaluated quarterly. For high-credit quality loan-backed securities and structured securities (those rated AA or above at the date of acquisition), projected future cash flows are updated quarterly, and the amortized cost and effective yield of the security are adjusted to reflect historical prepayment experience and changes in estimated future prepayments. The adjustments to amortized cost are recorded as a charge or credit to investment income in accordance with the retrospective method. The prospective-yield method is used for securities that are not of high-credit quality and for securities that have potential for loss of a portion of the original investments.

Unaffiliated common stocks are carried at fair value. The change in the fair value is recorded as a change in net unrealized capital gains (losses), a component of unassigned funds-surplus. Redeemable preferred stocks are carried at cost, except for those rated NAIC designation 4 or lower which are carried at fair value. Perpetual preferred stock is stated at fair value.

Short-term investments include all investments whose maturities, at the time of acquisition, are one year or less and are stated at amortized cost, which approximates fair value.

Investment income consists primarily of interest and dividends. Interest is recognized on the accrual basis and dividends are recorded as earned at the ex-dividend date. Accrual of income is suspended for bonds that are in default or when the receipt of interest payments is in doubt. Realized capital gains and losses are determined on the specific identification basis and are recorded in earnings.

Declines in the fair value of invested assets below cost are evaluated for other-than-temporary impairment (OTTI) losses on a quarterly basis. Impairment losses for declines in fair value of debt and equity securities below cost attributable to issuer-specific events are based upon all relevant facts and circumstances for each investment and are recognized when appropriate in accordance with NAIC SAP and related guidance. For debt securities other than loan-backed securities and structured securities with unrealized losses due to market conditions or industry-related events where the Company has the positive intent and ability to hold the investment for a period of time sufficient to allow a market recovery or to maturity, declines in fair value below amortized cost are assumed to be temporary.

When a bond (other than loan-backed securities and structured securities), preferred stock, or common stock is deemed to be other-than-temporarily impaired, the difference between the investments' amortized cost and its fair value is recognized as a net realized capital loss and reported in net income.

The new cost basis of an impaired security is not adjusted for subsequent increases in fair value. In periods subsequent to the recognition of an OTTI, the impaired bond is accounted for as if it had been purchased on the measurement date of the impairment. Accordingly, the discount (or reduced premium) based on the new cost basis may be accreted into investment income in future periods based on the prospective changes in cash flow estimates to reflect adjustments to the effective yield.

An other-than-temporary loss on loan-backed and structured securities is recognized in net income when it is anticipated that the amortized cost will not be recovered. The entire difference between the loan-backed or structured security's amortized cost and its fair value is recognized in net income only when the Company (a) has the intent to sell the security or (b) it does not have the intent and ability to hold the security to recovery. If neither of these two conditions exists, a realized loss would be recognized in net income for the difference between the amortized cost basis of the security and the net present value of projected future cash flows expected to be collected. The net present value is calculated by discounting the Company's best estimate of projected future cash flows at the effective interest rate implicit in the loan-backed or structured security prior to impairment.

The determination of cash flow estimates in the net present value is subjective and methodologies will vary, depending on the type of security. The Company considers all information relevant to the collectability of the security, including past events, current conditions, and reasonably supportable assumptions and forecasts in developing the estimate of cash flows expected to be collected. This information generally includes, but may not be limited to, the remaining payment terms of the security, estimated prepayment speeds, defaults, and recoveries upon liquidation of the underlying collateral securing the notes, the financial condition of the issuer, credit enhancements, and other third-party guarantees. In addition, other information, such as industry analyst reports and forecasts, sector credit ratings, the financial condition of the bond insurer for insured fixed-income securities, and other market data relevant to the collectability may also be considered, as well as the expected timing of the receipt of insured payments, if any. The estimated fair value of the collateral may be used to estimate recovery value if the Company determines that the security is dependent on the liquidation of the collateral for recovery.

For the non-agency mortgage-backed securities (Non-Agency MBS) portfolio, the Company updates cash flow projections quarterly. The projections are done for each security based upon the evolution of prepayment, delinquency, and default rates for the pool of mortgages collateralizing each security, and the projected impact on the course of future prepayments, defaults, and loss in the pool of mortgages, but do not include market prices. As a result, forecasts may change from period to period and additional impairments may be recognized over time as a result of deterioration in the fundamentals of a particular security or group of securities and/or a continuation of heightened mortgage defaults for a period longer than the assumptions used for the forecasts. Both qualitative and quantitative factors are used in creating the Company's Non-Agency MBS cash flow models. As such, any estimate of impairments is subject to the inherent limitation on the Company's ability to predict the aggregate course of future events. It should, therefore, be expected that actual losses may vary from any estimated losses and the Company may recognize additional other-than-temporary losses.

(e) Separate accounts -

The Company has established nonguaranteed separate accounts with varying investment objectives, which are segregated from the Company's general account and are maintained for the benefit of separate account contract holders. Separate account assets are invested in underlying mutual funds and are stated at fair value. The liability for nonguaranteed separate accounts represents contract holders' interest in the separate account assets, including accumulated net investment income and realized and unrealized gain and losses on those assets.

Purchase payments or transfers allocated to subaccounts are accounted for in accumulation unit values (AUV). AUV are determined by calculating the net investment factor for the underlying mutual funds in the applicable subaccount for the current valuation period and multiplying that result with the AUV determined on the previous valuation period. Universal Life uses the net investment factor as a way to calculate the investment performance of subaccounts from valuation period to valuation period. Gains and losses realized and unrealized are recorded as net investment income in the separate accounts' financial statements.

Net transfers to separate accounts consist of funds received from policyholders, less surrenders and/or withdrawals, and the change in the expense allowance. The reserve adjustments on reinsurance ceded consists of the reinsurance effect of the funds received from policyholders, less surrenders, and/or withdrawals.

(f) Premiums and annuities considerations and related commissions -

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

(g) Aggregate reserves for life, annuities, and accident and health policies and contracts -

The credit life aggregate reserve is computed using the following valuation tables and interests:

Effective Year	Valuation Table and Interest
2012-2013	120% 2001 CSO 3.75% ALB
2014	120% 2001 CSO 4.00% ALB
2015-2016	120% 2001 CSO 3.75% ALB
2017-2018	120% 2001 CSO 3.50% ALB
2019	120% 2001 CSO 3.75% ALB
2020	120% 2001 CSO 3.25% ALB
2021	120% 2001 CSO 3.00% ALB
2022	120% 2001 CSO 3.25% ALB
2023	120% 2001 CSO 4.25% ALB
2024	120% 2001 CSO 4.50% ALB

The reserve for credit disability is calculated using the mean of the “pro rata” and the Rule of 78. Policy reserves for group life and accident and health insurance include claim reserves and unearned premiums.

For ordinary life products the aggregate reserves are computed using the following valuation tables and interests:

Valuation Table and Interest
2006-2012 100% 2001 CSO(4.00% - 4.50%) ANB CRVM
2013-2020 100% 2001 CSO(3.50% - 3.75%) ANB CRVM
2021-2024 100% 2001 CSO(3.00% - 3.25%) ANB CRVM

Annuity reserves are based on statutory mortality, morbidity and interest requirements, without consideration of future withdrawals. Virtually all annuity reserves are calculated on the modified-reserve basis, which partially offsets the effect of immediately charging policy acquisition costs for commission expense. Annuity reserves are computed using assumed interest and valuation methods that will provide, in aggregate, reserves that are greater than the minimum valuation required by law and the guaranteed policy cash values.

Reserves for fixed and equity deferred annuities are based on the A2000 mortality table gender distinct and Commissioners' Annuity Reserve Valuation Method ("CARVM") with assumed interest rates ranging from 4.25% to 4.50%.

Reserves for group annuities are based on discounting the monthly benefits at prescribed interest rates ranging from 3.00% to 5.25% and applying the 1994 group annuity reserving mortality table which includes projection scale AA.

(h) Reinsurance -

Universal Life seeks to reduce the loss that may arise from catastrophic or other events that cause unfavorable underwriting results by reinsuring certain levels of risk in various areas of exposure with reinsurers. Amounts recoverable from reinsurance are estimated in a manner consistent with the claim liability associated with the reinsured policy. The Company is not relieved of its primary obligation to the policyholder in a reinsurance transaction.

(i) Unpaid policy and contract claims -

The liabilities for unpaid policy and contract claims are based on case-basis estimates for reported claims, and on estimates, based on experience, for incurred but not reported claims and claim expenses. Such liabilities are necessarily based on estimates and, while management believes that the amount is adequate, the ultimate liability may be in excess of or less than the amounts provided. Such estimates are periodically reevaluated and any adjustments, as subsequently determined, are reflected in the current period's operations.

(j) Asset valuation reserve (AVR) and Interest maintenance reserve (IMR) -

Universal Life established certain reserves as promulgated by the NAIC. The AVR is determined by formula and is based on Universal Life's holding of mortgages, investments in real estate, bonds, stocks, and other invested assets. This valuation reserve requires appropriation of surplus to provide for possible losses on these investments. Realized and unrealized capital gains and losses, other than those resulting from interest rate changes, are added, or charged to the AVR. The IMR is used to defer realized capital gains and losses, net of tax, on sales and calls of bonds and certain investments, which result from interest rate changes. These gains and losses are then amortized into investment income over what would have been the remaining years to maturity of the original investment.

(k) Electronic data processing equipment and software -

Electronic data processing equipment is carried at cost, less accumulated depreciation using the straight-line method over the estimated useful lives of the assets, which have been established at three years. Depreciation and amortization expense related to electronic data processing equipment and software amounted to \$1,222,173, \$1,141,572 and \$815,427 for the years ended December 31, 2024, 2023 and 2022, respectively, and are included within other underwriting expense in the accompanying statutory-basis statements of operations.

(l) Guaranty fund assessments -

Pursuant to the PR Insurance Code, Universal Life is a member of the Puerto Rico Insurance Guaranty Association for Life, Disability, and Health Insurance. As a member, Universal Life is required to provide funds for the settlement of claims and reimbursement of unearned premiums of insurance policies issued by insolvent insurance companies. Universal Life accrues guaranty fund assessments when it is probable that an assessment liability has been incurred and the amount of loss can be reasonably estimated. During 2024, 2023 and 2022 no assessments or accrual for possible future assessments were made.

(m) Fair values of financial instruments -

The following methods and assumptions were used by Universal Life in estimating the fair values of financial instruments:

Debt and Equity Securities – The fair values for debt and equity securities are obtained using the NAIC Purposes and Procedures Securities Valuation Office Manual, and the designation assigned in the NAIC Valuation of Securities product prepared by the NAIC Securities Valuation Office (SVO). For debt and equity securities not actively traded and/or not valued by the NAIC SVO, fair values are based upon quoted prices, if available. If quoted prices are not available, fair values are measured using independent pricing models or other model-based valuation techniques, such as discounted cash flow methodologies; adjusted for the security's credit rating; prepayment assumptions; and other factors, such as credit loss assumptions.

Restricted Investment and Cash and Short-Term Investments – The carrying amounts for these instruments approximate their fair values given their short-term maturity.

Securities Sold under Agreements to Repurchase – The carrying amounts of these instruments approximate their fair values due to their short-term nature and type of collateral structure provided as part of the agreement.

(2) Investment securities:

The amortized cost, gross unrealized gains, gross unrealized losses, and fair value of investment securities as of December 31, 2024 and 2023 are as follows:

	Amortized Cost	Gross Unrealized Gains	Gross Unrealized Losses	Fair Value
December 31, 2024				
Debt securities – bonds and notes:				
U.S. government and its agencies and authorities	\$ 64,348,839	\$ 64,628	\$ 2,361,158	\$ 62,052,309
States, municipalities, and political subdivisions	359,576,740	451,495	39,809,689	320,218,546
Industrial and miscellaneous	363,750,960	1,284,904	36,861,222	328,174,642
Mortgage-backed and asset-backed securities	620,171,413	1,780,193	68,844,426	553,107,180
Total debt securities	1,407,847,952	3,581,220	147,876,495	1,263,552,677
Equity securities:				
Mutual funds	6,910,837	174	627,206	6,283,805
Common stocks	6,699,582	5,761,185	31,351	12,429,416
Preferred stocks	198,755,689	1,222,112	15,793,784	184,184,017
Total equity securities	212,366,108	6,983,471	16,452,341	202,897,238
Total	<u>\$ 1,620,214,060</u>	<u>\$ 10,564,691</u>	<u>\$ 164,328,836</u>	<u>\$ 1,466,449,915</u>
December 31, 2023				
Debt securities – bonds and notes:				
U.S. government and its agencies and authorities	\$ 66,832,050	\$ 106,359	\$ 2,972,981	\$ 63,965,428
States, municipalities, and political subdivisions	356,868,639	741,349	37,114,276	320,495,712
Industrial and miscellaneous	366,987,595	599,714	38,943,988	328,643,321
Mortgage-backed and asset-backed securities	574,812,431	439,040	92,707,948	482,543,523
Total debt securities	1,365,500,715	1,886,462	171,739,193	1,195,647,984
Equity securities:				
Mutual funds	6,561,305	264	776,206	5,785,363
Common stocks	5,292,494	3,688,159	-	8,980,653
Preferred stocks	289,535,046	759,770	25,388,257	264,906,559
Total equity securities	301,388,845	4,448,193	26,164,463	279,672,575
Total	<u>\$ 1,666,889,560</u>	<u>\$ 6,334,655</u>	<u>\$ 197,903,656</u>	<u>\$ 1,475,320,559</u>

The Company's investments' fair value and gross unrealized losses aggregated by investment category and length of time that individual securities have been in a continuous unrealized loss position, as of December 31, 2024 and 2023 are as follows:

Description of Securities	2024					
	Less than 12 Months		12 Months or Greater		Total	
	Fair Value	Gross Unrealized Losses	Fair Value	Gross Unrealized Losses	Fair Value	Gross Unrealized Losses
Debt securities - bonds and notes:						
U.S. government and its agencies and authorities	\$ 14,523,866	\$ 334,688	\$ 42,600,656	\$ 2,026,470	\$ 57,124,522	\$ 2,361,158
States, municipalities, and political subdivisions	63,735,287	1,670,428	232,606,064	38,139,261	296,341,351	39,809,689
Industrial and miscellaneous	68,798,824	2,274,524	190,182,809	34,586,698	258,981,633	36,861,222
Mortgage-backed and asset-backed securities	119,310,338	2,233,005	295,205,637	66,611,421	414,515,975	68,844,426
Total debt securities	266,368,315	6,512,645	760,595,166	141,363,850	1,026,963,481	147,876,495
Equity securities – mutual funds	2,693,115	80,163	3,246,702	547,043	5,939,817	627,206
Equity securities – common stocks	318,233	31,351	-	-	318,233	31,351
Equity securities – preferred stocks	26,931,815	931,755	122,022,269	14,862,029	148,954,084	15,793,784
Total	<u>\$ 296,311,478</u>	<u>\$ 7,555,914</u>	<u>\$ 885,864,137</u>	<u>\$ 156,772,922</u>	<u>\$ 1,182,175,615</u>	<u>\$ 164,328,836</u>
Description of Securities	2023					
	Less than 12 Months		12 Months or Greater		Total	
	Fair Value	Gross Unrealized Losses	Fair Value	Gross Unrealized Losses	Fair Value	Gross Unrealized Losses
Debt securities - bonds and notes:						
U.S. government and its agencies and authorities	\$ 6,488,170	\$ 16,670	\$ 55,524,746	\$ 2,956,311	\$ 62,012,916	\$ 2,972,981
States, municipalities, and political subdivisions	10,544,118	217,814	279,951,786	36,896,462	290,495,904	37,114,276
Industrial and miscellaneous	55,572,495	3,048,878	251,206,230	35,895,110	306,778,725	38,943,988
Mortgage-backed and asset-backed securities	34,940,880	843,541	413,715,480	91,864,407	448,656,360	92,707,948
Total debt securities	107,545,663	4,126,903	1,000,398,242	167,612,290	1,107,943,905	171,739,193
Equity securities – mutual funds	-	-	5,776,056	776,206	5,776,056	776,206
Equity securities – preferred stocks	27,325,225	3,473,230	207,693,800	21,915,027	235,019,025	25,388,257
Total	<u>\$ 134,870,888</u>	<u>\$ 7,600,133</u>	<u>\$ 1,213,868,098</u>	<u>\$ 190,303,523</u>	<u>\$ 1,348,738,986</u>	<u>\$ 197,903,656</u>

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The number of individual securities that have been in a continuous loss position, by investment category and by length of time, as of December 31, 2024 and 2023, are as follows:

Description of Securities	2024			2023		
	Less than 12 Months	12 Months or Greater	Total	Less than 12 Months	12 Months or Greater	Total
Debt securities – bonds and notes:						
U.S. government and its agencies and authorities	21	79	100	15	105	120
States, municipalities, and political subdivisions	65	279	344	12	335	347
Industrial and miscellaneous	67	238	305	7	298	305
Mortgage-backed and asset-backed securities	56	214	270	17	286	303
Total debt securities	209	810	1,019	51	1,024	1,075
Equity securities – mutual funds	24	23	47	0	35	35
Equity securities – common stocks	1	0	1	0	0	0
Equity securities – preferred stocks	9	95	104	11	123	134
Total	243	928	1,171	62	1,182	1,244

In accordance with the Company's impairment policy, the Company performed quantitative and qualitative analysis to determine if the decline was temporary. For those securities where the decline was considered temporary, the Company did not recognize an impairment since it has the ability and intent to hold these investments until recovery.

The Company recorded OTTI losses on equity securities amounting to \$39,750, \$39,300 and \$115,156 during 2024, 2023 and 2022, respectively.

The Company recorded OTTI losses on debt securities amounting to \$34,753 and \$535,390 during 2024 and 2023 respectively. The Company has no OTTI losses recorded on debt securities during 2022.

The table below presents a rollforward of the cumulative credit loss component of the OTTI loss recognized in earnings on debt securities still held by the Company at December 31, 2024, 2023 and 2022:

	2024	2023	2022
Balance – beginning of year	\$ 535,390	\$ -	\$ -
Impairment – OTTI recognized on securities not previously impaired	-	535,390	-
Additional impairment – OTTI recognized on securities previously impaired	34,753	-	-
Reduction – due to sales (or maturities, pay downs, or prepayments) during the period of securities previously OTTI	-	-	-
Balance – end of year	\$ 570,143	\$ 535,390	\$ -

The amortized cost and fair value of investment securities with fixed maturities at December 31, 2024, by contractual maturity are shown below. Expected maturities will differ from contractual maturities because borrowers may have the right to call or prepay obligations with or without call or prepayment penalties.

Investments Maturing Within	Amortized Cost	Fair Value
One year	\$ 51,029,089	\$ 50,826,170
After one to five years	200,173,919	193,554,087
After five to ten years	149,874,011	141,161,631
Ten years and over	379,546,941	318,562,017
No maturity	7,052,579	6,341,592
Asset and mortgage-backed securities	620,171,413	553,107,180
Total	\$1,407,847,952	\$1,263,552,677

Net investment income for the years ended December 31, 2024, 2023 and 2022 is summarized as follows:

	2024	2023	2022
Debt securities	\$ 73,376,102	\$ 68,290,533	\$ 58,462,994
Equity securities	13,202,904	14,140,797	13,351,104
Other invested assets	1,080,632	171,550	929,905
Interest-bearing deposits	1,656	26,143	2,670
IMR amortization	(245,590)	(45,924)	38,151
Investment income recognized as a result of prepayment penalties	131,738	-	-
Other	3,198,751	2,806,784	202,793
Total	<u>\$ 90,746,193</u>	<u>\$ 85,389,883</u>	<u>\$ 72,987,617</u>

Proceeds from the sale of investments and realized capital gains and losses - net of capital gains tax and transfers to IMR for the years ended December 31, 2024, 2023 and 2022 were as follows:

	2024	2023	2022
Proceeds from sales	<u>\$ 287,193,505</u>	<u>\$ 139,275,742</u>	<u>\$ 65,788,583</u>
Gross realized capital gains	\$ 484,942	\$ 30,580,545	\$ 1,073,555
Gross realized capital losses	(5,986,721)	(5,932,471)	(2,200,076)
OTTI	(74,503)	(574,690)	(115,156)
AVR gains (losses) ceded to reinsurer	5,305,642	(24,540,582)	-
Transfer to IMR	290,324	426,799	1,253,319
Net realized capital gains (losses)	<u>19,684</u>	<u>(40,399)</u>	<u>11,642</u>
Less capital gains tax:			
Provision for capital losses income taxes	(1,089,871)	(1,106,721)	(225,304)
Capital gains tax transferred to IMR	1,118,046	1,144,664	250,664
Capital gains tax – net	<u>28,175</u>	<u>37,943</u>	<u>25,360</u>
Net realized capital losses – net of capital gains tax	<u>\$ (8,491)</u>	<u>\$ (78,342)</u>	<u>\$ (13,718)</u>

As of December 31, 2024 and 2023, the Company had deposited investments with the Commissioner of Insurance of Puerto Rico (OCS, in its Spanish acronym) as follows:

Description of Securities	2024	2023
Debt securities:		
Short-term investments – certificates of deposit	<u>\$ 1,594,460</u>	<u>\$ 1,594,460</u>

These securities continue to be owned by the Company, but their use is restricted based on the provisions of the PR Insurance Code.

(3) Other invested assets:

During 2013, the Company acquired from the Parent Company a note receivable from a third party for its book value of \$4,971,600. This note receivable represents an interest-earning advance made to an unrelated borrower at terms negotiated between the parties. This note receivable matures in 2033, bears interest at a rate of 5.30%, and is collateralized by real estate and lease agreements. This note receivable is presented in the accompanying statutory-basis statement of admitted assets, liabilities, capital and surplus and other funds ("Balance Sheet"), at its carrying value of \$5,038,206 as part of other invested assets. Interest income on this note receivable is recorded using the effective interest method.

The credit quality for this note receivable is evaluated on an individual loan basis. As there is only one note receivable, management has the ability to oversee the credit quality of this loan on a monthly basis. This note receivable is classified as impaired whenever there is a delay on payment of more than 90 days. The Company periodically assesses the financial condition and future prospects of the borrower, as well as the borrowers' payment history to determine whether risk of credit losses exist. As of December 31, 2024 and 2023, there is no allowance for credit losses as the amount of estimated probable losses was not significant.

During 2018, the Company acquired private placement-limited partnership from a third party for its book value of \$10,000,000. The limited partnership is presented in the accompanying Balance Sheet as part of other invested assets. The limited partnership interest has a carrying value of \$11,551,727 as of December 31, 2024 and 2023, respectively.

During 2019, the Company acquired, as part of the reinsurer under the provisions of funds withheld accounts, as disclosed in Note (7) – Reinsurance, a surplus note from a third party for its book value of \$13,872,876. The surplus note is presented in the accompanying Balance Sheet as part of other invested assets at its carrying value of \$13,786,514 and \$13,803,854 as of December 31, 2024 and 2023, respectively.

During 2021, the Company acquired a surplus note from a third party for its book value of \$1,173,750. The surplus note is presented in the accompanying Balance Sheet as part of other invested assets at its carrying value of \$1,154,997 and \$1,160,194 as of December 31, 2024 and 2023, respectively.

During 2021, the Company acquired a surplus note from a third party for its book value of \$1,073,750. The surplus note is presented in the accompanying Balance Sheet as part of other invested assets at its carrying value of \$1,067,991 and \$1,069,590 as of December 31, 2024 and 2023, respectively.

