

VARIABLE ANNUITY-2 SERIES ACCOUNT
GREAT-WEST SMART TRACK[®] II VARIABLE ANNUITY
Individual Flexible Premium Deferred
Variable Annuity Contracts

issued by

Great-West Life & Annuity Insurance Company of New York
489 Fifth Ave., 28th Floor
New York, NY 10017
Telephone: (800) 537-2033

STATEMENT OF ADDITIONAL INFORMATION

This Statement of Additional Information is not a prospectus and should be read in conjunction with the Prospectus, dated May 1, 2019, which is available without charge by contacting the Retirement Resource Operations Center, P.O. Box 173920, Denver, Colorado 80217-3920 or at (877) 723-8723.

The date of this Statement of Additional Information is
May 1, 2019

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GENERAL INFORMATION

In order to supplement the description in the Prospectus, the following provides additional information about the Contracts and other matters which may be of interest to you. Terms used in this Statement of Additional Information have the same meanings as are defined in the Prospectus under the heading “Definitions.”

GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK AND VARIABLE ANNUITY-2 SERIES ACCOUNT

Great-West Life & Annuity Insurance Company of New York (“Great-West”) (formerly known as First Great-West Life & Annuity Insurance Company, and prior to that as Canada Life Insurance Company of New York), the issuer of the Contract, is a New York corporation qualified to sell life insurance and annuity contracts in New York. It was qualified to do business on June 7, 1971. Great-West is a wholly-owned subsidiary of Great-West Life & Annuity Insurance Company (“GWL&A”), a Colorado stock life insurance company. GWL&A is a wholly-owned subsidiary of GWL&A Financial, Inc., a Delaware holding company. GWL&A Financial, Inc. is an indirect wholly-owned subsidiary of Great-West Lifeco Inc., a Canadian holding company. Great-West Lifeco Inc. is a subsidiary of Power Financial Corporation, a Canadian holding company with substantial interests in the financial services industry. Power Financial Corporation is a subsidiary of Power Corporation of Canada, a Canadian holding and management company. Through a group of private holding companies, The Desmarais Family Residuary Trust, created on October 8, 2013 under the Last Will and Testament of Paul G. Desmarais, has voting control of Power Corporation of Canada.

The assets allocated to the Variable Annuity-2 Series Account (the “Series Account”) are the exclusive property of Great-West. Registration of the Series Account under the Investment Company Act of 1940 does not involve supervision of the management or investment practices or policies of the Series Account or of Great-West by the Securities and Exchange Commission. Great-West may accumulate in the Series Account proceeds from charges under the Contracts and other amounts in excess of the Series Account assets representing reserves and liabilities under the Contract and other variable annuity contracts issued by Great-West. Great-West may from time to time transfer to its general account any of such excess amounts. Under certain remote circumstances, the assets of one Sub-Account may not be insulated from liability associated with another Sub-Account.

On January 24, 2019, GWL&A announced that it had entered into an agreement with Protective Life Insurance Company (“Protective”) to sell, via indemnity reinsurance, substantially all of its non-participating individual life insurance and annuity business and group life and health business, including this Contract. Subject to the provision of certain services by GWL&A or its affiliates for a transitional period following the closing, Protective will agree to provide administration for the Contract in accordance with their terms and conditions. The transaction is expected to close in the first half of 2019, subject to regulatory approvals and customary closing conditions.

CALCULATION OF ANNUITY PAYMENTS

Variable Annuity Payout Options

Great-West converts the Accumulation Units for each Investment Segment Sub-Account held by you into Annuity Units at their values determined as of the end of the valuation period which contains the Annuity Commencement Date. The number of Annuity Units paid for each Investment Segment Sub-Account is determined by dividing the amount of the first payment by the Annuity Unit value on the first valuation date preceding the date the first payout is due. The number of Annuity Units used to calculate each payout for an Investment Segment Sub-Account remains fixed during the Annuity Payment Period.

The first payment under a variable annuity payout option will be based on the value of each Investment Segment Sub-Account on the first valuation date preceding the Annuity Commencement Date. We will determine it by applying the appropriate rate to the amount applied under the payout option. Payments after the first will vary depending upon the investment experience of the Investment Segment Sub-Accounts. The subsequent amount paid is determined by multiplying (a) by (b) where (a) is the number of Annuity Units to be paid and (b) is the Annuity Unit value on the first valuation date preceding the date the annuity payout is due. The total amount of each variable annuity payout will be the sum of the variable annuity payments for each Investment Segment Sub-Account.

