

Reconciliation of Operating Earnings to Statutory Net Gain

The Operating Earnings management performance indicator is derived from audited Statutory Net Income.

Adjustments (in millions)	2022	2021
New York Life's Net Income	\$ 15	\$ 949
Less: dividends from insurance subsidiaries	(400)	(942)
Add: Net Income (Loss) of insurance subsidiaries:		
New York Life Insurance and Annuity Corporation	(655)	329
Life Insurance Company of North America	(134)	(74)
New York Life Group Insurance Company of NY	47	17
NYLIFE Insurance Company of Arizona	—	(2)
Consolidated Statutory Net Income (Loss)	\$ (1,127)	\$ 277
Removal of realized gains (losses)	(197)	(511)
Consolidated Statutory Net Gain	\$ (930)	\$ 788
Adjustments:		
Consolidation of non-insurance subsidiaries (in excess of dividends declared)	337	329
Policyholder dividends supported by capital gains/BU support	1,575	1,206
Investment related adjustments (primarily private equity returns)	(588)	(1,278)
Deferred acquisition costs (capitalization net of amortization)	483	454
Reserve adjustments ¹	1,284	230
Tax adjustments (primarily the inclusion of deferred taxes into net gain)	571	356
Other (primarily corporate adjustments) ²	144	201
Total Adjustments	\$ 3,806	\$ 1,498
Total Operating Earnings After-Tax	\$ 2,876	\$ 2,286

Totals may not add due to rounding

¹ For 2022, largely attributable to statutory reserve requirements for Annuities in excess of their account balance (cumulative deposits plus interest credited less withdrawals)

² Includes M&A expenses related to the GBS acquisition of \$58 million in 2022 and \$79 million in 2021.