During 2022, the Company acquired a surplus note from a third party for its book value of \$569,400. The surplus note is presented in the accompanying Balance Sheet as part of other invested assets at its carrying value of \$563,435 and \$565,583 as of December 31, 2024 and 2023, respectively.

During 2024, the Company acquired a surplus note from a third party for its book value of \$1,155,961. The surplus note is presented in the accompanying Balance Sheet as part of other invested assets at its carrying value of \$1,155,961 as of December 31, 2024.

During 2024, 2023 and 2022, the Company recorded no OTTI losses on other invested assets.

(4) Borrowed money and interest:

The Company uses margin accounts to enhance investment portfolio income through leverage strategies and to access short-term funding. As of December 31, 2024 and 2023, the margin account balance amounted to \$0 and \$33,253,108, respectively. This account was used to fund intercompany short-term notes. Funding cost of the margin account was 6.04%, 6.06% and 2.28% during 2024, 2023 and 2022, respectively, which was calculated on the daily balance.

On December 9, 2022, the Company entered into a \$30,000,000 revolving credit facility with an original maturity date of November 1, 2023. This credit facility was subsequently renewed to extend the maturity date up to December 1, 2024, and later extended until May 1, 2025. Under the revolving credit facility, interest is payable in arrears on a monthly basis, calculated based on the Secured Overnight Financing Rate (SOFR) in effect on the first day of each calendar month plus 2.5% on the basis of a year of 360 days and for the number of actual days elapsed. The Company had an outstanding balance under this revolving credit facility of \$22,930,000 and \$21,930,000 as of December 31, 2024 and 2023, respectively. The credit facility was collateralized by investment securities in the amount of \$45,765,472 and \$47,883,043 as of December 31, 2024 and 2023, respectively. The credit facility contains various affirmative and negative covenants, including financial and nonfinancial covenants. At December 31, 2024 and 2023, the Company was in compliance with financial covenants. Total interest incurred related to this revolving credit facility for the years ended December 31, 2024, 2023 and 2022 amounted to \$1,700,667, \$1,541,527 and \$0, respectively.

(5) Securities sold under agreements to repurchase:

Securities sold under agreements to repurchase (repurchase agreements) amounted to \$57,908,388 and \$40,273,488 as of December 31, 2024 and 2023, respectively. The borrowings bear interest at a range from 4.75% to 5.88% and 4.65% to 5.95% in 2024 and 2023, respectively. These borrowings generally mature within 30 days to 90 days from the transaction date. These amounts are included within borrowed money and interest in the accompanying statutory-basis statements of admitted assets, liabilities, capital and surplus and other funds.

Additional information related to repurchase agreements as of December 31, 2024 and 2023, were as follows:

	2024	2023
Maximum aggregate balance of repurchase agreements outstanding during the year	\$ 57,908,388	\$ 55,084,008
Repurchase agreement balance at year end	\$ 57,908,388	\$ 40,273,488
Securities underlying repurchase agreements:		
U.S. Government and its agencies and authorities carrying value of underlying collateral	\$ 62,182,879	\$ 43,887,102
Fair value of underlying collateral	\$ 60,607,121	\$ 42,657,694

Accrued interest as of December 31, 2024 and 2023 amounted to \$86,389 and \$82,407, respectively.

Universal Life may be required to provide additional collateral based on the fair value of the underlying securities.

(6) Related-party transactions:

The Company is a member of a group of affiliated companies. The Company has significant transactions with members of the affiliated group at terms arranged by management of the affiliated group, and accordingly, the statutory basis financial statements may not necessarily be indicative of the condition that would have existed or the results of operations if the Company had been operated as an unaffiliated company.

In the normal course of business, related entities provide management and other services to Universal Life. Universal Life also reimburses related entities for expenses incurred on its behalf. The following are the transactions with related parties:

On March 1, 2007, the Company entered into an agreement with Universal Financial Services, Inc. (UFS) to provide the following services:

- Investment advisory services: Fees for investment advisory services provided by UFS during the years ended December 31, 2024, 2023 and 2022 amounted to \$353,864, \$382,706 and \$436,906, respectively.
- Sale of variable annuity products: Commission expenses charged by UFS for the sale of variable annuity products during the years ended December 31, 2024, 2023 and 2022, amounted to \$15,996, \$28,734 and \$38,634, respectively.

Annually, the Company enters into an administrative services agreement with UFS. During 2024, 2023 and 2022, the Company charged fees to UFS for these services amounted to \$166,076, \$215,400 and \$210,000, respectively.

The Company issued short-term notes receivable to its ultimate parent company, Universal Group, Inc., and Universal Finance, Inc., bearing interest based on the Secured Overnight Financing Rate (SOFR) plus 2.5% on the basis of a year of 360 days and for the number of actual days elapsed, plus servicing fees of 0.125%. Interest rates as of December 31, 2024 and 2023 were 4.33% and 5.35%, respectively. These short-term notes receivable mature between April and December 2025 and are presented within receivable from parent, subsidiaries, and affiliates within the accompanying statutory-basis statement of admitted assets, liabilities, capital and surplus and other funds. Total interests earned during the year ended December 31, 2024, 2023, and 2022 amounted to \$951,599, \$1,133,939 and \$32,066, respectively.

These transactions did not exceed the threshold established in Chapter 44, Section 4406 a), (2), (A), (ii) of the PR Insurance Code.

The amounts due to and from related entities as of December 31, 2024 and 2023 were as follows:

	2024	2023
Due from:		
Universal Finance, Inc.	\$ 5,193,535	\$ 16,186
Universal Insurance Company	-	23,602,928
Universal Holdings of North America, Inc.	-	176,898
Point Guard Insurance Company, Inc.	726	726
Universal Group, Inc.	47,387,762	28,883,288
Total	<u>\$ 52,582,023</u>	<u>\$ 52,680,026</u>
Due to:		
Universal Finance, Inc.	\$ -	\$ 25,000
Universal Insurance Company	1,684,288	-
Eastern America Insurance Agency, Inc.	-	2,143
Universal Financial Services, Inc.	7,145	38,673
Universal Group, Inc.	290,143	-
Total	<u>\$ 1,981,576</u>	<u>\$ 65,816</u>

(7) Reinsurance:

Universal Life ceded risks to reinsurers under various agreements, which cover mostly annuities, life, accident, and health insurance risks. The Company does not carry reinsurance for its credit life business. These reinsurance arrangements provide greater diversification of business and minimize the Company's exposure arising from large or volume-related risks, although they do not discharge the primary liability of Universal Life as direct insurer of the ceded risks. Universal Life evaluates the financial strength of reinsurers and continually monitors the financial condition of reinsurers. At December 31, 2024 and 2023, reinsurance recoverable on paid losses associated with the largest single reinsurer amounted to approximately \$163,000 and \$661,650, respectively.

Effective January 1, 2006, the Company entered into an agreement to reinsure individual term-life coverage. The form of reinsurance is on an excess of loss basis with retention of the first \$50,000 and ceded up to \$500,000.

Effective March 1, 2007, the Company entered into an agreement to reinsure 60% of the variable deferred annuities. The form of reinsurance is on a modified coinsurance basis.

Effective March 1, 2008, the Company entered into an agreement to reinsure group life and group accidental death and dismemberment coverage. The form of reinsurance is on an excess of loss basis with retention of the first \$25,000 and ceded up to \$500,000 on an automatic basis. Effective May 1, 2020, the Company amended the reinsurance agreement to increase retention amount to \$50,000 and ceded up to \$950,000 on an automatic basis.

Effective April 13, 2009, the Company entered into an agreement to reinsure individual simplified issue term-life coverage. The form of reinsurance is on an excess of loss basis with retention of the first \$50,000 and ceded up to \$250,000 on an automatic basis and a minimum ceded amount of \$5,000.

Effective August 1, 2013, the Company entered into a catastrophe coverage reinsurance agreement. The form of reinsurance is on an excess of loss basis with retention of the first \$200,000 per loss occurrence and ceded up to a maximum of \$100,000 per covered life and \$2,500,000 per catastrophe.

Effective January 1, 2015, the Company entered into an agreement to reinsure new business of individual term-life coverage. The form of reinsurance is on a coinsurance basis with retention of the first \$50,000 and ceded up to \$500,000. Effective January 1, 2016, the Company amended the reinsurance agreement to increase retention amount to \$100,000.

Effective January 1, 2015, the Company entered into an agreement to reinsure new business of individual simplified issue term-life coverage. The form of reinsurance is on a coinsurance basis with retention of the first \$50,000 and ceded up to \$250,000 on an automatic basis and a minimum exceeded amount of \$5,000. Effective January 1, 2016, the Company amended the reinsurance agreement to increase retention amount to \$100,000.

Effective April 1, 2017, the Company entered into a coinsurance agreement to reinsure fixed income deferred annuities. The form of reinsurance is quota share basis with retention of 25% of all policies in-force and new business since the effective date of the reinsurance contract. As part of this agreement, the Company transferred approximately \$491 million of assets related to the preexisting in-force block of business to a Reserve Credit Trust and an additional \$37 million of funds related to new business. The cash surrender value of the in-force block reinsured at April 1, 2017 amounted to \$491,982,971. The coinsurance agreement contained a one-time fee payable by the reinsurer to the Company which was initially recorded as direct write-in to surplus and amortized to operations as earnings emerged from the business reinsured. At December 31, 2021 the one-time fee was fully amortized.

The reinsurance company that is party to this coinsurance agreement is an unauthorized reinsurer as defined in Rule 98 of the Insurance Code of Puerto Rico, whereby the reinsurer will be required to maintain, as collateral, qualified investments in compliance with the investments guidance as set forth in the reinsurance contract. In accordance to these requirements, the parties entered into a Reinsurance Trust and Custodian Agreements for the benefit of the Company. At December 31, 2024 and 2023, the assets held in the trusts and/or the amounts contractually owed to the reinsurer exceeded statutory reserve requirements, which allowed the Company to receive reinsurance credit. The reinsurance contract provides for a five (5%) requirement of assets in excess statutory reserves to protect the Company from unforeseen declines in value of the assets held in the trusts.

Effective May 31, 2019, the Company stopped ceding new business under this reinsurance agreement. Total reserves ceded by the Company under this reinsurance agreement as of December 31, 2024 and 2023 amounted to \$311,143,692 and \$358,952,048, respectively. Refer to Note (21) for further details.

Effective October 1, 2018, the Company entered into an agreement to reinsure 75% of the principal and 100% of the interest payment portion of the equity-indexed deferred annuities. The form of reinsurance is a coinsurance agreement with a funds withheld structure. As part of this agreement, the Company transferred approximately \$453 million of assets related to the preexisting in-force block of business to a Reserve Credit Trust. The cash surrender value of the in-force block reinsured at October 1, 2018 amounted to \$453,323,304. The coinsurance agreement contained a one-time fee payable by the reinsurer to the Company which was initially recorded as direct write-in to surplus and amortized to operations as earnings emerged from the business reinsured. At December 31, 2019, the one-time fee was fully amortized.

The reinsurance company that is party to this coinsurance agreement is an unauthorized reinsurer in compliance with Rule 98 of the Insurance Code of Puerto Rico, whereby the reinsurer will be required to maintain, as collateral, qualified investments in compliance with the investments guidance as set forth in the reinsurance contract. In accordance to these requirements, the parties entered into a Reinsurance Trust and Custodian Agreements for the benefit of the Company. At December 31, 2024 and 2023 the assets held in the trusts and/or the amounts contractually owed to the reinsurer exceeded statutory reserve requirements, which allowed the Company to receive reinsurance credit. The reinsurance contract provides for a five (5%) requirement of assets in excess statutory reserves to protect the Company from unforeseen declines in value of the assets held in the trusts.

Effective January 1, 2018, the Company entered into a reinsurance agreement to assume business of group life coverage. The form of reinsurance is on a coinsurance basis with 50% quota share to a maximum of \$30,000 retention by the cedant company.

Effective September 1, 2019, the Company entered into an agreement to reinsure long-term disability and short-term disability coverage. The form of reinsurance is on a quota-share basis with retention of 25% of the contractual liability and 75% ceded, as amended, a new quota share is effective with retention of 40% of the contractual liability and 60% ceded for all short-term disability coverage.

Effective January 1, 2020, the Company entered into a coinsurance agreement to reinsure fixed income deferred annuities. The form of reinsurance is quota share basis with retention of 25% of all new business since the effective date of the reinsurance contract.

Effective January 1, 2022, the Company entered into an agreement to reinsure 75% of the principal and 100% of the interest payment portion of the equity-indexed deferred annuities. The form of reinsurance is a coinsurance agreement.

The reinsurance company that is party to this coinsurance agreement is an unauthorized reinsurer as defined in Rule 98 of the Insurance Code of Puerto Rico, whereby the reinsurer will be required to maintain, as collateral, qualified investments in compliance with the investments guidance as set forth in the reinsurance contract. In accordance to these requirements, the parties entered into a Reinsurance Trust and Custodian Agreements for the benefit of the Company. At December 31, 2024 and 2023, the assets held in the trusts and/or the amounts contractually owed to the reinsurer exceeded statutory reserve requirements, which allowed the Company to receive reinsurance credit. The reinsurance contract provides for a two (2%) requirement of assets in excess statutory reserves to protect the Company from unforeseen declines in value of the assets held in the trusts.

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Effective January 1, 2023, the Company entered into an agreement to reinsure 70% of the variable generation growth investment annuities. The form of reinsurance is a modified coinsurance agreement.

Amounts recoverable from reinsurers are estimated based upon assumptions consistent with those used in establishing the liabilities related to the underlying reinsured contracts. Management believes the recoverable are appropriately established.

The Company's reinsurance ceded amounts reduced certain items in the accompanying statutory-basis financial statements by the following amounts:

	2024	2023	2022
Statutory-basis statements of admitted assets, liabilities, and capital and surplus:			
Reinsurance recoverable on paid losses and other	\$ 10,252,214	\$ 151,917,856	\$ 47,920,680
Aggregate reserves ceded	\$ 2,567,778,155	\$ 2,178,301,172	\$ 1,950,166,922
Unpaid policy and contract claims ceded	\$ 3,246,232	\$ 3,325,213	\$ 3,624,182
Reinsurance payable	\$ 27,061,573	\$ 29,610,284	\$ 16,985,210
Funds withheld from reinsurer	\$ 921,891,665	\$ 1,004,250,005	\$ 1,049,543,050
Statutory-basis statements of income:			
Premiums ceded	\$ 450,313,478	\$ 351,804,293	\$ 325,329,421
Death, disability, and other benefits ceded	\$ 2,130,159	\$ 3,858,119	\$ 4,365,164
Commissions and expense allowances on reinsurance ceded	\$ 58,450,653	\$ 48,284,009	\$ 44,688,760
Change in expense allowance ceded	\$ (434,996)	\$ (776,394)	\$ (1,439,759)
Reserve adjustment on reinsurance ceded	\$ 27,841,959	\$ (27,435,310)	\$ (16,381,072)
Aggregate write ins for deductions	\$ 56,153,974	\$ 56,503,092	\$ 48,127,402

(8) Policy liabilities:

Aggregate reserves for life, annuities, and accident and health policies and contracts and related insurance in force as of December 31, 2024 and 2023 are summarized as follows:

	Aggregate Reserves		Life Insurance In-force	
	2024	2023	2024	2023
Life insurance	\$ 15,300,302	\$ 15,435,564	\$ 4,012,799,992	\$ 4,198,846,457
Annuities subject to discretionary withdrawal	821,545,864	698,370,140		
Annuities not subject to discretionary withdrawal	6,688,161	5,135,860		
Accident and health policies	1,358,471	1,409,072		
Total	\$ 844,892,798	\$ 720,350,636		

The Company's annuity reserves as of December 31, 2024 and 2023 are summarized as follows:

	2024		
	Gross	Ceded	Net
Type of annuity:			
Fixed annuities	\$ 1,213,656,851	\$ 903,328,620	\$ 310,328,231
Equity-indexed annuities	2,149,692,908	1,638,475,275	511,217,633
Immediate group annuities	26,752,645	20,064,484	6,688,161
Guarantees on variable annuities	198,343	198,343	-
Total aggregate reserve for annuities	3,390,300,747	2,562,066,722	828,234,025
Variable annuities actuarial reserve	352,428,654	208,348,340	144,080,314
Total	\$ 3,742,729,401	\$ 2,770,415,062	\$ 972,314,339

	2023		
	Gross	Ceded	Net
Type of annuity:			
Fixed annuities	\$ 953,487,059	\$ 709,167,437	\$ 244,319,622
Equity-indexed annuities	1,902,010,114	1,447,959,596	454,050,518
Immediate group annuities	20,543,442	15,407,582	5,135,860
Guarantees on variable annuities	134,434	134,434	-
Total aggregate reserve for annuities	2,876,175,049	2,172,669,049	703,506,000
Variable annuities actuarial reserve	374,178,427	220,299,147	153,879,280
Total	<u>\$3,250,353,476</u>	<u>\$2,392,968,196</u>	<u>\$ 857,385,280</u>

The Company's annuity reserves that are subject to discretionary withdrawal (with or without adjustment) as of December 31, 2024 and 2023 are summarized as follows:

	2024		
	General Account	Separate Account Nonguaranteed	Total
Subject to discretionary withdrawal:			
At book value less current surrender charge	\$ 2,251,079,832	\$ -	\$ 2,251,079,832
At fair value	198,343	352,428,654	352,626,997
Subtotal	2,251,278,175	352,428,654	2,603,706,829
At book value without adjustment	1,112,269,927	-	1,112,269,927
Not subject to discretionary withdrawal	26,752,645	-	26,752,645
Total gross	3,390,300,747	352,428,654	3,742,729,401
Less reinsurance ceded	(2,562,066,722)	(208,348,340)	(2,770,415,062)
Total net annuity reserves	<u>\$ 828,234,025</u>	<u>\$ 144,080,314</u>	<u>\$ 972,314,339</u>

Reconciliation to Exhibit 5 and Exhibit 7 of the Company's annual statement:

Annuities – total, net	\$ 827,349,757
Deposit-Type contracts – total, net	884,268
General account subtotal	<u>828,234,025</u>

Separate accounts annual statement:

Annuities - total net	352,428,654
Reserve ceded, net	(208,348,340)
Separate account subtotal	<u>144,080,314</u>
Total	<u>\$ 972,314,339</u>

	2023		
	General Account	Separate Account Nonguaranteed	Total
Subject to discretionary withdrawal:			
At book value less current surrender charge	\$ 1,977,518,521	\$ -	\$ 1,977,518,521
At fair value	134,434	374,178,427	374,312,861
Subtotal	1,977,652,955	374,178,427	2,351,831,382
At book value without adjustment	877,978,652	-	877,978,652
Not subject to discretionary withdrawal	20,543,442	-	20,543,442
Total gross	2,876,175,049	374,178,427	3,250,353,476
Less reinsurance ceded	(2,172,669,049)	(220,299,147)	(2,392,968,196)
Total net annuity reserves	<u>\$ 703,506,000</u>	<u>\$ 153,879,280</u>	<u>\$ 857,385,280</u>
Reconciliation to Exhibit 5 and Exhibit 7 of the Company's annual statement:			
Annuities – total, net			\$ 702,516,615
Deposit-Type contracts – total, net			989,385
General account subtotal			<u>703,506,000</u>
Separate accounts annual statement:			
Annuities - total net			374,178,427
Reserve ceded, net			(220,299,147)
Separate account subtotal			<u>153,879,280</u>
Total			<u>\$ 857,385,280</u>

Unpaid policy and contract claims as of December 31, 2024 and 2023 consisted of:

	2024	2023
Life policies	\$ 3,682,935	\$ 3,472,996
Accident and health policies	1,300,288	1,428,837
Total	<u>\$ 4,983,223</u>	<u>\$ 4,901,833</u>

The activity in the policy and contract claims reserve for the accident and health business as of December 31, 2024 and 2023 is as follows:

	2024	2023
Balance – at beginning of year – net of reinsurance recoverables of \$1,204,910 in 2024 and \$1,070,734 in 2023	\$ 1,428,837	\$ 1,163,846
Incurred related to:		
Current year	1,795,712	2,226,261
Prior years	(72,885)	171,460
Total incurred	<u>1,722,827</u>	<u>2,397,721</u>
Paid related to:		
Current year	961,010	1,151,314
Prior years	890,366	981,416
Total paid	<u>1,851,376</u>	<u>2,132,730</u>
Balance – at end of year – net of reinsurance recoverable of \$1,157,152 in 2024 and \$1,204,910 in 2023	<u>\$ 1,300,288</u>	<u>\$ 1,428,837</u>

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Because the liabilities for unpaid policy and contract claims include various actuarially developed estimates, the Company's actual benefits expenses may be more or less than the Company's previously developed estimates. As a result of change in estimates of insured events in prior years, the incurred benefits for prior year insured events during the years ended 2024, 2023 and 2022 were lower, with exception of 2023, due to a favorable development of claims that is attributed to the accident and health line of business. Management believes that the amount of unpaid policy and contract claims is reasonable and adequate to cover the Company's liability for unpaid policy and contract claims incurred, but not yet reported as of December 31, 2024 and 2023.

Deferred and uncollected life insurance premiums and annuity considerations as of December 31, 2024 were as follows:

Type	Gross	Net of Loading
Ordinary new business	\$ 696	\$ 696
Ordinary renewal	25,437	25,437
Credit life	253,947	253,947
Group life	807,996	807,996
Total	<u>\$ 1,088,076</u>	<u>\$ 1,088,076</u>

(9) Taxes:

As a qualified domestic life insurance company, the Company is only subject to Puerto Rico taxes on capital gains and alternative minimum tax. The main difference between income tax expense calculated at the statutory tax rate of 18.5% and the actual effective tax rate for 2024 is due to the Company's taxable income from Puerto Rico being limited to the Company's capital gains taxed at the rate of 20%.

Provision for income taxes as of December 31, 2024, 2023 and 2022 consisted of:

	2024	2023	2022
Alternative minimum tax	\$ 601,962	\$ 1,618,838	\$ 802,700
Foreign income tax	40,899	118,458	246,804
Total income taxes	642,861	1,737,296	1,049,504
Provision for realized capital gains	(1,089,871)	(1,106,721)	(225,304)
Provision for realized capital gains transferred to IMR	1,118,046	1,144,664	250,664
Total provision for income taxes	<u>\$ 671,036</u>	<u>\$ 1,775,239</u>	<u>\$ 1,074,864</u>

The components of the net deferred income tax asset recognized in the accompanying statement of admitted assets, liabilities, capital and surplus and other funds as of December 31, 2024, 2023 and 2022 are as follows:

	2024	2023	Change (2024 vs 2023)	2022	Change (2023 vs 2022)
Capital:					
Gross deferred income tax assets	\$ 541,273	\$ 785,592	\$ (244,319)	\$ 1,243,097	\$ (457,505)
Statutory valuation allowance adjustments	-	-	-	-	-
Adjusted gross deferred income tax assets	541,273	785,592	(244,319)	1,243,097	(457,505)
Deferred income tax assets nonadmitted	-	-	-	-	-
Subtotal net admitted deferred income tax assets	541,273	785,592	(244,319)	1,243,097	(457,505)
Deferred income tax liabilities	-	-	-	-	-
Net admitted deferred income tax assets (liabilities)	<u>\$ 541,273</u>	<u>\$ 785,592</u>	<u>\$ (244,319)</u>	<u>\$ 1,243,097</u>	<u>\$ (457,505)</u>

Admission calculation components – SSAP No. 101, paragraph 11:

	2024	2023	Change
a. Federal income taxes paid in prior years recoverable through loss carrybacks	\$ -	\$ -	\$ -
b. Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred income tax assets from a. above) after application of the threshold limitation (see computation below)	541,273	785,592	(244,319)
c. Adjusted gross deferred income tax assets (excluding the amount of deferred income tax assets from a. and b. above) offset by gross deferred income tax liabilities	-	-	-
Deferred income tax assets admitted as a result of application of SSAP No. 101	<u>\$ 541,273</u>	<u>\$ 785,592</u>	<u>\$ (244,319)</u>
Computation of adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred income tax assets from a. above) after application of the threshold limitation (the lesser of b.i. and b.ii. below):			
b. i. Adjusted gross deferred income tax assets expected to be realized following the balance sheet date	\$ 541,273	\$ 785,592	\$ (244,319)
b. ii. Adjusted gross deferred income tax assets allowed per limitation threshold	<u>\$ 29,549,962</u>	<u>\$ 20,141,449</u>	<u>\$ 9,408,513</u>

The Company's deferred income tax asset is admissible pursuant to paragraph 11.b.i of SSAP No. 101. The Company expects to realize the tax benefit of the OTTI charge through the future sale of such investments.