SERVICES

A. Safekeeping of Series Account Assets

The assets of the Series Account are held by Great-West. The assets of the Series Account are kept physically segregated and held separate and apart from the general account of Great-West. Great-West maintains records of all purchases and

redemptions of shares of the Portfolios. Additional protection for the assets of the Series Account is afforded by a financial institution bond that includes fidelity coverage issued to The Great-West LifeCo, Inc. and subsidiary companies in the amount of \$50 million (Canadian) per occurrence and \$100 million (Canadian) aggregate, which covers all officers and employees of Great-West.

B. Independent Registered Public Accounting Firm

Deloitte & Touche LLP, 1601 Wewatta Street, Suite 400, Denver, Colorado 80202, serves as the Company's and the Series Account's independent registered public accounting firm.

The financial statements and financial highlights of each of the investment divisions of the Variable Annuity-2 Series Account of Great-West Life & Annuity Insurance Company of New York included in this Statement of Additional Information have been audited by Deloitte & Touche LLP, an independent registered public accounting firm, as stated in their report appearing in the Registration Statement. The statutory financial statements of Great-West Life & Annuity Insurance Company of New York included in this Statement of Additional Information have been audited by Deloitte & Touche LLP, an independent registered public accounting firm, as stated in their report appearing in the Registration Statement. Such statutory financial statements have so been included in reliance upon the reports of such firm given upon their authority as experts in accounting and auditing.

C. Principal Underwriter

The offering of the Contracts is made on a continuous basis by GWFS Equities, Inc. ("GWFS"), a wholly-owned subsidiary of GWL&A and an affiliate of Great-West. GWFS is a Delaware corporation registered as a broker/dealer with the SEC, and a member of FINRA. Great-West does not anticipate discontinuing the offering of the Contract, although it reserves the right to do so. The Contract generally will be issued for Annuitants from birth to age 80.

D. Administrative Services

Certain administrative services are provided by GWFS to assist Great-West in processing the Contracts. These services are described in written agreements between GWFS and Great-West.

WITHHOLDING

Annuity payments and other amounts received under the Contract are subject to income tax withholding unless the recipient elects not to have taxes withheld. The amounts withheld will vary among recipients depending on the tax status of the individual and the type of payments from which taxes are withheld.

Notwithstanding the recipient's election, withholding may be required with respect to certain payments to be delivered outside the United States. Moreover, special "backup withholding" rules may require Great-West to disregard the recipient's election if the recipient fails to supply Great-West with a "TIN" or taxpayer identification number (social security number for individuals), or if the Internal Revenue Service notifies Great-West that the TIN provided by the recipient is incorrect.

We may be required to withhold at a rate of 30% under the Foreign Account Tax Compliance Act ("FATCA") on certain distributions to foreign financial institutions and non-financial foreign entities holding accounts on behalf of and/or the assets of U.S. persons unless the foreign entities provide us with certain certifications regarding their status under FATCA on the applicable IRS forms. Prospective purchasers with accounts in foreign financial institutions or non-financial foreign entities are advised to consult with a competent tax advisor regarding the application of FATCA to their purchase situation.

FINANCIAL STATEMENTS

The statutory financial statements of Great-West should be considered only as bearing upon Great-West's ability to meet its obligations under the Contracts, and they should not be considered as bearing on the investment performance of the Series Account. The variable interest of Owners under the Contracts is affected solely by the investment results of the Series Account.

Great-West Life & Annuity Insurance Company of New York
(A wholly owned subsidiary of Great-West Life & Annuity Insurance
Company)

*Statutory Statements of Admitted Assets, Liabilities, Capital and Surplus as of
December 31, 2018 and 2017 and
Related Statutory Statements of Operations, Changes in Capital and Surplus and
Cash Flows for Each of the Three Years in the Period Ended December 31, 2018
and Report of Independent Registered Public Accounting Firm*

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REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Directors and Stockholder of
Great-West Life & Annuity Insurance Company of New York
New York, New York

Opinion on the Statutory Financial Statements

We have audited the accompanying statutory statements of admitted assets, liabilities, and capital and surplus of Great-West Life & Annuity Insurance Company of New York (the "Company") (a wholly-owned subsidiary of Great-West Life & Annuity Insurance Company) as of December 31, 2018 and 2017, the related statutory statements of operations, changes in capital and surplus, and cash flows for each of the three years in the period ended December 31, 2018, and the related notes (collectively referred to as the "statutory financial statements"). In our opinion, because of the effects of the matters discussed in the following paragraph, the statutory financial statements do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Company as of December 31, 2018 and 2017, or the results of its operations or its cash flows for each of the three years in the period ended December 31, 2018.

