

RECONCILIATIONS BETWEEN ADJUSTED BOOK VALUE AND THE COMPARABLE GAAP MEASURE ⁽¹⁾



(\$ in millions, except per share data)

	December 31, 2012	2017	September 30, 2018
GAAP book value ⁽²⁾	\$ 37,006	\$ 54,236	\$ 46,725
Less: Accumulated other comprehensive income (AOCI)	9,990	17,074	9,150
GAAP book value excluding AOCI ⁽²⁾	27,016	37,162	37,575
Less: Cumulative effect of remeasurement of foreign currency and certain deferred taxes ⁽³⁾	(179)	(969)	(2,509)
Adjusted book value ⁽²⁾⁽³⁾	\$ 27,195	\$ 38,131	40,084
Number of diluted shares ⁽⁴⁾	468.2	435.7	426.3
GAAP book value per Common share - diluted ⁽²⁾⁽⁴⁾	\$ 79.04	\$ 125.63	\$ 110.78
GAAP book value excluding AOCI per Common share - diluted ⁽²⁾⁽⁴⁾	\$ 57.70	\$ 86.44	\$ 89.32
Adjusted book value per Common share - diluted ⁽²⁾⁽³⁾⁽⁴⁾	\$ 58.08	\$ 88.67	\$ 95.20

1) Represents results of the former FSB for 2012.

2) 2017 amounts have been revised resulting from the elimination of Gibraltar Life's one-month reporting lag.

3) Includes \$1,678 million impact reported in net income for the fourth quarter of 2017 from the remeasurement of deferred tax assets and liabilities originally established through accumulated other comprehensive income, related to a change in the U.S. tax rate enacted with the Tax Cuts and Jobs Act on December 22, 2017.

4) As of September 30, 2018 and December 31, 2017, exchangeable surplus notes are dilutive when book value per share is greater than \$85.00 (equivalent to an additional 5.88 million in diluted shares and an increase of \$500 million in equity). Book value per share as of December 31, 2012 excludes the impact of exchangeable surplus notes due to the anti-dilutive impact of conversion.