Other admissibility criteria to determine recovery period and threshold limitation as of December 31, 2024 and 2023 are as follows:

	2024	2023
Ratio percentage used to determine recovery period and threshold limitation amount	1115%	995%
Amount of adjusted capital and surplus to determine recovery period and threshold limitations	\$ 196,999,748	\$ 134,276,328

The tax effects of temporary differences that give rise to the deferred income tax asset as of December 31, 2024 and 2023 are as follows:

	2024	2023	Change
Capital:			
Deferred income tax asset:			
Capital loss carryforward	\$ 101,577	\$ 101,577	\$ -
Unrealized net loss on valuation of securities	439,696	684,015	(244,319)
Net admitted deferred income tax asset	<u>\$ 541,273</u>	<u>\$ 785,592</u>	<u>\$ (244,319)</u>

For the years ended December 31, 2024, 2023, and 2022, the net change in deferred income taxes related to the unrealized gains or losses on valuation of equity and fixed securities amounting to (\$244,319), (\$457,505) and \$1,826,985, respectively, was presented as part of the change in unrealized capital gains or losses in the accompanying statutory-basis statements of changes in capital and surplus.

Pursuant to Section 1018A of the Puerto Rico Internal Revenue Code, the Company annually withholds, on behalf of the contract holders of the separate accounts, a special tax of 0.10% of their corresponding net asset value and remits them to the Puerto Rico Treasury Department. The payments made during the years ended December 31, 2024, 2023 and 2022 amounted to \$355,572, \$395,632 and \$515,671, respectively.

(10) Net statutory income and capital stock and surplus:

The net assets of Universal Life available for transfer to its stockholder are limited to the amount that its surplus, as determined in accordance with statutory accounting practices, exceeds minimum statutory capital requirements.

During the year ended December 31, 2024, 2023 and 2022, the Company declared and paid ordinary dividends of \$6,000,000, \$8,500,000 and \$10,000,000, respectively.

On March 18, 2008, the Commonwealth of Puerto Rico enacted Law No. 32 (the Law) to adopt Chapter 45, Risk-Based Capital (RBC), into the Insurance Code of Puerto Rico. RBC provides for targeted surplus levels based on formulas, which specify various weighting factors that are applied to financial balances or various levels of activity based on the perceived degree of risk and are set forth in the RBC requirements. Such formulas focus on four general types of risk, which includes the risk with respect to the Company's assets (asset or default risk), the risk of adverse insurance experience with respect to the Company's liabilities and obligations (insurance or underwriting risk), the interest rate risk with respect to the Company's business (asset/liability matching), and all other business risks (management, regulatory action, and contingencies). The amount determined under such formulas is called the authorized control level RBC (ACLC).

The Law requires, among other things, that all insurance companies, including all health insurance organizations, authorized to conduct business in Puerto Rico comply with the RBC requirements as adopted by the NAIC, to annually file a RBC report with the NAIC and the Commissioner of Insurance on or before March 31 and maintain a minimum RBC level of 250% of the ACLC. The Law states that the Commissioner of Insurance will provide a ruling whereby a RBC compliance transition period of five years will be established. On January 5, 2010, Rule 92, Standards for Implementing the Provisions Related to Risk-Based Capital (Rule 92 or the Rule), was approved by the Commissioner of Insurance to establish the requirements to implement the Law. Rule 92 established a phased transition period of five years to comply with the minimum 250% RBC level requirement depending on the RBC of the Company at the Rule's effective date. The Company's minimum RBC requirement at December 31, 2024, 2023 and 2022 was 250% of the ACLC. At December 31, 2024, 2023 and 2022, the actual RBC of the Company was 1,117%, 999% and 1,362%, respectively.

As of December 31, 2023, the Company reports within intercompany receivables an amount of \$25,000,000 which represents a contribution from Parent Company made pursuant to SSAP No. 72 and treated as a as a Type I subsequent event under SSAP No. 9. The Office of the Commissioner of Insurance of Puerto Rico approved the transaction on March 27, 2024 pursuant to SSAP 72. This amount was collected on March 26, 2024.

(11) Nonadmitted assets:

As described in Note (1), certain assets are excluded from the statutory-basis statements of admitted assets, liabilities, and capital and surplus and other funds by a charge to unassigned funds-surplus. Nonadmitted assets as of December 31, 2024 and 2023 consisted of:

	2024	2023
Uncollected premiums and agent's balance in the course of collection.	\$ 99,475	\$ (1,104)
Amounts recoverable from reinsurers	100,000	41,382,247
Furniture and equipment	139,399	136,152
Negative IMR	1,678,885	1,692,216
Other receivables, supplies, stationery, and printer materials	309,404	490,196
Total nonadmitted assets	<u>\$ 2,327,163</u>	<u>\$ 43,699,707</u>

(12) Separate accounts:

Universal Life utilizes separate accounts to record and account for assets and liabilities for particular lines of business and/or transactions. For the current reporting year, the Company reported assets and liabilities from the following product lines/transactions into a separate account:

- Universal Variable Investment Annuity
- Universal Variable Generation Growth

In accordance with the products/transactions recorded within the separate account, all assets are considered legally insulated whereas others are not legally insulated from the Company's general account. The legal insulation of the separate account products prevents assets other than seed money or amounts in a supplemental account from being generally available to satisfy claims resulting from the general account of the Company.

The Company maintains nonguaranteed separate accounts with assets and liabilities of approximately \$357.8 and \$379.9 million at December 31, 2024 and 2023, respectively, which are invested in mutual funds and are segregated from the Company's general account. Charges assessed against the separate account contract holders for mortality, administrative, and other services are included as part of revenues in the accompanying statutory-basis statements of operations.

Information regarding separate accounts of the Company as of and for the years ended December 31, 2024 and 2023 is as follows:

	2024	2023
Premiums and annuity considerations	<u>\$ 18,184,663</u>	<u>\$ 9,390,298</u>
Reserves:		
Total reserves for accounts with assets – at market value	<u>\$ 352,428,654</u>	<u>\$ 374,178,427</u>
Total reserves by withdrawal characteristics – at market value	<u>\$ 352,428,654</u>	<u>\$ 374,178,427</u>

A reconciliation of the net transfers to separate accounts for the years ended December 31, 2024, 2023 and 2022 is as follows:

	2024	2023	2022
1. Transfers as reported in the summary of operations of the separate account statement:			
a. Transfers to separate accounts	\$ 29,468,292	\$ 12,080,016	\$ 12,457,267
b. Transfers from separate accounts	<u>(77,156,924)</u>	<u>(56,912,950)</u>	<u>(37,392,673)</u>
Net transfer to or (from) separate accounts	<u>\$ (47,688,632)</u>	<u>\$ (44,832,934)</u>	<u>\$ (24,935,406)</u>
2. Reconciling adjustments:			
a. Change in expense allowance ceded	<u>\$ (434,996)</u>	<u>\$ (776,394)</u>	<u>\$ (1,439,759)</u>
3. Net transfer as reported in the summary of operations of the life, accident, and health annual statement:			
a. Net transfer to or (from) separate accounts net of reinsurance	<u>\$ (48,123,628)</u>	<u>\$ (45,609,328)</u>	<u>\$ (26,375,165)</u>

To compensate the general account for the risk taken, the separate account has paid \$24,484, \$27,060 and \$28,337 in risk charges for the years ending December 31, 2024, 2023 and 2022 respectively.

(13) Aggregate write ins for other than invested assets:

In connection with the Private Bankers and Annuity Co., Ltd. (PBLA) case, disclosed in Note (21), a settlement agreement with regards to reinsurance recoverable from PBLA was executed on December 30, 2022. As part of this agreement, the Company was transferred the rights, title and interests in AAPC Holdings LLC (AAPC) preferred stocks (195,500,000 units) and accrued returns as a guaranty of a cash settlement due by December 31, 2023. No such settlement occurred, and as a result, the Company executed its rights and interests over AAPC preferred stocks and accrued returns. During 2024, the Company assigned an intermediary to evaluate proposals to monetize the collateral asset received. These preferred stocks have a liquidation preference of \$1 per unit, plus accrued preferred return, which accrues at 18%. The estimated fair value of the collateral received amounts to approximately \$295.4 million as of December 31, 2024.

As a result from this transaction, the Company recognized \$295 million in aggregate write-ins for other than invested assets as an admitted asset in the statutory statement of admitted assets, liabilities and capital and surplus and other funds. Also, the excess of the fair value of the asset over the reinsurance recoverable which amounted to approximately \$68 million as of December 31, 2024 is recorded in aggregate write-ins for other liabilities.

(14) Employee benefit plans:

Universal Life has a qualified noncontributory profit-sharing plan, which provides retirement benefits to eligible employees. The plan calls for a voluntary contribution by Universal Life of no less than 1% of the annual participant's compensation, as defined, plus a portion of the administrative expenses of the plan during the first 10 years. Universal Life's contributions to the profit-sharing plan for the years ended December 31, 2024, 2023 and 2022 amounted to \$153,996, \$117,958 and \$120,028, respectively.

Universal Life's employees participate in a qualified defined-contribution savings plan. Universal Life matching contributions are set at 50% of the participants' pretax contributions up to the first 6% of each participant's contribution. Universal Life's contributions to the savings plan for the years ended December 31, 2024, 2023 and 2022 amounted to \$69,818, \$55,672 and \$50,499, respectively.

(15) Restricted investment:

On April 11, 2008, the Company entered into a sales and cession of rights agreement (the Agreement) under which the Company sold its individual accident and health block of business to an unrelated insurance company (the Purchaser). As part of the Agreement, the Company was required to fund an escrow of \$900,000 to cover any claims or contingencies arising during a period of five years. Although the restriction period stated in the Agreement already elapsed, the Company decided not to lift the restriction based on certain unasserted legal claims still outstanding.

The Company has established a restricted brokerage account to comply with this provision of the Agreement. Any withdrawal from the brokerage account requires the authorization of the Company and a designated representative of the Purchaser. The brokerage account has a carrying value of \$1,299,602 and \$1,056,099 as of December 31, 2024 and 2023, respectively, and is included as a restricted investment in the accompanying statutory-basis statements of admitted assets, liabilities, and capital and surplus and other funds.

(16) Significant concentrations of risk:

Because Universal Life's business is written in Puerto Rico, Universal Life's insurance risk is not as diversified as the risks of a carrier that covers a broader geographical area. A natural catastrophe could cause damage to a large number of Universal Life's policyholders, which would result in significantly increased losses to Universal Life. Management believes, however, that Universal Life's reinsurance program will reduce to a manageable level its net exposure in any such catastrophe.

Certain short-term certificates of deposits are placed with local financial institutions. Such credit risk is mitigated by depositing the funds with federally insured financial institutions and limiting the amount of credit exposure in any financial institution.

(17) Fair value measurements:

The approximate statement value and estimated fair value of financial instruments as of December 31, 2024 and 2023 were as follows (in thousands):

	2024		2023	
	Statement Value	Fair Value	Statement Value	Fair Value
Financial Assets				
Debt securities	\$ 1,403,228	\$ 1,263,553	\$ 1,363,608	\$ 1,195,658
Preferred stocks	\$ 184,342	\$ 184,184	\$ 265,249	\$ 264,907
Common stock and other equity securities	\$ 18,713	\$ 18,713	\$ 14,766	\$ 14,766
Other invested assets	\$ 34,319	\$ 30,967	\$ 33,395	\$ 30,766
Restricted investment	\$ 1,300	\$ 1,300	\$ 1,056	\$ 1,056
Cash, cash equivalents, short-term investments	\$ 166,516	\$ 166,522	\$ 184,589	\$ 184,589
Aggregate write-ins for other than invested assets	\$ 295,382	\$ 295,382	\$ -	\$ -
Separate account assets	\$ 357,793	\$ 357,793	\$ 379,919	\$ 379,919

The Company's financial instruments carried at fair value have been classified, for disclosure purposes, based on a hierarchy defined by SSAP No. 100, Fair Value Measurements. SSAP No. 100 defines fair value as the price that would be received to sell or paid to transfer a liability in an orderly transaction between market participants at the measurement date. A fair value measurement is for a particular asset or liability. Therefore, the measurement should consider attributes specific to the asset or liability. The asset or liability might be a stand-alone asset or liability or a group of assets and/or liabilities.

An orderly transaction is a transaction that assumes exposure to the market for a period prior to the measurement date to allow for marketing activities that are usual and customary for transactions involving such assets or liabilities. Therefore, the objective of a fair value measurement is to determine the price that would be received to sell the asset or paid to transfer the liability at the measurement date.

A fair value measurement assumes that the transaction to sell the asset or transfer the liability occurs in the principal market for the asset or liability or, in the absence of a principal market, the most advantageous market for the asset or liability. The principal market is the market in which the reporting entity would sell the asset or transfer the liability with the greatest volume and level of activity for the asset or liability. The most advantageous market is the market in which the reporting entity would sell the asset or transfer the liability with the price that maximizes the amount that would be received for the asset or minimizes the amount that would be paid to transfer the liability.

Hierarchical levels defined by SSAP No. 100 and directly related to the amount of subjectivity associated with the inputs to fair valuation of financial instruments are as follows:

- Level 1 – Values are unadjusted quoted prices in active markets for identical assets or liabilities that the reporting entity has the ability to access at the measurement date.
- Level 2 – Inputs include quoted prices for similar assets or liabilities in active markets, quoted prices for identical assets or liabilities in markets that are not active, that is, markets in which there are few transactions for the asset or liability, the prices are not current, or the price quotations vary substantially either over time or among market makers, or in which little information is released publicly.
- Level 3 – Certain inputs are unobservable and significant to the fair value measurement. Unobservable inputs reflect the Company's best estimate of what hypothetical market participants would use to determine a transaction price for the asset or liability at the reporting date.

Recurring measurements

As of December 31, 2024 and 2023, the Company's assets and liabilities that are measured at fair value on a recurring basis and recognized as such within the statutory-basis statements of admitted assets, liabilities, capital and surplus and other funds were as follows (in thousands):

	2024			
	Level 1	Level 2	Level 3	Total
Invested assets:				
Debt securities	\$ 3,890	\$ 1,155	\$ -	\$ 5,045
Preferred stocks	177,281	-	-	177,281
Mutual funds	5,949	-	334	6,283
Common stocks	12,430	-	-	12,430
Cash equivalents	1,691	-	-	1,691
Total invested assets	\$ 201,241	\$ 1,155	\$ 334	\$ 202,730
Aggregate write-ins for other than invested assets	\$ -	\$ -	\$ 295,382	\$ 295,382
Separate account assets	\$ 357,793	\$ -	\$ -	\$ 357,793

	2023			
	Level 1	Level 2	Level 3	Total
Invested assets:				
Bonds	\$ 3,863	\$ 2,650	\$ -	\$ 6,513
Preferred stocks	258,389	-	-	258,389
Mutual funds	5,785	-	-	5,785
Common stocks	8,981	-	-	8,981
Cash equivalents	2,026	-	-	2,026
Other invested assets	-	206	-	206
Total invested assets	\$ 279,044	\$ 2,856	\$ -	\$ 281,900
Separate account assets	\$ 379,919	\$ -	\$ -	\$ 379,919

At the end of each reporting period, the Company evaluates whether or not any event has occurred or circumstances have changed that would cause an instrument to be transferred between Levels 1 and 2. This policy also applies to transfers into or out of Level 3.

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The following table presents the reconciliation for all assets and liabilities measured at fair value on a recurring basis using significant unobservable inputs (Level 3) for the periods ended on December 31, 2024, 2023 and 2022, respectively:

	Balance – January 1, 2024	Net Gains (Losses) Included in		Other Temporary Impairment	Purchases, Issuances, and Settlements	Balance – December 31, 2024
		Net Income	Unassigned Funds – Surplus			
Equity securities – mutual funds	\$ -	\$ -	\$ -	\$ -	\$ 333,750	\$ 333,750
Aggregate write-ins for other than invested assets	-	-	-	-	295,381,752	295,381,752
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 295,715,502</u>	<u>\$ 295,715,502</u>

	Balance – January 1, 2023	Net Gains (Losses) Included in		Other Temporary Impairment	Purchases, Issuances, and Settlements	Balance – December 31, 2023
		Net Income	Unassigned Funds – Surplus			
Equity securities – mutual funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

	Balance – January 1, 2022	Net Gains (Losses) Included in		Other Temporary Impairment	Purchases, Issuances, and Settlements	Balance – December 31, 2022
		Net Income	Unassigned Funds – Surplus			
Equity securities – mutual funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Fair value of all financial instruments by Levels 1, 2, and 3

The tables below reflect the fair value and admitted values of all admitted assets and liabilities that are financial instruments, as of December 31, 2024 and 2023. The fair values are also categorized into the three-level fair value hierarchy.

	2024					Not Practicable
	Fair Value	Admitted Value	Level 1	Level 2	Level 3	
			(In thousands)			
Debt securities	\$ 1,263,553	\$ 1,403,228	\$ 3,890	\$ 1,188,366	\$ 71,297	\$ -
Equity securities:						
Common Stocks	18,713	18,713	18,379	-	334	-
Preferred stock	184,184	184,342	184,111	73	-	-
Restricted investment	1,300	1,300	1,300	-	-	-
Cash and short-term investments	166,522	166,516	54,766	111,756	-	-
Other invested assets	30,967	34,319	-	13,221	1,156	16,590
Aggregate write-ins for other than invested assets	295,382	295,382	-	-	295,382	-
Separate account assets	357,793	357,793	357,793	-	-	-
Total assets	<u>\$ 2,318,414</u>	<u>\$ 2,461,593</u>	<u>\$ 620,239</u>	<u>\$ 1,313,416</u>	<u>\$ 368,169</u>	<u>\$ 16,590</u>

2023						
	Fair Value	Admitted Value	Level 1	Level 2	Level 3	Not Practicable
			(In thousands)			
Debt securities	\$ 1,195,658	\$ 1,363,608	\$ 3,873	\$ 1,344,704	\$ 15,031	\$ -
Equity securities:						
Common Stocks	14,766	14,766	14,766	-	-	-
Preferred stock	264,907	265,249	260,249	5,000	-	-
Restricted investment	1,056	1,056	1,056	-	-	-
Cash and short-term investments	184,589	184,589	96,411	88,178	-	-
Other invested assets	30,766	33,395	-	16,805	-	16,590
Separate account assets	379,919	379,919	379,919	-	-	-
Total assets	<u>\$ 2,071,661</u>	<u>\$ 2,242,582</u>	<u>\$ 756,274</u>	<u>\$ 1,454,687</u>	<u>\$ 15,031</u>	<u>\$ 16,590</u>

Valuation Methodologies

The following is a description of the valuation methodologies used for instruments measured at fair value on a recurring basis:

Debt Securities – Fair value measurements are based upon quoted prices, if available. If quoted prices are not available, fair values are measured using independent pricing models or other model-based valuation techniques, such as discounted cash flow methodologies, adjusted for the security's credit rating, prepayment assumptions, and other factors, such as credit loss assumptions. Level 1 debt securities include those identical securities traded in active markets, such as exchange-traded mutual funds. Level 2 debt securities primarily include those issued by U.S. government (Treasuries), U.S. agencies, U.S. state and municipalities, U.S. agency asset-backed (ABS) and mortgage-backed securities, collateralized mortgage obligations (CMOs) and corporate debt securities.

The fair value of U.S. Treasury notes are based on yields that are interpolated from the constant maturity treasury curve. US agency securities fair value is based on an active exchange market and on quote market prices for similar securities. For states and municipalities market inputs are used in the evaluation process include all or some of the following; trades, bid price or spread, two sided markets, and benchmark curves such as the Treasury curve. Asset-backed and Mortgage-backed securities are priced based on values derived from similar bonds defined by credit quality and market sector. Collateralized mortgage obligations are priced on a bond's theoretical value derived from similar bonds defined by credit quality and market sector and for which fair value incorporates an option adjusted spread. Corporate debt securities are also considered Level 2 given that quoted prices are given based on similar instruments. Other ABS and CMOs with limited liquidity, are classified as Level 3 due to the insufficiency of inputs, such as executed trades, credit information and cash flows. Other corporate debt securities are classified as Level 3 since their fair value is determined by using a third-party cash flow models, loan-to-value and asset coverage analysis and other relevant data using unobservable inputs.

Equity Securities – Equity securities include common and preferred stocks and are classified as Level 1, since the valuation is based on identical securities traded in active markets.

Preferred stocks recognized within Aggregate write-ins for other than invested assets are classified as Level 3 since the valuation was determined using unobservable inputs. The fair value of \$295M was determined using a combination of income and market approach, applying market a multiple of 20 derived from a set of comparable entities in the market sector and the preferred stock accrued preferred returns.

Separate Account Assets – The fair value of separate account assets is based on quoted prices of the underlying investments in the subaccounts. The subaccounts invest in open-ended mutual funds with readily available fair value.

(18) Supplemental disclosure of cash flows information:

Additional information concerning the components of cash flows from investing activities as of December 31, 2024 and 2023 is as follows:

	2024	2023
Cash flows from investing activities:		
Proceeds from sales and redemptions of investments:		
Debt securities	\$ 188,221,264	\$ 93,120,350
Equity securities	92,682,168	32,483,868
Other invested assets	249,314	44,851,709
Miscellaneous proceeds	-	45,393,633
Total proceeds from sales and redemptions of investments	<u>281,152,746</u>	<u>215,849,560</u>
Cost of investments acquired:		
Debt securities	234,410,782	82,329,055
Equity securities	6,085,339	13,486
Other invested assets	1,200,000	-
Payable for securities	39,726,444	-
Total cost of investments acquired	<u>281,422,565</u>	<u>82,342,541</u>
Net cash used in investing activities	<u>\$ (269,819)</u>	<u>\$ 133,507,019</u>

Additional information concerning the components of cash flows from financing and miscellaneous sources as of December 31, 2024 and 2023 is as follows:

	2024	2023
Cash flows from financing and miscellaneous sources – other cash provided (applied):		
Borrowed funds	\$ (14,614,226)	\$ 46,229,607
Dividends paid	(6,000,000)	(8,500,000)
Funds held under reinsurance treaties	(82,358,340)	(45,293,045)
Receivable from parent, subsidiaries and affiliates	(98,003)	(32,761,565)
Other components	(4,499,616)	(19,168,106)
Net cash used in financing and miscellaneous	<u>\$(107,570,185)</u>	<u>\$ (59,493,109)</u>

The following schedule summarizes noncash activities for the year ended December 31, 2024 and 2023:

	2024	2023
Collateral aggregate received:		
Aggregate write-ins for other than invested assets	\$ (295,381,752)	\$ -
Aggregate write-ins for liabilities	\$ 68,088,139	\$ -
Reinsurance recoverable	<u>\$ 227,293,613</u>	<u>\$ -</u>

(19) Reconciliation to U.S. GAAP:

A reconciliation of statutory-basis net income, as determined using statutory accounting practices, to the amounts as would be reported under the accounting principles generally accepted in the United States of America (GAAP) for the year ended December 31, 2024, 2023 and 2022 are as follows:

	2024	2023	2022
Statutory-basis net income	\$ 16,952,764	\$ 9,171,017	\$ 17,676,289
Increases (decreases):			
Deferred policy acquisition cost	3,731,762	653,734	(337,983)
Unearned premiums	394,435	825,492	387,677
Unearned commissions	1,575,167	3,172,332	3,344,696
Reserve for future policy benefits	(527,373)	(959,423)	(8,571,583)
Unrealized gains/(losses) on trading securities	2,230,874	3,320,511	(9,214,413)
Change in expense allowance	460,902	478,673	743,864
Other invested assets investment income	-	851,209	(851,209)
Deferred income taxes	(440,703)	(657,569)	1,831,304
AMT tax provision	(682,402)	(120,298)	802,700
Allowance for current expected credit losses	34,752	(45,357)	-
Interest maintenance reserve	13,330	(295,515)	6,539
US GAAP-basis net income	<u>\$ 23,743,508</u>	<u>\$ 16,394,806</u>	<u>\$ 5,817,881</u>

A reconciliation of statutory capital and surplus, as determined using statutory accounting practices, to the amounts as would be reported under the accounting principles generally accepted in the United States of America (GAAP) for the year ended December 31, 2024, 2023 and 2022 are as follows:

	2024	2023	2022
Statutory-basis capital and surplus	\$ 199,876,145	\$ 137,340,094	\$ 142,099,673
Increases (decreases):			
Nonadmitted assets	1,516,455	43,558,071	14,037,582
Deferred policy acquisition cost	28,703,715	24,971,953	24,318,219
Unrealized gains/(losses) on investment securities available from sale	(41,629,233)	(51,562,883)	(55,661,926)
Allowance for doubtful accounts	-	-	(1,080,842)
Deferred income taxes	13,243,021	15,229,556	15,951,016
Reserve for future policy benefits	(20,925,908)	(20,398,535)	(19,439,110)
Unearned premiums	(6,740,527)	(7,134,962)	(7,960,455)
Unearned commissions	(6,496,457)	(8,071,624)	(11,243,955)
Expense allowance from separate account	(1,622,728)	(2,083,630)	(2,562,303)
Asset valuation reserve	26,972,927	35,972,827	32,848,268
Allowance for current expected credit losses	(741,850)	(776,603)	-
Capital contribution	-	(25,000,000)	-
Seed Money - Separate Account	(3,409)	197,607	113,976
US GAAP-basis retained earnings	<u>\$ 192,152,151</u>	<u>\$ 142,241,871</u>	<u>\$ 131,420,143</u>

(20) Contingencies:

The Company has been named as defendant in litigation and has filed counterclaims, related to the sale of the individual accident and health insurance block of business. See Note (8). The Company is contesting this case vigorously and believes it has meritorious defenses against this lawsuit and the ultimate outcome of such proceedings is not expected to have a material adverse effect on the Company's financial position or results of operations.

The Company is also named as defendant in other legal actions arising primarily from claims filed under insurance policies it has underwritten and other claims incidental to its normal business activities. In the opinion of management, the ultimate outcome of such proceedings is not expected to have a material adverse effect on the Company's financial position or results of operations.

(21) Risks and uncertainties:

Market risk

The market value of the portfolio has shown improvement, as interest rates seem to stabilize. Universal Life continues to strengthen its credit risk by allocating the reinvestments into high credit mortgage agencies, governments and municipalities. Universal Life also maintains a short duration portfolio, which benefits the Company as the book and market value converge to par as maturity approaches.

Market prices of securities and other assets could also be impacted by events or conditions that affect particular sectors, industries or issuers. Adverse market conditions may be prolonged and may not have the same impact on all types of securities or other assets. Also, foreign central banks policies, political developments, warfare conflicts, investor sentiment, public health emergencies such as a pandemic, and other factors could also impact the market value of all or certain asset segments.

Other contingencies

In January 2020, Universal Life demanded arbitration against Private Bankers and Annuity Co., Ltd. (PBLA) under the reinsurance agreement and an arbitration panel (the "Panel") was duly constituted. Universal Life requested the Arbitration Panel to order PBLA to deposit cash or equivalents totaling approximately \$524,000,000 constituting the Statutory Reserves as of December 31, 2019 for the fixed annuity inforce portfolio, less cash. In June 2, 2020, the Panel granted an arbitration award (the "Award") to Universal Life for \$524,000,000 and required PBLA to pay such funds by June 16, 2020, after which interest shall accrue at 6% per annum.

Shortly thereafter, on June 4, 2020, Universal Life filed a motion at the United States District Court, Southern District of New York, to confirm the Award directing that judgment be entered thereon and granting such other relief as the Court may deem just and proper. The Court granted Universal Life's motion by entering a final judgment on August 11, 2020 confirming the arbitration award.

Pending to receive the award, Universal Life has notified PBLA's ultimate owner (the "Owner") its intention to execute the unconditional personal guaranty issued with the reinsurance agreement to secure failure from PBLA to pay its obligations. In addition, on June 18, 2020, Universal Life filed a complaint in the appropriate North Carolina court to seek confirmation that PBLA's ultimate owner is obligated to satisfy the Award owed by PBLA, plus interests.

On July 30, 2020, the NY District Court issued the Award as presented. Despite the opposition by PBLA, the NY District Court issued a final judgment confirming such Award on August 11, 2020, complementing parallel legal proceedings and strategy followed in the North Carolina court to execute the Owner's personal guaranty. Such legal proceedings have promoted transactional conversations with the Owner to comply with the Award and accelerate the recapture of the in-force portfolio.

On September 2020, the Supreme Court of Bermuda appointed Deloitte LTD, Bermuda (Deloitte) as provisional receiver for the PBLA operations in order to replace its management team and continue conducting business affairs in compliance with Bermuda laws and regulations, as well as its other general and contractual obligations. Among the empowered functions, Deloitte was instructed to preserve the value of PBLA, comply with laws and regulations, and make all necessary efforts to conduct regular business matters.

Universal Life has been working closely and diligently with Deloitte in order to adequately serve provisions under the reinsurance agreement and continue operations until Portfolio is recaptured. As previously disclosed, the Portfolio is constituted of assets backing the statutory liabilities and are held in a trust for the benefit of Universal Life.

As agreed, Universal Life has been collaborating with Deloitte since 2021 in order to perform key endeavors ultimately connected to the monetization and eventual recapture. Assets held in the trust were identified to start the process of monetization in order to manage future probable liquidity needs. Total assets amounting to \$75 million have been converted to cash. In addition to the assets held in the trust, Universal Life has access to assets held in PBLA's general account plus other internal sources, including Universal Insurance Company's surplus notes and related facility up to \$100 million and other internal liquidity and funding sources.

In July of 2021, the United States District Court for the Middle District of North Carolina ("US DC North Carolina") issued an Order on Universal Life's Motion for Prejudgment Attachment and directed the parties to meet and confer to determine the specific property subject to attachment. The Prejudgment Attachment Order shall secure PBLA's ultimate owner assets ("the Owner") in case they are needed to satisfy any uncovered amount due to Universal Life. Upon resolution of pending appeal motion from PBLA, in October 30, 2021, the Company filed a summary judgment, which, once obtained, would allow Universal Life to immediately perform all necessary proceedings to collect judgment from the Owner's assets. Subsequent to year-end, the US DC North Carolina confirmed the judgment against the Owner on May 3, 2022 (the "May 3rd Final Judgment") allowing Universal Life to collect the Award plus applicable interests under his personal guaranty.

Subsequent to the May 3rd judgment, the North Carolina courts have been very active receiving, considering and granting motions from and to all parties, including the Durham County Superior Court's determination on August 9th granting Universal Life's motion to enforce the May 3rd Final Judgment against PBLA's ultimate owner and determination to hear arguments on and rule on Universal Life's Motion for a Charging Order against several hundreds of PBLA's ultimate owner North Carolina Limited Liability Companies during a hearing scheduled for August 29th. As a result of such increased judicial activity arising from Universal Life's collective efforts to enforce and domesticate the May 3rd Final Judgment by the Middle District in multiple jurisdictions, as well as Universal Life's Motion for Charging Order against PBLA's ultimate owner hundreds of LLC's charging PBLA's ultimate owner interests with payment of the May 3rd Final Judgment, settlement discussions between the Owner, Deloitte and the Company have initiated. Constructive conversations have been taking place and the parties have been conducting preliminary meetings with a potential mediator in order to pursue possible extrajudicial solutions, which are ongoing to date.

On August 9, 2022, a North Carolina Court granted Universal Life's motion to enforce the judgments against the Owner on the personal guaranty enforcement. The Court ordered, among other matters, for the Owner to turn over documentation related to accounting records and all economic interests.

On September 19, 2022, the Durham County Superior Court ordered a mediation process among all parties in controversy, the Bermuda companies, the North Carolina rehabilitator and the Owner and his entities. Judge, Gerald E. Rosen, was subsequently appointed as mediator. The mediation's main objective was to reach a global settlement attending claims from all the Owner's creditors, including Universal Life and PBLA. Settlement discussions started on November 2, 2022, and continue to date. Notwithstanding, on December 30, 2022, Universal Life received a partial payment of \$25 million. In addition, an agreement was reached between the parties for Universal Life to receive as assignee the economic benefits of preferred stocks, plus accrued preferred returns of AAPC Holdings, LLC. (AAPC), a subsidiary of Global Growth Holdings, Inc., currently held in an independent trust, for approximately \$260M, to serve as additional collateral for the PBLA Annuity Contracts.

In addition, the US DC North Carolina held bond hearings on March 7 and 8, 2023 related to Universal Life's claim against the Owner's personal guaranty, also pursuing settlement arrangements with Universal Life but no global resolution has been reached so far. Universal Life appointed an intermediary to evaluate proposals to monetize all or a significant portion of the AAPC preferred shares, and its accrued return, assigned as collateral. During 2023, Universal Life received additional cash amounting to \$11.1M as part of the monetization efforts.

On July 15, 2024, the Durham County Superior Court granted Universal Life a charging order of Owner's economic interests in Global Growth Holdings LLC (GGH). Accordingly, any dividends or distributions that would have been or will be paid to the Owner shall be paid to Universal Life.

Additionally, the Court appointed a Limited Receivership over GGH which purpose is to impose additional restraints to the Owner and GGH actions in order to further protect and preserve its financial assets and operating companies. On July 9, 2024, Universal Life filed a complaint on the Superior Court of Wake County to appoint a General Receiver over the Owner's assets. Shortly thereafter, on August 9, 2024, the Court granted Universal Life's motion and the Limited Receiver previously appointed will act as General Receiver with the authority to carry Universal Life's judgment of \$524M into effect.

On November 1st, 2024, the Owner and the Department of Justice entered into a plea agreement whereby the Owner agreed to pay a full restitution to several insurance companies, including Universal Life.

On January 23, 2025, the United States District Court Western District of North Carolina issued an order appointing an attorney to serve as Special Master (SM) and a Financial Advisor (FA) to identify, receive, track and distribute monies from assets ultimately pertaining to the Owner towards the full restitution to certain parties, Universal Life included. As part of this order, AAPC was identified amongst the assets to be transferred to and controlled by the SM. Consequently, an assignment agreement was executed whereby the Owner transferred and assigned his rights, title and interests in AAPC to the SM to formally begin with the sale of operating assets and the restitution process.

Meanwhile, Universal Life continues collaborating with interested parties and stakeholders, including the SM and FA, on the sale of specific assets, which are projected to be sufficient to satisfy the total amount due to Universal Life. In line with these efforts, a stock purchase agreement has been executed for the sale of an operating company for which Universal Life expects to collect proceeds as part of the restitution process.

As of the date the statutory-basis financial statements were available to be issued, management remains confident about a positive outcome derived from the combination of the disposition of assets in the trust, PBLA general account assets and its legal strategy to execute the guarantees provided under the reinsurance transaction.

(22) Subsequent events:

The Company has evaluated all subsequent events through April 24, 2025, the date the statutory-basis financial statements were issued.

UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
A SEPARATE ACCOUNT OF
UNIVERSAL LIFE INSURANCE COMPANY

ANNUAL REPORT

December 31, 2024

UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII

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Report of Independent Registered Public Accounting Firm

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**To the Contract Owners and Board of
 Directors of Universal Life Separate Account Fortune VII:**
Opinion on the financial statements

We have audited the accompanying statements of assets and liabilities, including the schedule of investments, of each of the sub accounts (also deemed variable investment options) of **Universal Life Separate Account Fortune VII** (collectively, "Fortune VII") indicated in the table below as of December 31, 2024, and the related statements of operations and the changes in net assets for each of the periods indicated below, and the related notes (collectively referred to as the "financial statements"). In our opinion, the financial statements present fairly, in all material respects, the financial position of each of the sub accounts (also deemed variable investment options) of **Universal Life Separate Account Fortune VII** as of December 31, 2024, the results of its operations and the changes in net assets for the periods indicated in the table below, in conformity with accounting principles generally accepted in the United States of America.

1290 VT High Yield Bond Portfolio*	EQ/Invesco Global Portfolio*
1290 VT Natural Resources Portfolio*	EQ/Invesco Global Real Assets Portfolio*
1290 VT Real Estate Portfolio*	EQ/Janus Enterprise Portfolio*
1290 VT Small Cap Value Portfolio*	EQ/JPMorgan Value Opportunities Portfolio*
1290 VT Smart Beta Equity ESG Portfolio*	EQ/Large Cap Growth Index Portfolio*
1290 VT Socially Responsible Portfolio*	EQ/Large Cap Value Index Portfolio*
EQ/AB Dynamic Moderate Growth Portfolio*	EQ/MFS International Growth Portfolio*
EQ/AB Short Duration Government Bond*	EQ/MFS Technology Portfolio*
EQ/AB Small Cap Growth Portfolio*	EQ/MFS Utility Series Portfolio*
EQ/Aggressive Allocation Portfolio*	EQ/Mid Cap Index Portfolio*
EQ/All Asset Growth Portfolio*	EQ/Moderate Allocation Portfolio*
EQ/American Century Mid Cap Value Portfolio*	EQ/Moderate-Plus Allocation Portfolio*
EQ/Conservative Allocation Portfolio*	EQ/Money Market Portfolio*
EQ/Emerging Markets Equity PLUS Portfolio*	EQ/PIMCO Global Real Return Portfolio*
EQ/Equity 500 Index Portfolio*	EQ/PIMCO Total Return ESG Portfolio*
EQ/Fidelity Institutional AM® Large Cap Portfolio*	EQ/PIMCO Ultra Short Bond Portfolio*
EQ/Franklin Rising Dividends Portfolio*	EQ/Small Company Index Portfolio*
EQ/Goldman Sachs Growth Allocation Portfolio*	EQ/Sustainable US Thematic Portfolio**
EQ/Goldman Sachs Moderate Growth Allocation Portfolio*	EQ/T. Rowe Price Health Sciences Portfolio*
EQ/Intermediate Government Bond Portfolio*	EQ/Wellington Energy Portfolio*
EQ/International Equity Index Portfolio*	Multimanager Technology Portfolio*

* Statement of operations for the year ended December 31, 2024 and the statement of changes in net assets for the year ended December 31, 2024 and the period from February 21, 2023 (commencement of operations) through December 31, 2023.

** Statement of operations for the year ended December 31, 2024 and the statement of changes in net assets for the year ended December 31, 2024 and the period from February 21, 2023 (commencement of operations) through December 31, 2023. There were no units outstanding as of December 31, 2023.



Basis for opinion

These financial statements are the responsibility of Fortune VII's management. Our responsibility is to express an opinion on the financial statements of each of the sub accounts (also deemed variable investment options) of Fortune VII based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) ("PCAOB") and are required to be independent with respect to Fortune VII in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud. Fortune VII is not required to have, nor were we engaged to perform, an audit of its internal control over financial reporting. As part of our audits, we are required to obtain an understanding of internal control over financial reporting but not for the purpose of expressing an opinion on the effectiveness of Fortune VII's internal control over financial reporting. Accordingly, we express no such opinion.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our procedures included confirmation of securities owned as of December 31, 2024, by correspondence with the custodian. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audits provide a reasonable basis for our opinion.

We have served as Fortune VII's auditor since 2023.

/s/ Kevane Grant Thornton, LLP
San Juan, Puerto Rico
April 23, 2025.

**UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
SCHEDULE OF INVESTMENTS
DECEMBER 31, 2024**

The following table provides the Portfolio shares held by the Variable Investment Options of the Separate Account:

Variable Investment Options	Share Class**	Portfolio Shares Held
1290 VT High Yield Bond Portfolio	Class IB	47,401
1290 VT Natural Resources Portfolio	Class IB	5,157
1290 VT Real Estate Portfolio	Class IB	26,966
1290 VT Small Cap Value Portfolio	Class IB	5,386
1290 VT Smart Beta Equity ESG Portfolio	Class IB	3,961
1290 VT Socially Responsible Portfolio	Class IB	1,637
EQ/AB Dynamic Moderate Growth Portfolio	Class IB	4,876
EQ/AB Short Duration Government Bond	Class IB	31,079
EQ/AB Small Cap Growth Portfolio	Class IB	8,260
EQ/Sustainable US Thematic Portfolio	Class IB	5,963
EQ/Aggressive Allocation Portfolio	Class B	29,592
EQ/All Asset Growth Portfolio	Class IB	11,547
EQ/American Century Mid Cap Value Portfolio	Class IB	5,522
EQ/Conservative Allocation Portfolio	Class B	25,282
EQ/Emerging Markets Equity PLUS Portfolio	Class IB	7,776
EQ/Equity 500 Index Portfolio	Class IB	59,131
EQ/Fidelity Institutional AM® Large Cap Portfolio	Class IB	13,783
EQ/Franklin Rising Dividends Portfolio	Class IB	29,092
EQ/Goldman Sachs Growth Allocation Portfolio	Class IB	12,089
EQ/Goldman Sachs Moderate Growth Allocation Portfolio	Class IB	640
EQ/Intermediate Government Bond Portfolio	Class IB	39,075
EQ/International Equity Index Portfolio	Class IB	15,737
EQ/Invesco Global Portfolio	Class IB	8,573
EQ/Invesco Global Real Assets Portfolio	Class IB	1,018
EQ/Janus Enterprise Portfolio	Class IB	32,225
EQ/JPMorgan Value Opportunities Portfolio	Class IB	4,443
EQ/Large Cap Growth Index Portfolio	Class IB	57,416
EQ/Large Cap Value Index Portfolio	Class IB	96,017
EQ/MFS International Growth Portfolio	Class IB	40,943
EQ/MFS Technology Portfolio	Class IB	6,025
EQ/MFS Utility Series Portfolio	Class IB	15,726
EQ/Mid Cap Index Portfolio	Class IB	29,931
EQ/Moderate Allocation Portfolio	Class B	3,494
EQ/Moderate-Plus Allocation Portfolio	Class B	11,924
EQ/Money Market Portfolio	Class IB	610,557
EQ/PIMCO Global Real Return Portfolio	Class IB	550
EQ/PIMCO Total Return ESG Portfolio	Class IB	139,173
EQ/PIMCO Ultra Short Bond Portfolio	Class IB	80,839

UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
SCHEDULE OF INVESTMENTS
DECEMBER 31, 2024

Variable Investment Options	Share Class**	Portfolio Shares Held
EQ/Small Company Index Portfolio	Class IB	20,269
EQ/T. Rowe Price Health Sciences Portfolio	Class IB	1,336
EQ/Wellington Energy Portfolio	Class IB	7,746
Multimanager Technology Portfolio	Class IB	6,071

The accompanying notes are an integral part of these financial statements.

** Share class reflects the share class of the Portfolio in which the units of the Variable Investment Option are invested, as further described in Note 1 of these financial statements.

**UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
STATEMENTS OF ASSETS AND LIABILITIES
DECEMBER 31, 2024**

	1290 VT High Yield Bond Portfolio	1290 VT Natural Resources Portfolio	1290 VT Real Estate Portfolio	1290 VT Small Cap Value Portfolio	1290 VT Smart Beta Equity ESG Portfolio	1290 VT Socially Responsible Portfolio
Assets:						
Investments in shares of the Portfolio, at fair value	\$ 418,688	\$ 46,117	\$ 152,100	\$ 63,624	\$ 73,855	\$ 37,256
Receivable for shares of the Portfolio sold	433	21	132	62	72	37
Total assets	419,121	46,138	152,232	63,686	73,927	37,293
Liabilities:						
Payable for policy-related transactions	433	21	132	62	72	37
Total liabilities	433	21	132	62	72	37
Net Assets	\$ 418,688	\$ 46,117	\$ 152,100	\$ 63,624	\$ 73,855	\$ 37,256
Net Assets:						
Accumulation unit values	\$ 419,033	\$ 46,575	\$ 151,818	\$ 60,143	\$ 69,639	\$ 35,863
Retained (payable) by ULICO in the Separate Account	(345)	(458)	282	3,481	4,216	1,393
Total Net Assets	\$ 418,688	\$ 46,117	\$ 152,100	\$ 63,624	\$ 73,855	\$ 37,256
Investments in Shares of the Portfolio, at cost	\$ 430,598	\$ 51,641	\$ 154,149	\$ 60,179	\$ 73,619	\$ 37,552

The accompanying notes are an integral part of these financial statements.

UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
STATEMENTS OF ASSETS AND LIABILITIES (Continued)
DECEMBER 31, 2024

	EQ/MFS Technology Portfolio	EQ/Money Market Portfolio	EQ/AB Dynamic Moderate Growth Portfolio	EQ/AB Short Duration Government Bond	EQ/Aggressive Allocation Portfolio	EQ/All Asset Growth Portfolio
Assets:						
Investments in shares of the Portfolio, at fair value	\$ 235,100	\$ 610,626	\$ 61,546	\$ 304,484	\$ 308,131	\$ 216,697
Receivable for shares of the Portfolio sold	219	538	60	230	297	218
Total assets	<u>235,319</u>	<u>611,164</u>	<u>61,606</u>	<u>304,714</u>	<u>308,428</u>	<u>216,915</u>
Liabilities:						
Payable for policy-related transactions	219	538	60	230	297	218
Total liabilities	<u>219</u>	<u>538</u>	<u>60</u>	<u>230</u>	<u>297</u>	<u>218</u>
Net Assets	<u>\$ 235,100</u>	<u>\$ 610,626</u>	<u>\$ 61,546</u>	<u>\$ 304,484</u>	<u>\$ 308,131</u>	<u>\$ 216,697</u>
Net Assets:						
Accumulation unit values	\$ 212,929	\$ 609,129	\$ 57,849	\$ 304,654	\$ 285,840	\$ 211,750
Retained (payable) by ULICO in the Separate Account	22,171	1,497	3,697	(170)	22,291	4,947
Total Net Assets	<u>\$ 235,100</u>	<u>\$ 610,626</u>	<u>\$ 61,546</u>	<u>\$ 304,484</u>	<u>\$ 308,131</u>	<u>\$ 216,697</u>
Investments in Shares of the Portfolio, at cost	<u>\$ 207,846</u>	<u>\$ 610,727</u>	<u>\$ 58,373</u>	<u>\$ 310,183</u>	<u>\$ 285,750</u>	<u>\$ 216,347</u>

The accompanying notes are an integral part of these financial statements.

UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
STATEMENTS OF ASSETS AND LIABILITIES (Continued)
DECEMBER 31, 2024

	EQ/AB Small Cap Growth Portfolio	EQ/American Century Mid Cap Value Portfolio	EQ/Conservative Allocation Portfolio	EQ/Emerging Markets Equity PLUS Portfolio	EQ/Equity 500 Index Portfolio	EQ/Fidelity Institutional AM[®] Large Cap Portfolio
Assets:						
Investments in shares of the Portfolio, at fair value	\$ 123,449	\$ 119,819	\$ 205,768	\$ 69,517	\$ 4,985,293	\$ 820,301
Receivable for shares of the Portfolio sold	117	116	210	74	4,943	795
Total assets	<u>123,566</u>	<u>119,935</u>	<u>205,978</u>	<u>69,591</u>	<u>4,990,236</u>	<u>821,096</u>
Liabilities:						
Payable for policy-related transactions	117	116	210	74	4,943	795
Total liabilities	<u>117</u>	<u>116</u>	<u>210</u>	<u>74</u>	<u>4,943</u>	<u>795</u>
Net Assets	<u>\$ 123,449</u>	<u>\$ 119,819</u>	<u>\$ 205,768</u>	<u>\$ 69,517</u>	<u>\$ 4,985,293</u>	<u>\$ 820,301</u>
Net Assets:						
Accumulation unit values	\$ 113,298	\$ 111,828	\$ 201,856	\$ 71,579	\$ 4,903,647	\$ 768,970
Retained (payable) by ULICO in the Separate Account	10,151	7,991	3,912	(2,062)	81,646	51,331
Total Net Assets	<u>\$ 123,449</u>	<u>\$ 119,819</u>	<u>\$ 205,768</u>	<u>\$ 69,517</u>	<u>\$ 4,985,293</u>	<u>\$ 820,301</u>
Investments in Shares of the Portfolio, at cost	<u>\$ 119,970</u>	<u>\$ 124,226</u>	<u>\$ 208,595</u>	<u>\$ 72,506</u>	<u>\$ 4,575,820</u>	<u>\$ 786,703</u>

The accompanying notes are an integral part of these financial statements.

UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
STATEMENTS OF ASSETS AND LIABILITIES (Continued)
DECEMBER 31, 2024

	EQ/Franklin Rising Dividends Portfolio	EQ/Goldman Sachs Growth Allocation Portfolio	EQ/Goldman Sachs Moderate Growth Allocation Portfolio	EQ/Intermediate Government Bond Portfolio	EQ/International Equity Index Portfolio	EQ/Invesco Global Portfolio
Assets:						
Investments in shares of the Portfolio, at fair value	\$ 1,395,318	\$ 147,194	\$ 7,076	\$ 368,290	\$ 168,658	\$ 251,336
Receivable for shares of the Portfolio sold	1,404	149	7	378	175	249
Total assets	1,396,722	147,343	7,083	368,668	168,833	251,585
Liabilities:						
Payable for policy-related transactions	1,404	149	7	378	175	249
Total liabilities	1,404	149	7	378	175	249
Net Assets	\$ 1,395,318	\$ 147,194	\$ 7,076	\$ 368,290	\$ 168,658	\$ 251,336
Net Assets:						
Accumulation unit values	\$ 1,357,040	\$ 143,383	\$ 7,079	\$ 368,108	\$ 168,897	\$ 241,812
Retained (payable) by ULICO in the Separate Account	38,278	3,811	(3)	182	(239)	9,524
Total Net Assets	\$ 1,395,318	\$ 147,194	\$ 7,076	\$ 368,290	\$ 168,658	\$ 251,336
Investments in Shares of the Portfolio, at cost	\$ 1,377,432	\$ 135,645	\$ 6,254	\$ 376,668	\$ 167,045	\$ 251,216

The accompanying notes are an integral part of these financial statements.

UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
STATEMENTS OF ASSETS AND LIABILITIES (Continued)
DECEMBER 31, 2024

	EQ/Invesco Global Real Assets Portfolio	EQ/JPMorgan Value Opportunities Portfolio	EQ/Janus Enterprise Portfolio	EQ/Large Cap Growth Index Portfolio	EQ/Large Cap Value Index Portfolio	EQ/MFS International Growth Portfolio
Assets:						
Investments in shares of the Portfolio, at fair value	\$ 14,954	\$ 86,134	\$ 680,575	\$ 1,512,372	\$ 1,014,318	\$ 304,083
Receivable for shares of the Portfolio sold	15	80	646	1,459	998	272
Total assets	<u>14,969</u>	<u>86,214</u>	<u>681,221</u>	<u>1,513,831</u>	<u>1,015,316</u>	<u>304,355</u>
Liabilities:						
Payable for policy-related transactions	15	80	646	1,459	998	272
Total liabilities	<u>15</u>	<u>80</u>	<u>646</u>	<u>1,459</u>	<u>998</u>	<u>272</u>
Net Assets	<u>\$ 14,954</u>	<u>\$ 86,134</u>	<u>\$ 680,575</u>	<u>\$ 1,512,372</u>	<u>\$ 1,014,318</u>	<u>\$ 304,083</u>
Net Assets:						
Accumulation unit values	\$ 14,860	\$ 77,012	\$ 623,406	\$ 1,413,453	\$ 962,851	\$ 289,326
Retained (payable) by ULICO in the Separate Account	94	9,122	57,169	98,919	51,467	14,757
Total Net Assets	<u>\$ 14,954</u>	<u>\$ 86,134</u>	<u>\$ 680,575</u>	<u>\$ 1,512,372</u>	<u>\$ 1,014,318</u>	<u>\$ 304,083</u>
Investments in Shares of the Portfolio, at cost	<u>\$ 15,213</u>	<u>\$ 92,166</u>	<u>\$ 683,507</u>	<u>\$ 1,388,272</u>	<u>\$ 1,023,580</u>	<u>\$ 315,847</u>

The accompanying notes are an integral part of these financial statements.

UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
STATEMENTS OF ASSETS AND LIABILITIES (Continued)
DECEMBER 31, 2024

	EQ/MFS Utility Series Portfolio	EQ/Mid Cap Index Portfolio	EQ/Moderate- Plus Allocation Portfolio	EQ/Moderate Allocation Portfolio	EQ/PIMCO Global Real Return Portfolio	EQ/PIMCO Total Return ESG Portfolio
Assets:						
Investments in shares of the Portfolio, at fair value	\$ 577,907	\$ 479,657	\$ 113,635	\$ 41,657	\$ 4,066	\$ 1,272,367
Receivable for shares of the Portfolio sold	589	466	110	42	4	1,047
Total assets	578,496	480,123	113,745	41,699	4,070	1,273,414
Liabilities:						
Payable for policy-related transactions	589	466	110	42	4	1,047
Total liabilities	589	466	110	42	4	1,047
Net Assets	\$ 577,907	\$ 479,657	\$ 113,635	\$ 41,657	\$ 4,066	\$ 1,272,367
Net Assets:						
Accumulation unit values	\$ 568,855	\$ 449,093	\$ 106,123	\$ 40,011	\$ 4,063	\$ 1,271,837
Retained (payable) by ULICO in the Separate Account	9,052	30,564	7,512	1,646	3	530
Total Net Assets	\$ 577,907	\$ 479,657	\$ 113,635	\$ 41,657	\$ 4,066	\$ 1,272,367
Investments in Shares of the Portfolio, at cost	\$ 561,199	\$ 477,669	\$ 114,168	\$ 43,143	\$ 4,004	\$ 1,301,999

The accompanying notes are an integral part of these financial statements.

UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
STATEMENTS OF ASSETS AND LIABILITIES (Continued)
DECEMBER 31, 2024

	EQ/PIMCO Ultra Short Bond Portfolio	EQ/Small Company Index Portfolio	EQ/Sustainable US Thematic Portfolio	EQ/T. Rowe Price Health Sciences Portfolio	EQ/Wellington Energy Portfolio	Multimanager Technology Portfolio
Assets:						
Investments in shares of the Portfolio, at fair value	\$ 796,195	\$ 232,235	\$ 67,604	\$ 76,186	\$ 32,193	\$ 221,491
Receivable for shares of the Portfolio sold	807	226	70	74	34	204
Total assets	<u>797,002</u>	<u>232,461</u>	<u>67,674</u>	<u>76,260</u>	<u>32,227</u>	<u>221,695</u>
Liabilities:						
Payable for policy-related transactions	807	226	70	74	34	204
Total liabilities	<u>807</u>	<u>226</u>	<u>70</u>	<u>74</u>	<u>34</u>	<u>204</u>
Net Assets	<u>\$ 796,195</u>	<u>\$ 232,235</u>	<u>\$ 67,604</u>	<u>\$ 76,186</u>	<u>\$ 32,193</u>	<u>\$ 221,491</u>
Net Assets:						
Accumulation unit values	\$ 796,373	\$ 217,701	\$ 67,654	\$ 71,457	\$ 32,737	\$ 198,526
Retained (payable) by ULICO in the Separate Account	(178)	14,534	(50)	4,729	(544)	22,965
Total Net Assets	<u>\$ 796,195</u>	<u>\$ 232,235</u>	<u>\$ 67,604</u>	<u>\$ 76,186</u>	<u>\$ 32,193</u>	<u>\$ 221,491</u>
Investments in Shares of the Portfolio, at cost	<u>\$ 817,858</u>	<u>\$ 229,706</u>	<u>\$ 67,970</u>	<u>\$ 80,675</u>	<u>\$ 32,471</u>	<u>\$ 219,511</u>

The accompanying notes are an integral part of these financial statements.

**UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
STATEMENTS OF ASSETS AND LIABILITIES (Continued)
DECEMBER 31, 2024**

The following table provides units outstanding and unit values associated with the Variable Investment Options of the Separate Account and is further categorized by share class and contract charges:

Variable Investment Options	Contract Charge*	Share Class**	Unit Value	Units Outstanding
1290 VT High Yield Bond Portfolio	1.35%	Class IB	\$ 9.72	34,947
1290 VT High Yield Bond Portfolio	0.40%	Class IB	\$ 9.89	8,029
1290 VT Natural Resources Portfolio	1.35%	Class IB	\$ 9.32	2,125
1290 VT Natural Resources Portfolio	0.40%	Class IB	\$ 9.49	2,822
1290 VT Real Estate Portfolio	1.35%	Class IB	\$ 5.83	21,691
1290 VT Real Estate Portfolio	0.40%	Class IB	\$ 5.94	4,256
1290 VT Small Cap Value Portfolio	1.35%	Class IB	\$ 11.82	3,959
1290 VT Small Cap Value Portfolio	0.40%	Class IB	\$ 12.03	1,110
1290 VT Smart Beta Equity ESG Portfolio	1.35%	Class IB	\$ 18.59	3,746
1290 VT Socially Responsible Portfolio	1.35%	Class IB	\$ 22.44	1,598
EQ/AB Dynamic Moderate Growth Portfolio	1.35%	Class IB	\$ 12.64	4,575
EQ/AB Short Duration Government Bond	1.35%	Class IB	\$ 10.17	14,369
EQ/AB Short Duration Government Bond	0.40%	Class IB	\$ 10.35	15,320
EQ/AB Small Cap Growth Portfolio	1.35%	Class IB	\$ 14.66	6,612
EQ/AB Small Cap Growth Portfolio	0.40%	Class IB	\$ 14.92	1,098
EQ/Aggressive Allocation Portfolio	1.35%	Class B	\$ 10.52	27,178
EQ/All Asset Growth Portfolio	1.35%	Class IB	\$ 19.07	6,710
EQ/All Asset Growth Portfolio	0.40%	Class IB	\$ 19.41	4,315
EQ/American Century Mid Cap Value Portfolio	1.35%	Class IB	\$ 21.93	5,100
EQ/Conservative Allocation Portfolio	1.35%	Class B	\$ 8.39	24,073
EQ/Emerging Markets Equity PLUS Portfolio	1.35%	Class IB	\$ 9.13	7,838
EQ/Equity 500 Index Portfolio	1.35%	Class IB	\$ 83.75	47,011
EQ/Equity 500 Index Portfolio	0.40%	Class IB	\$ 85.24	11,336
EQ/Fidelity Institutional AM® Large Cap Portfolio	1.35%	Class IB	\$ 58.50	11,147
EQ/Fidelity Institutional AM® Large Cap Portfolio	0.40%	Class IB	\$ 59.54	1,963
EQ/Franklin Rising Dividends Portfolio	1.35%	Class IB	\$ 47.69	28,273
EQ/Franklin Rising Dividends Portfolio	0.40%	Class IB	\$ 48.54	179
EQ/Goldman Sachs Growth Allocation Portfolio	1.35%	Class IB	\$ 12.39	11,570
EQ/Goldman Sachs Moderate Growth Allocation Portfolio	1.35%	Class IB	\$ 11.29	627
EQ/Intermediate Government Bond Portfolio	1.35%	Class IB	\$ 9.69	29,970
EQ/Intermediate Government Bond Portfolio	0.40%	Class IB	\$ 9.86	7,876
EQ/International Equity Index Portfolio	1.35%	Class IB	\$ 11.08	15,244
EQ/Invesco Global Portfolio	1.35%	Class IB	\$ 28.59	7,253
EQ/Invesco Global Portfolio	0.40%	Class IB	\$ 29.10	1,184
EQ/Invesco Global Real Assets Portfolio	1.35%	Class IB	\$ 14.99	991
EQ/Janus Enterprise Portfolio	1.35%	Class IB	\$ 20.61	28,425
EQ/Janus Enterprise Portfolio	0.40%	Class IB	\$ 20.97	1,798
EQ/JPMorgan Value Opportunities Portfolio	1.35%	Class IB	\$ 19.41	3,968
EQ/Large Cap Growth Index Portfolio	1.35%	Class IB	\$ 25.75	41,778
EQ/Large Cap Growth Index Portfolio	0.40%	Class IB	\$ 26.21	12,876

**UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
STATEMENTS OF ASSETS AND LIABILITIES (Continued)
DECEMBER 31, 2024**

Variable Investment Options	Contract Charge*	Share Class**	Unit Value	Units Outstanding
EQ/Large Cap Value Index Portfolio	1.35%	Class IB	\$ 10.63	85,259
EQ/Large Cap Value Index Portfolio	0.40%	Class IB	\$ 10.82	5,260
EQ/MFS International Growth Portfolio	1.35%	Class IB	\$ 7.39	30,286
EQ/MFS International Growth Portfolio	0.40%	Class IB	\$ 7.52	8,711
EQ/MFS Technology Portfolio	1.35%	Class IB	\$ 38.05	3,453
EQ/MFS Technology Portfolio	0.40%	Class IB	\$ 38.73	2,105
EQ/MFS Utility Series Portfolio	1.35%	Class IB	\$ 37.15	15,314
EQ/Mid Cap Index Portfolio	1.35%	Class IB	\$ 15.92	27,652
EQ/Mid Cap Index Portfolio	0.40%	Class IB	\$ 16.21	545
EQ/Moderate Allocation Portfolio	1.35%	Class B	\$ 12.18	3,284
EQ/Moderate-Plus Allocation Portfolio	1.35%	Class B	\$ 9.68	10,960
EQ/Money Market Portfolio	1.35%	Class IB	\$ 1.06	448,260
EQ/Money Market Portfolio	0.40%	Class IB	\$ 1.08	123,884
EQ/PIMCO Global Real Return Portfolio	1.35%	Class IB	\$ 7.35	553
EQ/PIMCO Total Return ESG Portfolio	1.35%	Class IB	\$ 9.57	87,352
EQ/PIMCO Total Return ESG Portfolio	0.40%	Class IB	\$ 9.74	44,814
EQ/PIMCO Ultra Short Bond Portfolio	1.35%	Class IB	\$ 10.47	3,402
EQ/PIMCO Ultra Short Bond Portfolio	0.40%	Class IB	\$ 10.66	71,353
EQ/Small Company Index Portfolio	1.35%	Class IB	\$ 11.44	19,025
EQ/Sustainable US Thematic Portfolio	1.35%	Class IB	\$ 11.10	4,923
EQ/Sustainable US Thematic Portfolio	0.40%	Class IB	\$ 11.30	1,149
EQ/T. Rowe Price Health Sciences Portfolio	1.35%	Class IB	\$ 55.63	1,285
EQ/Wellington Energy Portfolio	1.35%	Class IB	\$ 4.31	5,475
EQ/Wellington Energy Portfolio	0.40%	Class IB	\$ 4.39	2,085
Multimanager Technology Portfolio	1.35%	Class IB	\$ 35.58	3,849
Multimanager Technology Portfolio	0.40%	Class IB	\$ 36.22	1,700

The accompanying notes are an integral part of these financial statements.

* Contract charges reflect the annual mortality and expense risk related to the Variable Investment Options.

** Share class reflects the share class of the Portfolio in which the units of the Variable Investment Option are invested, as further described in Note 1 of these financial statements.

**UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
STATEMENTS OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2024**

	1290 VT High Yield Bond Portfolio	1290 VT Natural Resources Portfolio	1290 VT Real Estate Portfolio	1290 VT Small Cap Value Portfolio	1290 VT Smart Beta Equity ESG Portfolio	1290 VT Socially Responsible Portfolio
Income and Expenses:						
Investment Income						
Dividends from the Portfolios	\$ 24,591	\$ 1,426	\$ 4,632	\$ 3,915	\$ 4,914	\$ 1,611
Expenses						
Asset-based charges	2,768	223	1,105	438	583	166
Net Investment Income (Loss)	<u>21,823</u>	<u>1,203</u>	<u>3,527</u>	<u>3,477</u>	<u>4,331</u>	<u>1,445</u>
Net Realized and Unrealized Gain (Loss) on Investments:						
Net realized gain (loss) on investments	1,048	(214)	613	62	271	95
Net realized gain (loss)	<u>1,048</u>	<u>(214)</u>	<u>613</u>	<u>62</u>	<u>271</u>	<u>95</u>
Net change in unrealized appreciation (depreciation) of investments	(12,305)	(4,209)	(6,595)	3,560	(721)	(708)
Net Realized and Unrealized Gain (Loss) on Investments	<u>(11,257)</u>	<u>(4,423)</u>	<u>(5,982)</u>	<u>3,622</u>	<u>(450)</u>	<u>(613)</u>
Net Increase (Decrease) in Net Assets Resulting from Operations	<u>\$ 10,566</u>	<u>\$ (3,220)</u>	<u>\$ (2,455)</u>	<u>\$ 7,099</u>	<u>\$ 3,881</u>	<u>\$ 832</u>

The accompanying notes are an integral part of these financial statements.

UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
STATEMENTS OF OPERATIONS (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2024

	EQ/MFS Technology Portfolio	EQ/Money Market Portfolio	EQ/AB Dynamic Moderate Growth Portfolio	EQ/AB Short Duration Government Bond	EQ/Aggressive Allocation Portfolio	EQ/All Asset Growth Portfolio
Income and Expenses:						
Investment Income						
Dividends from the Portfolios	\$ 22,855	\$ 48,231	\$ 4,630	\$ 11,019	\$ 21,977	\$ 9,735
Expenses						
Asset-based charges	1,955	9,406	809	1,090	3,558	1,355
Net Investment Income (Loss)	20,900	38,825	3,821	9,929	18,419	8,380
Net Realized and Unrealized Gain (Loss) on Investments:						
Net realized gain (loss) on investments	4,503	(106)	154	225	1,071	191
Net realized gain (loss)	4,503	(106)	154	225	1,071	191
Net change in unrealized appreciation (depreciation) of investments	17,222	(101)	978	(4,996)	8,965	(1,556)
Net Realized and Unrealized Gain (Loss) on Investments	21,725	(207)	1,132	(4,771)	10,036	(1,365)
Net Increase (Decrease) in Net Assets Resulting from Operations	\$ 42,625	\$ 38,618	\$ 4,953	\$ 5,158	\$ 28,455	\$ 7,015

The accompanying notes are an integral part of these financial statements.

UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
STATEMENTS OF OPERATIONS (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2024

	EQ/AB Small Cap Growth Portfolio	EQ/American Century Mid Cap Value Portfolio	EQ/Conservative Allocation Portfolio	EQ/Emerging Markets Equity PLUS Portfolio	EQ/Equity 500 Index Portfolio	EQ/Fidelity Institutional AM[®] Large Cap Portfolio
Income and Expenses:						
Investment Income						
Dividends from the Portfolios	\$ 11,149	\$ 8,859	\$ 10,165	\$ 1,444	\$ 126,792	\$ 53,610
Expenses						
Asset-based charges	1,153	1,076	2,001	373	34,593	5,941
Net Investment Income (Loss)	9,996	7,783	8,164	1,071	92,199	47,669
Net Realized and Unrealized Gain (Loss) on Investments:						
Net realized gain (loss) on investments	895	377	212	70	46,017	5,630
Net realized gain (loss)	895	377	212	70	46,017	5,630
Net change in unrealized appreciation (depreciation) of investments	(1,726)	(3,863)	(3,502)	(3,099)	319,034	19,284
Net Realized and Unrealized Gain (Loss) on Investments	(831)	(3,486)	(3,290)	(3,029)	365,051	24,914
Net Increase (Decrease) in Net Assets Resulting from Operations	\$ 9,165	\$ 4,297	\$ 4,874	\$ (1,958)	\$ 457,250	\$ 72,583

The accompanying notes are an integral part of these financial statements.

UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
STATEMENTS OF OPERATIONS (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2024

	EQ/Franklin Rising Dividends Portfolio	EQ/Goldman Sachs Growth Allocation Portfolio	EQ/Goldman Sachs Moderate Growth Allocation Portfolio	EQ/Intermediate Government Bond Portfolio	EQ/International Equity Index Portfolio	EQ/Invesco Global Portfolio
Income and Expenses:						
Investment Income						
Dividends from the Portfolios	\$ 51,511	\$ 7,249	\$ 171	\$ 9,200	\$ 5,048	\$ 11,662
Expenses						
Asset-based charges	13,829	1,772	100	1,640	1,617	1,487
Net Investment Income (Loss)	37,682	5,477	71	7,560	3,431	10,175
Net Realized and Unrealized Gain (Loss) on Investments:						
Net realized gain (loss) on investments	5,390	1,205	34	236	138	2,061
Net realized gain (loss)	5,390	1,205	34	236	138	2,061
Net change in unrealized appreciation (depreciation) of investments	6,028	5,907	425	(8,490)	(3,380)	(5,024)
Net Realized and Unrealized Gain (Loss) on Investments	11,418	7,112	459	(8,254)	(3,242)	(2,963)
Net Increase (Decrease) in Net Assets Resulting from Operations	\$ 49,100	\$ 12,589	\$ 530	\$ (694)	\$ 189	\$ 7,212

The accompanying notes are an integral part of these financial statements.

UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
STATEMENTS OF OPERATIONS (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2024

	EQ/Invesco Global Real Assets Portfolio	EQ/JPMorgan Value Opportunities Portfolio	EQ/Janus Enterprise Portfolio	EQ/Large Cap Growth Index Portfolio	EQ/Large Cap Value Index Portfolio	EQ/MFS International Growth Portfolio
Income and Expenses:						
Investment Income						
Dividends from the Portfolios	\$ 404	\$ 10,070	\$ 47,069	\$ 96,676	\$ 65,375	\$ 17,433
Expenses						
Asset-based charges	155	575	5,495	10,578	7,954	2,036
Net Investment Income (Loss)	249	9,495	41,574	86,098	57,421	15,397
Net Realized and Unrealized Gain						
(Loss) on Investments:						
Net realized gain (loss) on investments	79	123	1,683	9,909	1,631	434
Net realized gain (loss)	79	123	1,683	9,909	1,631	434
Net change in unrealized appreciation (depreciation) of investments	(412)	(6,295)	(5,276)	106,732	(11,821)	(12,060)
Net Realized and Unrealized Gain (Loss) on Investments	(333)	(6,172)	(3,593)	116,641	(10,190)	(11,626)
Net Increase (Decrease) in Net Assets Resulting from Operations	\$ (84)	\$ 3,323	\$ 37,981	\$ 202,739	\$ 47,231	\$ 3,771

The accompanying notes are an integral part of these financial statements.

UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
STATEMENTS OF OPERATIONS (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2024

	EQ/MFS Utility Series Portfolio	EQ/Mid Cap Index Portfolio	EQ/Moderate- Plus Allocation Portfolio	EQ/Moderate Allocation Portfolio	EQ/PIMCO Global Real Return Portfolio	EQ/PIMCO Total Return ESG Portfolio
Income and Expenses:						
Investment Income						
Dividends from the Portfolios	\$ 16,620	\$ 32,487	\$ 9,145	\$ 2,528	\$ 21	\$ 52,424
Expenses						
Asset-based charges	5,042	4,331	1,355	373	40	7,890
Net Investment Income (Loss)	11,578	28,156	7,790	2,155	(19)	44,534
Net Realized and Unrealized Gain						
(Loss) on Investments:						
Net realized gain (loss) on investments	(645)	3,483	2,505	(99)	2	105
Net realized gain (loss)	(645)	3,483	2,505	(99)	2	105
Net change in unrealized appreciation (depreciation) of investments	22,011	(4,583)	(2,081)	(2,089)	(27)	(40,243)
Net Realized and Unrealized Gain (Loss) on Investments	21,366	(1,100)	424	(2,188)	(25)	(40,138)
Net Increase (Decrease) in Net Assets Resulting from Operations	\$ 32,944	\$ 27,056	\$ 8,214	\$ (33)	\$ (44)	\$ 4,396

The accompanying notes are an integral part of these financial statements.

UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
STATEMENTS OF OPERATIONS (Concluded)
FOR THE YEAR ENDED DECEMBER 31, 2024

	EQ/PIMCO Ultra Short Bond Portfolio	EQ/Small Company Index Portfolio	EQ/Sustainable US Thematic Portfolio	EQ/T. Rowe Price Health Sciences Portfolio	EQ/Wellington Energy Portfolio	Multimanager Technology Portfolio
Income and Expenses:						
Investment Income						
Dividends from the Portfolios	\$ 35,756	\$ 16,586	\$ 69	\$ 3,873	\$ 535	\$ 20,200
Expenses						
Asset-based charges	1,321	2,111	326	784	187	1,235
Net Investment Income (Loss)	34,435	14,475	(257)	3,089	348	18,965
Net Realized and Unrealized Gain						
(Loss) on Investments:						
Net realized gain (loss) on investments	156	3,702	127	189	37	3,253
Net realized gain (loss)	156	3,702	127	189	37	3,253
Net change in unrealized appreciation (depreciation) of investments	(20,813)	(2,047)	(366)	(6,001)	(34)	(3,296)
Net Realized and Unrealized Gain (Loss) on Investments	(20,657)	1,655	(239)	(5,812)	3	(43)
Net Increase (Decrease) in Net Assets Resulting from Operations	\$ 13,778	\$ 16,130	\$ (496)	\$ (2,723)	\$ 351	\$ 18,922

The accompanying notes are an integral part of these financial statements.

UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
STATEMENTS OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2024 AND FOR THE PERIOD ENDED DECEMBER 31, 2023

	1290 VT High Yield Bond Portfolio		1290 VT Natural Resources Portfolio		1290 VT Real Estate Portfolio		1290 VT Small Cap Value Portfolio		1290 VT Smart Beta Equity ESG Portfolio		1290 VT Socially Responsible Portfolio	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
Increase (Decrease) in Net Assets												
From Operations:												
Net investment income (loss)	\$ 21,823	\$ 4,322	\$ 1,203	\$ 971	\$ 3,527	\$ 1,463	\$ 3,477	\$ 626	\$ 4,331	\$ 229	\$ 1,445	\$ 56
Net realized gain (loss)	1,048	41	(214)	-	613	(14)	62	(1)	271	6	95	2
Net change in unrealized appreciation (depreciation) of investments	(12,305)	394	(4,209)	(1,315)	(6,595)	4,546	3,560	(114)	(721)	957	(708)	412
Net increase (decrease) in net assets resulting from operations	10,566	4,757	(3,220)	(344)	(2,455)	5,995	7,099	511	3,881	1,192	832	470
From Contract Owners Transactions:												
Payments received from contract owners	553,865	85,131	148,705	73,162	240,908	111,805	74,345	6,107	88,257	12,663	35,069	2,437
Transfers between Variable Investment Options including guaranteed interest account, net	(53,150)	-	(14,809)	-	(23,213)	-	(21,480)	-	(23,678)	-	199	-
Redemptions for contract benefits and terminations	(173,005)	(8,993)	(113,149)	(43,825)	(130,928)	(50,200)	(6,416)	-	(12,634)	-	(3,139)	-
Contract maintenance charges	(138)	-	55	-	(94)	-	(23)	-	(42)	-	(5)	-
Net increase (decrease) in net assets resulting from contract owners transactions	327,572	76,138	20,802	29,337	86,673	61,605	46,426	6,107	51,903	12,663	32,124	2,437
Net increase (decrease) in amount retained (payable) by ULICO in the Separate Account	(2,644)	2,299	(452)	(6)	315	(33)	2,854	627	3,424	792	1,330	63
Net Increase (Decrease) in Net Assets	335,494	83,194	17,130	28,987	84,533	67,567	56,379	7,245	59,208	14,647	34,286	2,970
Net Assets — Beginning of Year or Period	83,194	-	28,987	-	67,567	-	7,245	-	14,647	-	2,970	-
Net Assets — End of Year or Period	<u>\$ 418,688</u>	<u>\$ 83,194</u>	<u>\$ 46,117</u>	<u>\$ 28,987</u>	<u>\$ 152,100</u>	<u>\$ 67,567</u>	<u>\$ 63,624</u>	<u>\$ 7,245</u>	<u>\$ 73,855</u>	<u>\$ 14,647</u>	<u>\$ 37,256</u>	<u>\$ 2,970</u>

The accompanying notes are an integral part of these financial statements.

UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
STATEMENTS OF CHANGES IN NET ASSETS (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2024 AND FOR THE PERIOD ENDED DECEMBER 31, 2023

	EQ/MFS Technology Portfolio		EQ/Money Market Portfolio		EQ/AB Dynamic Moderate Growth Portfolio		EQ/AB Short Duration Government Bond		EQ/Aggressive Allocation Portfolio		EQ/All Asset Growth Portfolio	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
Increase (Decrease) in Net Assets												
From Operations:												
Net investment income (loss)	\$ 20,900	\$ (241)	\$ 38,825	\$ 2,466	\$ 3,821	\$ 173	\$ 9,929	\$ 2,452	\$ 18,419	\$ 7,770	\$ 8,380	\$ 1,151
Net realized gain (loss)	4,503	44	(106)	-	154	11	225	3	1,071	15	191	-
Net change in unrealized appreciation (depreciation) of investments	17,222	10,032	(101)	-	978	2,195	(4,996)	(703)	8,965	13,415	(1,556)	1,905
Net increase (decrease) in net assets resulting from operations	42,625	9,835	38,618	2,466	4,953	2,379	5,158	1,752	28,455	21,200	7,015	3,056
From Contract Owners Transactions:												
Payments received from contract owners	163,181	61,369	3,398,212	238,618	25,711	33,239	637,242	250,917	95,612	174,317	154,598	51,871
Transfers between Variable Investment Options including guaranteed interest account, net	(34,306)	-	1,998,465	-	83	-	(6,146)	-	(7,103)	-	171	-
Redemptions for contract benefits and terminations	(29,629)	-	(5,004,740)	(62,425)	(8,420)	-	(433,778)	(150,383)	(26,493)	-	(4,703)	-
Contract maintenance charges	(146)	-	(85)	-	(96)	-	(108)	-	(148)	-	(258)	-
Net increase (decrease) in net assets resulting from contract owners transactions	99,100	61,369	391,852	176,193	17,278	33,239	197,210	100,534	61,868	174,317	149,808	51,871
Net increase (decrease) in amount retained (payable) by ULICO in the Separate Account	20,215	1,956	(968)	2,465	3,513	184	(170)	-	10,098	12,193	3,224	1,723
Net Increase (Decrease) in Net Assets	161,940	73,160	429,502	181,124	25,744	35,802	202,198	102,286	100,421	207,710	160,047	56,650
Net Assets — Beginning of Year or Period	73,160	-	181,124	-	35,802	-	102,286	-	207,710	-	56,650	-
Net Assets — End of Year or Period	<u>\$235,100</u>	<u>\$73,160</u>	<u>\$ 610,626</u>	<u>\$181,124</u>	<u>\$61,546</u>	<u>\$35,802</u>	<u>\$ 304,484</u>	<u>\$ 102,286</u>	<u>\$308,131</u>	<u>\$207,710</u>	<u>\$216,697</u>	<u>\$56,650</u>

The accompanying notes are an integral part of these financial statements.

UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
STATEMENTS OF CHANGES IN NET ASSETS (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2024 AND FOR THE PERIOD ENDED DECEMBER 31, 2023

	EQ/AB Small Cap Growth Portfolio		EQ/American Century Mid Cap Value Portfolio		EQ/Conservative Allocation Portfolio		EQ/Emerging Markets Equity PLUS Portfolio		EQ/Equity 500 Index Portfolio		EQ/Fidelity Institutional AM® Large Cap Portfolio	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
Increase (Decrease) in Net Assets												
From Operations:												
Net investment income (loss)	\$ 9,996	\$ (214)	\$ 7,783	\$ 1,866	\$ 8,164	\$ 814	\$ 1,071	\$ 100	\$ 92,199	\$ 15,601	\$ 47,669	\$ 4,726
Net realized gain (loss)	895	(26)	377	7	212	1	70	-	46,017	895	5,630	461
Net change in unrealized appreciation (depreciation) of investments	(1,726)	5,204	(3,863)	(544)	(3,502)	676	(3,099)	110	319,034	90,440	19,284	14,313
Net increase (decrease) in net assets resulting from operations	9,165	4,964	4,297	1,329	4,874	1,491	(1,958)	210	457,250	106,936	72,583	19,500
From Contract Owners Transactions:												
Payments received from contract owners	79,066	51,882	124,580	36,759	773,141	46,733	84,240	5,892	5,316,569	1,306,025	620,161	212,174
Transfers between Variable Investment Options including guaranteed interest account, net	(3,635)	-	(26,460)	-	(17,139)	-	(5,430)	-	(128,088)	-	(107,242)	-
Redemptions for contract benefits and terminations	(26,904)	(1,200)	(28,065)	(550)	(588,426)	(18,686)	(10,368)	(1,028)	(1,901,030)	(252,430)	(43,921)	(4,250)
Contract maintenance charges	(40)	-	(62)	-	(132)	-	21	-	(1,585)	-	(35)	-
Net increase (decrease) in net assets resulting from contract owners transactions	48,487	50,682	69,993	36,209	167,444	28,047	68,463	4,864	3,285,866	1,053,595	468,963	207,924
Net increase (decrease) in amount retained (payable) by ULICO in the Separate Account	9,879	272	5,043	2,948	3,710	202	(2,051)	(11)	72,487	9,159	46,275	5,056
Net Increase (Decrease) in Net Assets	67,531	55,918	79,333	40,486	176,028	29,740	64,454	5,063	3,815,603	1,169,690	587,821	232,480
Net Assets — Beginning of Year or Period	55,918	-	40,486	-	29,740	-	5,063	-	1,169,690	-	232,480	-
Net Assets — End of Year or Period	<u>\$ 123,449</u>	<u>\$ 55,918</u>	<u>\$ 119,819</u>	<u>\$ 40,486</u>	<u>\$ 205,768</u>	<u>\$ 29,740</u>	<u>\$ 69,517</u>	<u>\$ 5,063</u>	<u>\$ 4,985,293</u>	<u>\$ 1,169,690</u>	<u>\$ 820,301</u>	<u>\$ 232,480</u>

The accompanying notes are an integral part of these financial statements.

UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
STATEMENTS OF CHANGES IN NET ASSETS (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2024 AND FOR THE PERIOD ENDED DECEMBER 31, 2023

	EQ/Franklin Rising Dividends Portfolio		EQ/Goldman Sachs Growth Allocation Portfolio		EQ/Goldman Sachs Moderate Growth Allocation Portfolio		EQ/Intermediate Government Bond Portfolio		EQ/International Equity Index Portfolio		EQ/Invesco Global Portfolio	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
Increase (Decrease) in Net Assets												
From Operations:												
Net investment income (loss)	\$ 37,682	\$ 2,596	\$ 5,477	\$ 851	\$ 71	\$ 106	\$ 7,560	\$ 751	\$ 3,431	\$ 1,191	\$ 10,175	\$ 38
Net realized gain (loss)	5,390	206	1,205	112	34	-	236	-	138	(1)	2,061	162
Net change in unrealized appreciation (depreciation) of investments	6,028	11,858	5,907	5,642	425	397	(8,490)	113	(3,380)	4,994	(5,024)	5,145
Net increase (decrease) in net assets resulting from operations	49,100	14,660	12,589	6,605	530	503	(694)	864	189	6,184	7,212	5,345
From Contract Owners												
Transactions:												
Payments received from contract owners	1,197,399	307,751	227,195	76,023	2,676	6,250	613,020	47,067	219,588	47,067	237,828	50,845
Transfers between Variable Investment Options including guaranteed interest account, net	(57,142)	-	(2,513)	-	154	-	(164,846)	-	(23,044)	-	(34,358)	-
Redemptions for contract benefits and terminations	(138,720)	(15,869)	(169,640)	(6,774)	(2,994)	-	(111,394)	(15,800)	(80,012)	(1,032)	(23,426)	(1,615)
Contract maintenance charges	(139)	-	(102)	-	(40)	-	(109)	-	(43)	-	(19)	-
Net increase (decrease) in net assets resulting from contract owners transactions	1,001,398	291,882	54,940	69,249	(204)	6,250	336,671	31,267	116,489	46,035	180,025	49,230
Net increase (decrease) in amount retained (payable) by ULICO in the Separate Account	37,165	1,113	3,822	(11)	(3)	-	183	(1)	(236)	(3)	9,085	439
Net Increase (Decrease) in Net Assets	1,087,663	307,655	71,351	75,843	323	6,753	336,160	32,130	116,442	52,216	196,322	55,014
Net Assets — Beginning of Year or Period	307,655	-	75,843	-	6,753	-	32,130	-	52,216	-	55,014	-
Net Assets — End of Year or Period	<u>\$ 1,395,318</u>	<u>\$ 307,655</u>	<u>\$ 147,194</u>	<u>\$ 75,843</u>	<u>\$ 7,076</u>	<u>\$ 6,753</u>	<u>\$ 368,290</u>	<u>\$ 32,130</u>	<u>\$ 168,658</u>	<u>\$ 52,216</u>	<u>\$ 251,336</u>	<u>\$ 55,014</u>

The accompanying notes are an integral part of these financial statements.

UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
STATEMENTS OF CHANGES IN NET ASSETS (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2024 AND FOR THE PERIOD ENDED DECEMBER 31, 2023

	EQ/Invesco Global Real Assets Portfolio		EQ/JPMorgan Value Opportunities Portfolio		EQ/Janus Enterprise Portfolio		EQ/Large Cap Growth Index Portfolio		EQ/Large Cap Value Index Portfolio		EQ/MFS International Growth Portfolio	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
Increase (Decrease) in Net Assets												
From Operations:												
Net investment income (loss)	\$ 249	\$ 90	\$ 9,495	\$ 851	\$ 41,574	\$ 12,016	\$ 86,098	\$ 7,991	\$ 57,421	\$ 5,436	\$ 15,397	\$ 2,622
Net realized gain (loss)	79	-	123	-	1,683	21	9,909	196	1,631	2	434	3
Net change in unrealized appreciation (depreciation) of investments	(412)	153	(6,295)	262	(5,276)	2,344	106,732	17,369	(11,821)	2,559	(12,060)	296
Net increase (decrease) in net assets resulting from operations	(84)	243	3,323	1,113	37,981	14,381	202,739	25,556	47,231	7,997	3,771	2,921
From Contract Owners Transactions:												
Payments received from contract owners	13,883	1,847	123,300	17,790	451,113	199,297	2,070,908	270,393	1,744,753	157,661	393,056	102,671
Transfers between Variable Investment Options including guaranteed interest account, net	1,223	-	(39,115)	-	(5,137)	-	(220,167)	-	(78,970)	-	(17,374)	-
Redemptions for contract benefits and terminations	(2,228)	-	(26,382)	(2,985)	(66,511)	(7,684)	(895,049)	(40,378)	(881,117)	(34,450)	(149,640)	(46,044)
Contract maintenance charges	(24)	-	(32)	-	(34)	-	(550)	-	(254)	-	(35)	-
Net increase (decrease) in net assets resulting from contract owners transactions	12,854	1,847	57,771	14,805	379,431	191,613	955,142	230,015	784,412	123,211	226,007	56,627
Net increase (decrease) in amount retained (payable) by ULICO in the Separate Account	41	53	8,372	750	43,801	13,368	88,192	10,728	44,050	7,417	12,436	2,321
Net Increase (Decrease) in Net Assets	12,811	2,143	69,466	16,668	461,213	219,362	1,246,073	266,299	875,693	138,625	242,214	61,869
Net Assets — Beginning of Year or Period	2,143	-	16,668	-	219,362	-	266,299	-	138,625	-	61,869	-
Net Assets — End of Year or Period	<u>\$14,954</u>	<u>\$2,143</u>	<u>\$ 86,134</u>	<u>\$16,668</u>	<u>\$680,575</u>	<u>\$219,362</u>	<u>\$1,512,372</u>	<u>\$266,299</u>	<u>\$1,014,318</u>	<u>\$138,625</u>	<u>\$ 304,083</u>	<u>\$ 61,869</u>

The accompanying notes are an integral part of these financial statements.

UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
STATEMENTS OF CHANGES IN NET ASSETS (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2024 AND FOR THE PERIOD ENDED DECEMBER 31, 2023

	EQ/MFS Utility Series Portfolio		EQ/Mid Cap Index Portfolio		EQ/Moderate-Plus Allocation Portfolio		EQ/Moderate Allocation Portfolio		EQ/PIMCO Global Real Return Portfolio		EQ/PIMCO Total Return ESG Portfolio	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
Increase (Decrease) in Net Assets												
From Operations:												
Net investment income (loss)	\$ 11,578	\$ 5,834	\$ 28,156	\$ 4,641	\$ 7,790	\$ 1,336	\$ 2,155	\$ 423	\$ (19)	\$ 22	\$ 44,534	\$ 11,048
Net realized gain (loss)	(645)	(217)	3,483	(57)	2,505	8	(99)	1	2	-	105	(28)
Net change in unrealized appreciation (depreciation) of investments	22,011	(5,303)	(4,583)	6,571	(2,081)	1,548	(2,089)	603	(27)	90	(40,243)	10,612
Net increase (decrease) in net assets resulting from operations	32,944	314	27,056	11,155	8,214	2,892	(33)	1,027	(44)	112	4,396	21,632
From Contract Owners Transactions:												
Payments received from contract owners	446,293	174,026	508,154	115,038	134,084	37,036	89,596	17,253	3,655	1,767	2,406,971	928,565
Transfers between Variable Investment Options including guaranteed interest account, net	(8,991)	-	(14,031)	-	5,972	-	21,870	-	(76)	-	(170,099)	-
Redemptions for contract benefits and terminations	(68,126)	(7,696)	(184,832)	(13,345)	(77,137)	(4,803)	(84,959)	(4,684)	(1,344)	-	(1,435,710)	(483,671)
Contract maintenance charges	91	-	(101)	-	(135)	-	(59)	-	(7)	-	(247)	-
Net increase (decrease) in net assets resulting from contract owners transactions	369,267	166,330	309,190	101,693	62,784	32,233	26,448	12,569	2,228	1,767	800,915	444,894
Net increase (decrease) in amount retained (payable) by ULICO in the Separate Account	5,486	3,566	24,834	5,729	4,864	2,648	1,416	230	0	3	(1,661)	2,191
Net Increase (Decrease) in Net Assets	407,697	170,210	361,080	118,577	75,862	37,773	27,831	13,826	2,184	1,882	803,650	468,717
Net Assets — Beginning of Year or Period	170,210	-	118,577	-	37,773	-	13,826	-	1,882	-	468,717	-
Net Assets — End of Year or Period	<u>\$577,907</u>	<u>\$170,210</u>	<u>\$ 479,657</u>	<u>\$118,577</u>	<u>\$113,635</u>	<u>\$37,773</u>	<u>\$ 41,657</u>	<u>\$13,826</u>	<u>\$ 4,066</u>	<u>\$1,882</u>	<u>\$ 1,272,367</u>	<u>\$ 468,717</u>

The accompanying notes are an integral part of these financial statements.

UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
STATEMENTS OF CHANGES IN NET ASSETS (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2024 AND FOR THE PERIOD ENDED DECEMBER 31, 2023

	EQ/PIMCO Ultra Short Bond Portfolio		EQ/Small Company Index Portfolio		EQ/Sustainable US Thematic Portfolio		EQ/T. Rowe Price Health Sciences Portfolio		EQ/Wellington Energy Portfolio		Multimanager Technology Portfolio	
	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023	2024	2023
Increase (Decrease) in Net Assets												
From Operations:												
Net investment income (loss)	\$ 34,435	\$ 1,060	\$ 14,475	\$ 1,590	\$ (257)	\$ -	\$ 3,089	\$ 571	\$ 348	\$ 231	\$ 18,965	\$ 2,889
Net realized gain (loss)	156	-	3,702	7	127	-	189	(1)	37	-	3,253	34
Net change in unrealized appreciation (depreciation) of investments	(20,813)	(850)	(2,047)	4,577	(366)	-	(6,001)	1,511	(34)	(245)	(3,296)	5,273
Net increase (decrease) in net assets resulting from operations	13,778	210	16,130	6,174	(496)	-	(2,723)	2,081	351	(14)	18,922	8,196
From Contract Owners Transactions:												
Payments received from contract owners	1,406,383	26,945	293,431	45,819	100,763	-	50,597	25,137	61,322	12,099	177,343	52,374
Transfers between Variable Investment Options including guaranteed interest account, net	(638,155)	-	3,146	-	(30,675)	-	(2,917)	-	(4,079)	-	(47,716)	-
Redemptions for contract benefits and terminations	(12,780)	-	(136,937)	(9,972)	(1,923)	-	(680)	-	(32,534)	(4,367)	(10,462)	-
Contract maintenance charges	(8)	-	(91)	-	(15)	-	(38)	-	(41)	-	(132)	-
Net increase (decrease) in net assets resulting from contract owners transactions	755,440	26,945	159,549	35,847	68,150	-	46,962	25,137	24,668	7,732	119,033	52,374
Net increase (decrease) in amount retained (payable) by ULICO in the Separate Account	(696)	518	13,108	1,427	(50)	-	4,106	623	(544)	-	13,047	9,919
Net Increase (Decrease) in Net Assets	768,522	27,673	188,787	43,448	67,604	-	48,345	27,841	24,475	7,718	151,002	70,489
Net Assets — Beginning of Year or Period	27,673	-	43,448	-	-	-	27,841	-	7,718	-	70,489	-
Net Assets — End of Year or Period	<u>\$ 796,195</u>	<u>\$ 27,673</u>	<u>\$ 232,235</u>	<u>\$ 43,448</u>	<u>\$ 67,604</u>	<u>\$ -</u>	<u>\$ 76,186</u>	<u>\$ 27,841</u>	<u>\$ 32,193</u>	<u>\$ 7,718</u>	<u>\$ 221,491</u>	<u>\$ 70,489</u>

The accompanying notes are an integral part of these financial statements.

UNIVERSAL LIFE SEPARATE ACCOUNT FORTUNE VII
STATEMENTS OF CHANGES IN NET ASSETS (Continued)
For the year ended December 31, 2024 and for the period ended December 31, 2023

The changes in units outstanding for the year ended December 31, 2024 and for the period ended December 31, 2023 were as follows:

Variable Investment Options	Share Class**	12/31/2024			12/31/2023		
		Units Issued	Units Redeemed	Net Increase (Decrease)	Units Issued	Units Redeemed	Net Increase (Decrease)
1290 VT High Yield Bond Portfolio	Class IB	52,169	18,023	34,146	10,126	1,296	8,830
1290 VT Natural Resources Portfolio	Class IB	13,483	11,414	2,069	7,285	4,406	2,879
1290 VT Real Estate Portfolio	Class IB	36,177	21,718	14,459	20,522	9,033	11,489
1290 VT Small Cap Value Portfolio	Class IB	4,999	556	4,443	627	-	627
1290 VT Smart Beta Equity ESG Portfolio	Class IB	3,584	645	2,939	843	37	806
1290 VT Socially Responsible Portfolio	Class IB	1,599	150	1,449	149	-	149
EQ/AB Dynamic Moderate Growth Portfolio	Class IB	2,326	654	1,672	2,903	-	2,903
EQ/AB Short Duration Government Bond	Class IB	62,163	42,771	19,392	25,569	15,273	10,296
EQ/AB Small Cap Growth Portfolio	Class IB	5,529	1,704	3,825	3,990	104	3,886
EQ/Aggressive Allocation Portfolio	Class B	9,373	1,987	7,386	20,378	587	19,791
EQ/All Asset Growth Portfolio	Class IB	8,130	183	7,947	3,160	82	3,078
EQ/American Century Mid Cap Value Portfolio	Class IB	4,555	1,185	3,370	1,823	92	1,731
EQ/Conservative Allocation Portfolio	Class B	89,700	69,196	20,504	5,881	2,312	3,569
EQ/Emerging Markets Equity PLUS Portfolio	Class IB	8,386	1,119	7,267	691	121	570
EQ/Equity 500 Index Portfolio	Class IB	65,706	23,976	41,730	20,351	3,733	16,618
EQ/Fidelity Institutional AM® Large Cap Portfolio	Class IB	9,424	786	8,638	4,561	89	4,472
EQ/Franklin Rising Dividends Portfolio	Class IB	24,524	2,895	21,629	7,192	368	6,824
EQ/Goldman Sachs Growth Allocation Portfolio	Class IB	18,631	13,666	4,965	7,222	617	6,605
EQ/Goldman Sachs Moderate Growth Allocation Portfolio	Class IB	251	269	(18)	645	-	645
EQ/Intermediate Government Bond Portfolio	Class IB	46,003	11,506	34,497	5,015	1,666	3,349
EQ/International Equity Index Portfolio	Class IB	17,348	6,980	10,368	4,977	102	4,875
EQ/Invesco Global Portfolio	Class IB	7,187	828	6,359	2,145	67	2,078
EQ/Invesco Global Real Assets Portfolio	Class IB	1,004	150	854	137	-	137
EQ/Janus Enterprise Portfolio	Class IB	23,015	3,217	19,798	10,818	393	10,425
EQ/JPMorgan Value Opportunities Portfolio	Class IB	4,407	1,270	3,137	991	160	831
EQ/Large Cap Growth Index Portfolio	Class IB	78,264	35,686	42,578	14,216	2,139	12,077
EQ/Large Cap Value Index Portfolio	Class IB	157,401	79,989	77,412	17,130	4,022	13,108
EQ/MFS International Growth Portfolio	Class IB	49,891	19,020	30,871	14,466	6,341	8,125
EQ/MFS Technology Portfolio	Class IB	4,020	727	3,293	2,325	60	2,265
EQ/MFS Utility Series Portfolio	Class IB	12,381	1,919	10,462	5,091	240	4,851
EQ/Mid Cap Index Portfolio	Class IB	32,169	11,409	20,760	8,429	992	7,437
EQ/Moderate Allocation Portfolio	Class B	9,148	7,006	2,142	1,546	404	1,142
EQ/Moderate-Plus Allocation Portfolio	Class B	14,913	7,702	7,211	4,455	707	3,748
EQ/Money Market Portfolio	Class IB	5,162,894	4,764,477	398,417	236,429	62,702	173,727
EQ/PIMCO Global Real Return Portfolio	Class IB	482	181	301	252	-	252
EQ/PIMCO Total Return ESG Portfolio	Class IB	230,596	147,243	83,353	101,082	52,269	48,813
EQ/PIMCO Ultra Short Bond Portfolio	Class IB	73,236	1,169	72,067	2,739	52	2,687
EQ/Small Company Index Portfolio	Class IB	27,230	12,001	15,229	4,736	940	3,796
EQ/Sustainable US Thematic Portfolio	Class IB	6,257	185	6,072	-	-	-
EQ/T. Rowe Price Health Sciences Portfolio	Class IB	832	11	821	464	-	464
EQ/Wellington Energy Portfolio	Class IB	13,171	7,494	5,677	2,976	1,093	1,883
Multimanager Technology Portfolio	Class IB	3,805	137	3,668	2,086	206	1,880

The accompanying notes are an integral part of these financial statements.

** Share class reflects the share class of the Portfolio in which the units of the Variable Investment Option are invested, as further described in Note 1 of these financial statements.

Universal Life Separate Account Fortune VII
Notes to Financial Statements
December 31, 2024

1. Organization

Universal Life Separate Account Fortune VII (“the Separate Account”) is a separate account of Universal Life Insurance Company (“ULICO”), a wholly-owned subsidiary of Universal Insurance Company (“UNICO”), which in turn is a wholly-owned subsidiary of Universal Group, Inc. (“UGI”). ULICO is domiciled in Puerto Rico and is operating under the provision of the Puerto Rico Insurance Code. The Separate Account is organized as a unit investment trust registered under the Investment Company Act of 1940, as amended (the “1940 Act”), starting operations on February 21, 2023.

The Separate Account offers Variable Investment Options (“VIO”), also deemed Sub-accounts of the Separate Account, each of which invests in shares issued by the mutual funds portfolio of EQ Advisors Trust (“the Trust”). The Trust is a registered open-ended investment management company under the 1940 Act that sells shares of a portfolio (“Portfolio”) of mutual funds to separate accounts of insurance companies. The shares of the portfolios are registered under the Securities Act of 1933, as amended. The accompanying financial statements are those of the Variable Investment Options of the Separate Account. The Separate Account is used to fund benefits for variable annuities issued by ULICO for Universal VIA Generation Growth (the “Contract” or “Accumulator”) which provides for the accumulation of retirement savings. These annuities in the Accumulator Series, are offered with the same Variable Investment Options for use as a nonqualified annuity for after-tax contributions only, or when used as an investment vehicle for certain qualified plans, an individual retirement annuity. Universal VIA Generation Growth is offered under individual variable annuity forms.

The following VIO are subaccounts of the Separate Account:

1290 VT High Yield Bond Portfolio	EQ/International Equity Index Portfolio
1290 VT Natural Resources Portfolio	EQ/Invesco Global Portfolio
1290 VT Real Estate Portfolio	EQ/Invesco Global Real Assets Portfolio
1290 VT Small Cap Value Portfolio	EQ/Janus Enterprise Portfolio
1290 VT Smart Beta Equity ESG Portfolio	EQ/JPMorgan Value Opportunities Portfolio
1290 VT Socially Responsible Portfolio	EQ/Large Cap Growth Index Portfolio
EQ/AB Dynamic Moderate Growth Portfolio	EQ/Large Cap Value Index Portfolio
EQ/AB Short Duration Government Bond	EQ/MFS International Growth Portfolio
EQ/AB Small Cap Growth Portfolio	EQ/MFS Technology Portfolio
EQ/Sustainable US Thematic Portfolio	EQ/MFS Utility Series Portfolio
EQ/Aggressive Allocation Portfolio	EQ/Mid Cap Index Portfolio
EQ/All Asset Growth Portfolio	EQ/Moderate Allocation Portfolio
EQ/American Century Mid Cap Value Portfolio	EQ/Moderate-Plus Allocation Portfolio
EQ/Conservative Allocation Portfolio	EQ/Money Market Portfolio
EQ/Emerging Markets Equity PLUS Portfolio	EQ/PIMCO Global Real Return Portfolio
EQ/Equity 500 Index Portfolio	EQ/PIMCO Total Return ESG Portfolio
EQ/Fidelity Institutional AM [®] Large Cap Portfolio	EQ/PIMCO Ultra Short Bond Portfolio
EQ/Franklin Rising Dividends Portfolio	EQ/Small Company Index Portfolio
EQ/Goldman Sachs Growth Allocation Portfolio	EQ/T. Rowe Price Health Sciences Portfolio
EQ/Goldman Sachs Moderate Growth Allocation Portfolio	EQ/Wellington Energy Portfolio
EQ/Intermediate Government Bond Portfolio	Multimanager Technology Portfolio

The assets in each Variable Investment Option are invested in shares of a corresponding Portfolio of the Trust. Shares are offered by the Portfolios at net asset value. Shares in which the Variable Investment Options invest are categorized by the share class of the Portfolios. The Trust issues Class B and Class IB shares. All share classes issued by the Trust are subject to fees for investment management, administration and other Portfolio expenses. The expenses related to each share class of the Portfolios are those borne by the specific unit classes of the Variable Investment Options.

1. Organization (continued)

Under the Puerto Rico Insurance Code, the assets within the Separate Account are legally insulated from ULICO assets. The only shareholders of the Separate Account are contract holders ("Contract Owner") of the Universal VIA Generation Growth annuity contract issued by ULICO. All Contracts are issued by ULICO and the assets of the Separate Account are the property of ULICO. However, the portion of the Separate Account's assets attributable to the Contracts will not be charged with liabilities arising out of any other business ULICO may conduct.

The amount retained by ULICO in the Separate Account arises primarily from (1) contributions from ULICO, and (2) the portion, determined ratably, of the Separate Account's investment results applicable to those assets in the Separate Account in excess of the net assets attributable to accumulation units. Amounts retained by ULICO are not subject to charges for mortality and expense risks, asset-based administration charges and distribution charges.

Amounts retained by ULICO in the Separate Account may be transferred at any time by ULICO to its General Account ("General Account").

Each of the Variable Investment Options of the Separate Account bears indirect exposure to the market, credit, and liquidity risks of the Portfolio in which it invests. In the normal course of business, ULICO may have agreements to indemnify another party under given circumstances. The maximum exposure under these arrangements is unknown as this would involve future claims that may be, but have not been, made against the Variable Investment Options of the Separate Account. Based on experience, the risk of material loss is expected to be remote.

2. Significant Accounting Policies

The financial statements of the Separate Account are prepared in conformity with the accounting principles generally accepted in the United States of America ("GAAP") Accounting Standards Codification Topic 946 — Investment Companies.

Use of Estimates: In preparing the Separate Account's financial statements in accordance with GAAP, estimates or assumptions (which could differ from actual results) may be used that affect reported amounts and disclosures.

Fiscal Year: The Separate Account fiscal year ends on December 31st each year. All references to years in these notes to the Financial Statements represent the calendar year that ended, except for year 2023, which represent the period since inception date of February 21st, 2023.

Investments in Shares of the Portfolios: Investments are made in shares of the Portfolios and the fair values of investments are the reported net asset values per share of the respective Portfolios. The net asset value is determined by the Trust using the fair value of the underlying assets of the Portfolios less liabilities.

Investment Transactions and Investment Income: Investment transactions are recorded on the trade date. Dividend income and net realized gain distributions from the Portfolios are recorded and automatically reinvested in the Portfolios on the ex-dividend date. Net realized gain (loss) on investments are gains and losses on redemptions of investments in the Portfolios (determined on the identified cost basis).

Due to and Due from: Receivable/payable for policy-related transactions represent amounts due to/from ULICO's General Account. These are primarily related to premiums, surrenders, death benefits and amounts transferred among various Portfolios by Contract Owners. Receivable/payable for shares of the Portfolios sold/purchased represent unsettled trades.

Contract Payments and Transfers: Payments received from Contract Owners represent participant contributions under the Contracts reduced by deductions and charges, as applicable. Contract Owners may allocate amounts in their individual accounts to Variable Investment Options of the Separate Account.

2. Significant Accounting Policies (continued)

Transfers between Variable Investment Options are amounts that participants have directed to be moved among Portfolios. The net assets of any Variable Investment Option may not be less than the aggregate value of the Contract Owner accounts allocated to that Variable Investment Option.

Redemptions for contract benefits and terminations are payments to participants and beneficiaries made under the terms of the Contracts and amounts that participants have requested to be withdrawn and paid to them or applied to the purchase of annuities. Withdrawal charges, if any, are included in Redemptions for contract benefits and terminations to the extent that such charges apply to the contracts. Administrative charges, if any, are included in Contract maintenance charges to the extent that such charges apply to the Contracts.

Segment Reporting: During the year ended December 31, 2024, the Separate Account adopted FASB Accounting Standards Update 2023-07, Segment Reporting (Topic 280) - Improvements to Reportable Segment Disclosures. Adoption of the new standard impacted financial statement disclosures only and did not affect the Separate Account's financial position or the results of its operations. An operating segment is defined as a component of a public entity that engages in business activities from which it may recognize revenues and incur expenses, has operating results that are regularly reviewed by the public entity's chief operating decision maker (CODM) to make decisions about resources to be allocated to the segment and assess its performance, and has discrete financial information available. The Trust of the Separate Account acts as the CODM. Each VIO within the Separate Account represents a single operating segment. The financial information in the form of the VIO's portfolio composition, total returns, expense ratios and changes in net assets (i.e., changes in net assets resulting from operations, subscriptions and redemptions) is reviewed by the CODM to assess the VIO's performance in comparison to the VIO benchmarks is consistent with the information presented in these financial statements, and to make resource allocation decisions for the VIO's single segment. Segment assets are reflected on the accompanying Statements of Assets and Liabilities as "total assets" and significant segment expenses are listed on the accompanying Statements of Operations.

3. Investment Valuation

Under GAAP, fair value is the price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. GAAP also establishes a fair value hierarchy that requires an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value, and identifies three levels of inputs that may be used to measure fair value:

Level 1 — Quoted prices that are publicly available for identical assets in active markets. Level 1 fair values generally are supported by market transactions that occur with sufficient frequency and volume to provide pricing information on an ongoing basis.

Level 2 — Observable inputs other than Level 1 prices, such as quoted prices for similar assets, quoted prices in markets that are not active, and inputs to model-derived valuations that are directly observable or can be corroborated by observable market data.

Level 3 — Unobservable inputs supported by little or no market activity and often requiring significant judgment or estimation, such as an entity's own assumptions about the cash flows or other significant components of value that market participants would use in pricing the asset or liability.

Variable Investment Options of the Separate Account have been classified as Level 1. There were no transfers between level 1, level 2 and level 3 during the year.

4. Purchases and Sales of Portfolios

The cost of purchases and proceeds from sales of Portfolio shares for the period for the year ended December 31, 2024 were as follows:

Variable Investment Option	Purchases	Sales
1290 VT High Yield Bond Portfolio	\$ 365,899	\$ 19,148
1290 VT Natural Resources Portfolio	\$ 25,150	\$ 3,598
1290 VT Real Estate Portfolio	\$ 98,210	\$ 7,695
1290 VT Small Cap Value Portfolio	\$ 53,334	\$ 576
1290 VT Smart Beta Equity ESG Portfolio	\$ 61,230	\$ 1,571
1290 VT Socially Responsible Portfolio	\$ 35,302	\$ 404
EQ/AB Dynamic Moderate Growth Portfolio	\$ 25,724	\$ 1,112
EQ/AB Short Duration Government Bond	\$ 219,618	\$ 12,650
EQ/AB Small Cap Growth Portfolio	\$ 73,596	\$ 5,235
EQ/Aggressive Allocation Portfolio	\$ 99,083	\$ 8,699
EQ/All Asset Growth Portfolio	\$ 164,594	\$ 3,183
EQ/American Century Mid Cap Value Portfolio	\$ 97,164	\$ 14,345
EQ/Conservative Allocation Portfolio	\$ 183,058	\$ 3,739
EQ/Emerging Markets Equity PLUS Portfolio	\$ 68,392	\$ 909
EQ/Equity 500 Index Portfolio	\$ 3,659,017	\$ 208,466
EQ/Fidelity Institutional AM [®] Large Cap Portfolio	\$ 585,921	\$ 23,014
EQ/Franklin Rising Dividends Portfolio	\$ 1,114,608	\$ 38,362
EQ/Goldman Sachs Growth Allocation Portfolio	\$ 70,945	\$ 6,707
EQ/Goldman Sachs Moderate Growth Allocation Portfolio	\$ 171	\$ 308
EQ/Intermediate Government Bond Portfolio	\$ 352,885	\$ 8,471
EQ/International Equity Index Portfolio	\$ 121,214	\$ 1,530
EQ/Invesco Global Portfolio	\$ 208,156	\$ 8,871
EQ/Invesco Global Real Assets Portfolio	\$ 14,552	\$ 1,408
EQ/Janus Enterprise Portfolio	\$ 481,484	\$ 16,678
EQ/JPMorgan Value Opportunities Portfolio	\$ 77,499	\$ 1,862
EQ/Large Cap Growth Index Portfolio	\$ 1,161,554	\$ 32,121
EQ/Large Cap Value Index Portfolio	\$ 898,873	\$ 12,990
EQ/MFS International Growth Portfolio	\$ 268,123	\$ 14,283
EQ/MFS Technology Portfolio	\$ 151,404	\$ 11,190
EQ/MFS Utility Series Portfolio	\$ 406,829	\$ 20,497
EQ/Mid Cap Index Portfolio	\$ 400,765	\$ 38,585
EQ/Moderate Allocation Portfolio	\$ 77,385	\$ 47,365
EQ/Moderate-Plus Allocation Portfolio	\$ 97,379	\$ 21,941
EQ/Money Market Portfolio	\$ 5,344,125	\$ 4,914,417
EQ/PIMCO Global Real Return Portfolio	\$ 2,260	\$ 50
EQ/PIMCO Total Return ESG Portfolio	\$ 873,817	\$ 30,028
EQ/PIMCO Ultra Short Bond Portfolio	\$ 799,647	\$ 10,468

Universal Life Separate Account Fortune VII
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4. Purchases and Sales of Portfolios (continued)

Variable Investment Option	Purchases	Sales
EQ/Small Company Index Portfolio	\$ 215,883	\$ 28,750
EQ/Sustainable US Thematic Portfolio	\$ 70,052	\$ 2,209
EQ/T. Rowe Price Health Sciences Portfolio	\$ 55,601	\$ 1,444
EQ/Wellington Energy Portfolio	\$ 25,195	\$ 722
Multimanager Technology Portfolio	\$ 162,649	\$ 11,606

5. Expenses and Related Party Transactions

Certain officers of the Separate Account are also officers, or employees of UGI or its affiliates. None of the Separate Account's officers receive compensation from the Separate Account.

Certain charges made directly against the net assets of the Separate Account and are reflected daily in the computation of the unit values of the Contracts are charged by ULICO. These charges are included in "Asset-based charges" in the Statements of Operations. Under the Contracts, ULICO charges the account for the following:

Contracts	Mortality and expense charge
VIA Generation Growth	1.35%
VIA Generation Growth ADV	0.40%

6. Contract Maintenance Charges

The following administrative charges are deducted from the Contract Owners' account value as a redemption of units and are included as part of "Contract Maintenance Charges" in the Statements of Changes in Net Assets:

Administrative expenses:

Beginning with the first contract date anniversary, and administrative expenses are charged at contract anniversary date where the account value is less than \$100,000. If the contract is surrendered or annuitized or a death benefit is paid on any date other than the contract date anniversary, the charge will be the pro rata portion for that year. The administrative expense charge by classes are as follow:

	VIA Generation Growth	VIA Generation Growth ADV
Administrative Expenses (Annual Contract Maintenance Fee)	\$ 50	\$ 50

Annual Tax Charge:

ULICO deducts on an annual basis from each variable account a Puerto Rico tax equal to 0.10% of the asset value of the variable account as of December 31 of each calendar year. This Puerto Rico Tax is payable to the Puerto Rico Treasury Department by Universal Life pursuant to Section 1023.01 of the Puerto Rico Internal Revenue Code of 2011, as amended (the "P.R. Code").

The annual tax charges are deducted as unit liquidation from account value and are included in the statement of changes in net assets as part of redemptions for contract benefits and terminations.

6. Contract Maintenance Charges (continued)

Withdrawal charges:

The percentage of the withdrawal charge that applies to each contribution depends on how long each contribution has been invested in the contract. While for VIA Generation Growth ADV class there is no withdrawal charge, the following table shows the withdrawal charge as a percentage contribution for the VIA Generation Growth class:

Withdrawal charge as a % of contributions for each year following the contribution

Year	1	2	3	4	5	6
VIA Generation Growth	7%	7%	6%	6%	5%	3%(1)

(1) Charge does not apply in the 7th and subsequent years following contribution.

The withdrawal charges are deducted as unit liquidation from account value and are included in the statement of changes in net assets as part of redemptions for contract benefits and terminations.

7. Financial Highlights

The ranges for the total return ratios and unit values correspond to the product groupings that produced the lowest and highest expense ratios. The lowest and the highest contract charge represents the contract expenses that consist of mortality and expense charges. This ratio includes only those expenses that result in direct reduction to unit value. Charges made directly to Contract Owner account through the redemption of units and expenses of the respective Portfolios have been excluded. The summary may not reflect the minimum and maximum contract charges offered by the Company as Contract Owners may not have selected all available and applicable contract options.

Contract charges and related unit values and total returns for the year ended in December 31, 2023, represent the annualized figures of the result of operations from the period of each VIO's inception to December 31, 2023.

		Unit Value	Units Outstanding	Accumulation Unit Values	Investment Income Ratio	Total Return
1290 VT High Yield Bond Portfolio						
2023	Highest contract charge 1.35% Class IB	\$ 9.16	-	-	-	10.10%
	All contract charges	-	8,830	\$ 80,895	12.10%	
2024	Lowest contract charge 0.40% Class IB	\$ 9.89	-	-	-	7.03%
	Highest contract charge 1.35% Class IB	\$ 9.72	-	-	-	6.11%
	All contract charges	-	42,977	\$ 419,033	11.60%	
1290 VT Natural Resources Portfolio						
2023	Lowest contract charge 0.40% Class IB	\$ 10.08	-	-	-	0.80%
	Highest contract charge 1.35% Class IB	\$ 10.00	-	-	-	0.00%
	All contract charges	-	2,878	\$ 28,993	11.10%	
2024	Lowest contract charge 0.40% Class IB	\$ 9.49	-	-	-	-5.85%
	Highest contract charge 1.35% Class IB	\$ 9.32	-	-	-	-6.80%
	All contract charges	-	4,947	\$ 46,575	4.03%	
1290 VT Real Estate Portfolio						
2023	Lowest contract charge 0.40% Class IB	\$ 5.91	-	-	-	3.87%
	Highest contract charge 1.35% Class IB	\$ 5.87	-	-	-	3.16%
	All contract charges	-	11,488	\$ 67,600	5.62%	
2024	Lowest contract charge 0.40% Class IB	\$ 5.94	-	-	-	0.51%
	Highest contract charge 1.35% Class IB	\$ 5.83	-	-	-	-0.68%
	All contract charges	-	25,947	\$ 151,818	4.76%	

7. Financial Highlights (continued)

		Unit Value	Units Outstanding	Accumulation Unit Values	Investment Income Ratio	Total Return
1290 VT Small Cap Value Portfolio						
2023	Highest contract charge 1.35% Class IB	\$ 10.56	-	-	-	-7.12%
	All contract charges	-	627	\$ 6,618	16.44%	
2024	Lowest contract charge 0.40% Class IB	\$ 12.03	-	-	-	12.96%
	Highest contract charge 1.35% Class IB	\$ 11.82	-	-	-	11.93%
	All contract charges	-	5,069	\$ 60,143	12.19%	
1290 VT Smart Beta Equity ESG Portfolio						
2023	Highest contract charge 1.35% Class IB	\$ 17.18	-	-	-	10.91%
	All contract charges	-	806	\$ 13,855	3.88%	
2024	Highest contract charge 1.35% Class IB	\$ 18.59	-	-	-	8.21%
	All contract charges	-	3,746	\$ 69,639	11.82%	
1290 VT Socially Responsible Portfolio						
2023	Highest contract charge 1.35% Class IB	\$ 19.55	-	-	-	17.56%
	All contract charges	-	149	\$ 2,907	3.98%	
2024	Highest contract charge 1.35% Class IB	\$ 22.44	-	-	-	14.78%
	All contract charges	-	1,598	\$ 35,863	13.22%	
EQ/AB Dynamic Moderate Growth Portfolio						
2023	Highest contract charge 1.35% Class IB	\$ 12.27	-	-	-	8.39%
	All contract charges	-	2,903	\$ 35,618	2.05%	
2024	Highest contract charge 1.35% Class IB	\$ 12.64	-	-	-	3.02%
	All contract charges	-	4,575	\$ 57,849	8.04%	
EQ/AB Short Duration Government Bond						
2023	Lowest contract charge 0.40% Class IB	\$ 9.95	-	-	-	3.54%
	Highest contract charge 1.35% Class IB	\$ 9.87	-	-	-	2.71%
	All contract charges	-	10,297	\$ 102,286	8.16%	
2024	Lowest contract charge 0.40% Class IB	\$ 10.35	-	-	-	4.02%
	Highest contract charge 1.35% Class IB	\$ 10.17	-	-	-	3.04%
	All contract charges	-	29,688	\$ 304,654	7.26%	
EQ/AB Small Cap Growth Portfolio						
2023	Highest contract charge 1.35% Class IB	\$ 14.32	-	-	-	8.48%
	All contract charges	-	3,886	\$ 55,646	0.68%	
2024	Lowest contract charge 0.40% Class IB	\$ 14.92	-	-	-	3.32%
	Highest contract charge 1.35% Class IB	\$ 14.66	-	-	-	2.37%
	All contract charges	-	7,711	\$ 113,298	12.78%	
EQ/Aggressive Allocation Portfolio						
2023	Highest contract charge 1.35% Class IB	\$ 9.88	-	-	-	8.10%
	All contract charges	-	19,791	\$ 195,517	13.85%	
2024	Highest contract charge 1.35% Class IB	\$ 10.52	-	-	-	6.48%
	All contract charges	-	27,178	\$ 285,840	8.41%	
EQ/All Asset Growth Portfolio						
2023	Highest contract charge 1.35% Class IB	\$ 17.85	-	-	-	7.08%
	All contract charges	-	3,078	\$ 54,927	12.04%	
2024	Lowest contract charge 0.40% Class IB	\$ 19.41	-	-	-	7.89%
	Highest contract charge 1.35% Class IB	\$ 19.07	-	-	-	6.83%
	All contract charges	-	11,025	\$ 211,750	8.40%	
EQ/American Century Mid Cap Value Portfolio						
2023	Highest contract charge 1.35% Class IB	\$ 21.69	-	-	-	-2.91%
	All contract charges	-	1,731	\$ 37,538	9.94%	
2024	Highest contract charge 1.35% Class IB	\$ 21.93	-	-	-	1.11%
	All contract charges	-	5,100	\$ 111,828	11.41%	

7. Financial Highlights (continued)

		Unit Value	Units Outstanding	Accumulation Unit Values	Investment Income Ratio	Total Return
<u>EQ/Conservative Allocation Portfolio</u>						
2023	Highest contract charge 1.35% Class IB	\$ 8.28	-	-	-	4.68%
	All contract charges	-	3,569	\$ 29,538	12.83%	
2024	Highest contract charge 1.35% Class IB	\$ 8.39	-	-	-	1.33%
	All contract charges	-	24,073	\$ 201,856	7.29%	
<u>EQ/Emerging Markets Equity PLUS Portfolio</u>						
2023	Highest contract charge 1.35% Class IB	\$ 8.90	-	-	-	5.20%
	All contract charges	-	570	\$ 5,074	6.61%	
2024	Highest contract charge 1.35% Class IB	\$ 9.13	-	-	-	2.58%
	All contract charges	-	7,838	\$ 71,579	5.12%	
<u>EQ/Equity 500 Index Portfolio</u>						
2023	Lowest contract charge 0.40% Class IB	\$ 70.22	-	-	-	19.04%
	Highest contract charge 1.35% Class IB	\$ 69.65	-	-	-	18.07%
	All contract charges	-	16,618	\$ 1,160,531	4.25%	
2024	Lowest contract charge 0.40% Class IB	\$ 85.24	-	-	-	21.39%
	Highest contract charge 1.35% Class IB	\$ 83.75	-	-	-	20.24%
	All contract charges	-	58,348	\$ 4,903,647	4.54%	
<u>EQ/Fidelity Institutional AM[®] Large Cap Portfolio</u>						
2023	Highest contract charge 1.35% Class IB	\$ 50.85	-	-	-	19.39%
	All contract charges	-	4,472	\$ 227,424	5.87%	
2024	Lowest contract charge 0.40% Class IB	\$ 59.54	-	-	-	16.13%
	Highest contract charge 1.35% Class IB	\$ 58.50	-	-	-	15.04%
	All contract charges	-	13,110	\$ 768,970	11.91%	
<u>EQ/Franklin Rising Dividends Portfolio</u>						
2023	Highest contract charge 1.35% Class IB	\$ 44.92	-	-	-	9.48%
	All contract charges	-	6,824	\$ 306,542	2.94%	
2024	Lowest contract charge 0.40% Class IB	\$ 48.54	-	-	-	7.18%
	Highest contract charge 1.35% Class IB	\$ 47.69	-	-	-	6.17%
	All contract charges	-	28,452	\$ 1,357,040	5.37%	
<u>EQ/Goldman Sachs Growth Allocation Portfolio</u>						
2023	Highest contract charge 1.35% Class IB	\$ 11.48	-	-	-	11.13%
	All contract charges	-	6,606	\$ 75,854	2.95%	
2024	Highest contract charge 1.35% Class IB	\$ 12.39	-	-	-	7.93%
	All contract charges	-	11,570	\$ 143,383	5.82%	
<u>EQ/Goldman Sachs Moderate Growth Allocation Portfolio</u>						
2023	Highest contract charge 1.35% Class IB	\$ 10.46	-	-	-	8.84%
	All contract charges	-	645	\$ 6,753	4.27%	
2024	Highest contract charge 1.35% Class IB	\$ 11.29	-	-	-	7.93%
	All contract charges	-	627	\$ 7,079	2.43%	
<u>EQ/Intermediate Government Bond Portfolio</u>						
2023	Highest contract charge 1.35% Class IB	\$ 9.59	-	-	-	2.90%
	All contract charges	-	3,349	\$ 32,131	8.70%	
2024	Lowest contract charge 0.40% Class IB	\$ 9.86	-	-	-	1.96%
	Highest contract charge 1.35% Class IB	\$ 9.69	-	-	-	1.04%
	All contract charges	-	37,846	\$ 368,108	6.72%	
<u>EQ/International Equity Index Portfolio</u>						
2023	Highest contract charge 1.35% Class IB	\$ 10.71	-	-	-	9.62%
	All contract charges	-	4,876	\$ 52,219	10.11%	
2024	Highest contract charge 1.35% Class IB	\$ 11.08	-	-	-	3.45%
	All contract charges	-	15,244	\$ 168,897	4.45%	

7. Financial Highlights (continued)

		Unit Value	Units Outstanding	Accumulation Unit Values	Investment Income Ratio	Total Return
EQ/Invesco Global Portfolio						
2023	Highest contract charge 1.35% Class IB	\$ 26.26	-	-	-	23.00%
	All contract charges	-	2,078	\$ 54,575	1.30%	
2024	Lowest contract charge 0.40% Class IB	\$ 29.10	-	-	-	9.94%
	Highest contract charge 1.35% Class IB	\$ 28.59	-	-	-	8.87%
	All contract charges	-	8,437	\$ 241,812	10.22%	
EQ/Invesco Global Real Assets Portfolio						
2023	Highest contract charge 1.35% Class IB	\$ 15.21	-	-	-	0.13%
	All contract charges	-	137	\$ 2,090	27.27%	
2024	Highest contract charge 1.35% Class IB	\$ 14.99	-	-	-	-1.45%
	All contract charges	-	991	\$ 14,860	3.74%	
EQ/Janus Enterprise Portfolio						
2023	Highest contract charge 1.35% Class IB	\$ 19.76	-	-	-	-0.85%
	All contract charges	-	10,424	\$ 205,994	14.03%	
2024	Lowest contract charge 0.40% Class IB	\$ 20.97	-	-	-	5.27%
	Highest contract charge 1.35% Class IB	\$ 20.61	-	-	-	4.30%
	All contract charges	-	30,223	\$ 623,406	11.45%	
EQ/JPMorgan Value Opportunities Portfolio						
2023	Highest contract charge 1.35% Class IB	\$ 19.15	-	-	-	0.58%
	All contract charges	-	831	\$ 15,918	10.08%	
2024	Highest contract charge 1.35% Class IB	\$ 19.41	-	-	-	1.36%
	All contract charges	-	3,968	\$ 77,012	23.09%	
EQ/Large Cap Growth Index Portfolio						
2023	Lowest contract charge 0.40% Class IB	\$ 21.31	-	-	-	26.85%
	Highest contract charge 1.35% Class IB	\$ 21.13	-	-	-	25.77%
	All contract charges	-	12,076	\$ 255,571	9.18%	
2024	Lowest contract charge 0.40% Class IB	\$ 26.21	-	-	-	22.99%
	Highest contract charge 1.35% Class IB	\$ 25.75	-	-	-	21.86%
	All contract charges	-	54,654	\$ 1,413,453	11.51%	
EQ/Large Cap Value Index Portfolio						
2023	Lowest contract charge 0.40% Class IB	\$ 10.07	-	-	-	4.79%
	Highest contract charge 1.35% Class IB	\$ 9.98	-	-	-	3.85%
	All contract charges	-	13,108	\$ 131,208	10.18%	
2024	Lowest contract charge 0.40% Class IB	\$ 10.82	-	-	-	7.45%
	Highest contract charge 1.35% Class IB	\$ 10.63	-	-	-	6.51%
	All contract charges	-	90,519	\$ 962,851	10.88%	
EQ/MFS International Growth Portfolio						
2023	Lowest contract charge 0.40% Class IB	\$ 7.36	-	-	-	3.81%
	Highest contract charge 1.35% Class IB	\$ 7.30	-	-	-	2.96%
	All contract charges	-	8,125	\$ 59,548	10.66%	
2024	Lowest contract charge 0.40% Class IB	\$ 7.52	-	-	-	2.17%
	Highest contract charge 1.35% Class IB	\$ 7.39	-	-	-	1.23%
	All contract charges	-	38,997	\$ 289,326	10.24%	
EQ/MFS Technology Portfolio						
2023	Highest contract charge 1.35% Class IB	\$ 31.43	-	-	-	40.69%
	All contract charges	-	2,265	\$ 71,204	0.00%	
2024	Lowest contract charge 0.40% Class IB	\$ 38.73	-	-	-	22.22%
	Highest contract charge 1.35% Class IB	\$ 38.05	-	-	-	21.06%
	All contract charges	-	5,558	\$ 212,929	13.98%	

7. Financial Highlights (continued)

		Unit Value	Units Outstanding	Accumulation Unit Values	Investment Income Ratio	Total Return
EQ/MFS Utility Series Portfolio						
2023	Highest contract charge 1.35% Class IB	\$ 34.35	-	-	-	-3.27%
	All contract charges	-	4,852	\$ 166,644	9.23%	
2024	Highest contract charge 1.35% Class IB	\$ 37.15	-	-	-	8.15%
	All contract charges	-	15,314	\$ 568,855	4.65%	
EQ/Mid Cap Index Portfolio						
2023	Highest contract charge 1.35% Class IB	\$ 15.17	-	-	-	2.64%
	All contract charges	-	7,437	\$ 112,848	9.07%	
2024	Lowest contract charge 0.40% Class IB	\$ 16.21	-	-	-	5.95%
	Highest contract charge 1.35% Class IB	\$ 15.92	-	-	-	4.94%
	All contract charges	-	28,196	\$ 449,093	10.45%	
EQ/Moderate Allocation Portfolio						
2023	Highest contract charge 1.35% Class IB	\$ 11.91	-	-	-	5.49%
	All contract charges	-	1,141	\$ 13,596	10.07%	
2024	Highest contract charge 1.35% Class IB	\$ 12.18	-	-	-	2.27%
	All contract charges	-	3,284	\$ 40,011	9.87%	
EQ/Moderate-Plus Allocation Portfolio						
2023	Highest contract charge 1.35% Class IB	\$ 9.37	-	-	-	6.36%
	All contract charges	-	3,749	\$ 35,125	7.38%	
2024	Highest contract charge 1.35% Class IB	\$ 9.68	-	-	-	3.31%
	All contract charges	-	10,960	\$ 106,123	9.49%	
EQ/Money Market Portfolio						
2023	Lowest contract charge 0.40% Class IB	\$ 1.04	-	-	-	4.00%
	Highest contract charge 1.35% Class IB	\$ 1.03	-	-	-	3.00%
	All contract charges	-	173,727	\$ 178,659	5.35%	
2024	Lowest contract charge 0.40% Class IB	\$ 1.08	-	-	-	3.85%
	Highest contract charge 1.35% Class IB	\$ 1.06	-	-	-	2.91%
	All contract charges	-	572,144	\$ 609,129	4.98%	
EQ/PIMCO Global Real Return Portfolio						
2023	Highest contract charge 1.35% Class IB	\$ 7.47	-	-	-	2.19%
	All contract charges	-	252	\$ 1,879	5.29%	
2024	Highest contract charge 1.35% Class IB	\$ 7.35	-	-	-	-1.61%
	All contract charges	-	553	\$ 4,063	0.75%	
EQ/PIMCO Total Return ESG Portfolio						
2023	Lowest contract charge 0.40% Class IB	\$ 9.58	-	-	-	4.70%
	Highest contract charge 1.35% Class IB	\$ 9.51	-	-	-	3.93%
	All contract charges	-	48,813	\$ 466,526	7.45%	
2024	Lowest contract charge 0.40% Class IB	\$ 9.74	-	-	-	1.67%
	Highest contract charge 1.35% Class IB	\$ 9.57	-	-	-	0.63%
	All contract charges	-	132,166	\$ 1,271,837	6.56%	
EQ/PIMCO Ultra Short Bond Portfolio						
2023	Lowest contract charge 0.40% Class IB	\$ 10.11	-	-	-	4.23%
	Highest contract charge 1.35% Class IB	\$ 10.03	-	-	-	3.40%
	All contract charges	-	2,688	\$ 27,155	20.31%	
2024	Lowest contract charge 0.40% Class IB	\$ 10.66	-	-	-	5.44%
	Highest contract charge 1.35% Class IB	\$ 10.47	-	-	-	4.39%
	All contract charges	-	74,755	\$ 796,373	11.61%	
EQ/Small Company Index Portfolio						
2023	Highest contract charge 1.35% Class IB	\$ 11.07	-	-	-	4.24%
	All contract charges	-	3,796	\$ 42,021	10.48%	
2024	Highest contract charge 1.35% Class IB	\$ 11.44	-	-	-	3.34%
	All contract charges	-	19,025	\$ 217,701	11.09%	

7. Financial Highlights (continued)

	Unit Value	Units Outstanding	Accumulation Unit Values	Investment Income Ratio	Total Return
<u>EQ/Sustainable US Thematic Portfolio</u>					
2024 Lowest contract charge 0.40% Class IB	\$ 11.30	-	-	-	9.92%
Highest contract charge 1.35% Class IB	\$ 11.10	-	-	-	8.82%
All contract charges	-	6,072	\$ 67,654	0.26%	
<u>EQ/T. Rowe Price Health Sciences Portfolio</u>					
2023 Highest contract charge 1.35% Class IB	\$ 58.68	-	-	-	2.68%
All contract charges	-	464	\$ 27,218	13.49%	
2024 Highest contract charge 1.35% Class IB	\$ 55.63	-	-	-	-5.20%
All contract charges	-	1,285	\$ 71,457	6.93%	
<u>EQ/Wellington Energy Portfolio</u>					
2023 Highest contract charge 1.35% Class IB	\$ 4.10	-	-	-	6.49%
All contract charges	-	1,883	\$ 7,718	13.74%	
2024 Lowest contract charge 0.40% Class IB	\$ 4.39	-	-	-	6.30%
Highest contract charge 1.35% Class IB	\$ 4.31	-	-	-	5.12%
All contract charges	-	7,560	\$ 32,737	3.82%	
<u>Multimanager Technology Portfolio</u>					
2023 Highest contract charge 1.35% Class IB	\$ 32.20	-	-	-	28.24%
All contract charges	-	1,881	\$ 60,570	12.39%	
2024 Lowest contract charge 0.40% Class IB	\$ 36.22	-	-	-	11.55%
Highest contract charge 1.35% Class IB	\$ 35.58	-	-	-	10.50%
All contract charges	-	5,549	\$ 198,526	19.50%	

8. Taxes

The operations of the Separate Account are included in the operations of ULICO. Based on the P.R. Code, ULICO does not incur any income tax on the earnings or realized capital gains attributable to the Separate Account. As a result, no charges are currently being deducted from the Separate Account for federal and Puerto Rico income tax purposes. The Separate Account concluded that there are no uncertain tax positions. Uncertain tax positions are recognized if it is "more likely than not" that the position will be sustained assuming an examination by the tax authorities.

Pursuant to Section 1023.01 of the P.R. Code, a special tax equal to 0.10% of the total asset value of the Separate Account as of December 31 of each calendar year is reported and fully paid by ULICO. This special tax is payable to the Puerto Rico Treasury Department. Special tax assessed or accrued as of December 31, 2024 amounts to \$17,502 and is included in units redeemed within the accompanying Statements of Changes in Net Assets.

ULICO retains the right to charge for any state income tax that is attributable to the Separate Account.

9. Risk and Uncertainties

Investing in the Separate Account involves certain key risks related to the Separate Account's trading activity. Please refer to the Separate Account prospectus for further discussion of the following risks, as well as other risks of investing in the Separate Account.

Market risk: The market values of the Variable Investment Options will fluctuate, sometimes sharply and unpredictably, due to changes in general market conditions, overall economic trends or events, governmental actions or interventions, actions taken by the U.S. Federal Reserve or foreign central banks, political developments, warfare conflicts, investor sentiment, public health emergencies such as a pandemic, and other factors that may or may not be related to the issuer of the security or other asset. The market prices of securities and other assets also may go down due to events or conditions that affect particular sectors, industries or issuers. Adverse market conditions may be prolonged and may not have the same impact on all types of securities or other assets.

Economies and financial markets throughout the world are increasingly interconnected. Economic, financial or political events, trading and tariff arrangements, public health events, terrorism, technology and data interruptions, natural disasters, and other circumstances in one or more countries or regions could be highly disruptive to, and have profound impacts on, global economies or markets. As a result, whether or not the Separate Account invests in securities of issuers located in or with significant exposure to the countries directly affected, the value and liquidity of a VIO may be affected adversely and negatively impact the Separate Account's performance.

Because ULICO's business is written in Puerto Rico, ULICO's insurance risk is not as diversified as the risk of a carrier that covers a broader geographical area. A natural catastrophe could cause damage to a large number of ULICO's Contract Owners, which would result in significantly increased losses to ULICO. Management believes, however, that ULICO's reinsurance program will reduce to a manageable level its net exposure in any such catastrophe.

Other matters: ULICO and its affiliates are parties to various legal proceedings that originated in the normal course of business. None of these proceedings would be likely to have a material adverse effect, if any, upon the Separate Account, our ability to meet our obligations under the contracts, or the distribution of the contracts.

10. Subsequent Events

The Company has evaluated all subsequent events through April 23, 2025, the date the accompanying financial statements were issued. No events have occurred subsequent to December 31, 2024 that would require recognition or disclosure in the financial statements.



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Report of Independent Auditors

The Board of Directors
Universal Life Insurance Company

Opinion

We have audited the statutory-basis financial statements of Universal Life Insurance Company (“the Company”), which comprise the statements of operations, changes in capital and surplus and other funds, and the related notes to the financial statements for the year ended December 31, 2022.

Unmodified Opinion on Statutory Basis of Accounting

In our opinion, the accompanying financial statements present fairly in all material respects, results of its operations for the year in the period then ended.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter described in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles section of our report, the financial statements do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the results of its operations for the year in the period ended December 31, 2022.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Company and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.



Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 to the financial statements, the Company prepared these financial statements using accounting practices prescribed or permitted by the Office of the Commissioner of Insurance of Puerto Rico, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between these statutory accounting practices described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting practices prescribed or permitted by the Office of the Commissioner of Insurance of the Commonwealth of Puerto Rico. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Company's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.



In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Company's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

/s/ Ernst & Young LLP

San Juan, Puerto Rico
May 15, 2023