As described in Note 1 to the statutory financial statements, the statutory financial statements are prepared by the Company using the accounting practices prescribed or permitted by the New York State Department of Financial Services, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the New York State Department of Financial Services. The effects on the statutory financial statements of the variances between the statutory-basis of accounting described in Note 1 to the statutory financial statements and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, the statutory financial statements present fairly, in all material respects, the admitted assets, liabilities, and capital and surplus of the Company as of December 31, 2018 and 2017, and the results of its operations and its cash flows for each of the three years in the period ended December 31, 2018, in conformity with accounting practices prescribed or permitted by the New York State Department of Financial Services, as described in Note 1 to the statutory financial statements.

Basis for Opinion

These statutory financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on the Company's statutory financial statements 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 the Company in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

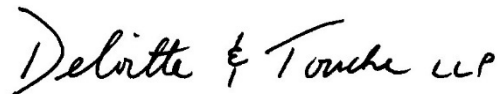
We conducted our audits in accordance with the standards of the PCAOB and in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the statutory financial statements are free of material misstatement, whether due to error or fraud. The Company 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 the Company'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 statutory 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 statutory financial statements. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the statutory financial statements. We believe that our audits provide a reasonable basis for our opinion.

Emphasis of Matter

As discussed in Note 1 to the statutory financial statements, the accompanying statutory financial statements have been prepared from separate records maintained by the Company and may not necessarily be indicative of conditions that would have existed or the results of operations if the Company had been operated as an unaffiliated company, as portions of certain expenses represent allocations made from affiliates.

The image shows the handwritten signature of Deloitte & Touche LLP in black ink. The signature is written in a cursive, flowing style, with the words 'Deloitte & Touche' followed by 'LLP'.

March 26, 2019

We have served as the Company's auditor since 1981

GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK

Statutory Statements of Admitted Assets, Liabilities, Capital and Surplus

December 31, 2018 and 2017

(In Thousands, Except Share Amounts)

	December 31,	
	2018	2017
Admitted assets:		
Cash and invested assets:		
Bonds	\$ 1,290,067	\$ 1,253,814
Mortgage loans (net of allowances of \$20 and \$20)	75,980	90,690
Contract loans	20,155	25,411
Cash, cash equivalents and short-term investments	79,548	27,811
Securities lending collateral assets	16,556	—
Other invested assets	5,694	5,982
Total cash and invested assets	1,488,000	1,403,708
Investment income due and accrued	11,878	11,017
Premiums deferred and uncollected	1,964	2,185
Reinsurance recoverable	928	4,250
Deferred income taxes	6,053	5,649
Due from parent and affiliates	2,039	2,514
Other assets	7,434	7,741
Assets from separate accounts	681,575	761,399
Total admitted assets	\$ 2,199,871	\$ 2,198,463

See notes to statutory financial statements.

Continued

GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK

Statutory Statements of Admitted Assets, Liabilities, Capital and Surplus

December 31, 2018 and 2017

(In Thousands, Except Share Amounts)

	<u>December 31,</u>	
	<u>2018</u>	<u>2017</u>
Liabilities, capital and surplus:		
Liabilities:		
Aggregate reserves for life policies and contracts	\$ 1,392,937	\$ 1,320,402
Aggregate reserves for accident and health policies	177	167
Life and accident and health policy and contract claims	2,497	2,452
Liability for deposit-type contracts	1,955	2,191
Provision for policyholders' dividends	2,600	3,100
Asset valuation reserve	7,938	7,156
Interest maintenance reserve	7,463	8,915
Due to parent and affiliates	3,335	2,539
Payable for securities lending collateral	16,556	—
Current federal income taxes payable to affiliate	227	—
Other liabilities	1,292	2,760
Liabilities from separate accounts	681,452	761,267
Total liabilities	<u>2,118,429</u>	<u>2,110,949</u>
 Contingencies (See Note 15)		
 Capital and surplus:		
Common stock, \$1,000 par value; 10,000 shares authorized; 2,500 shares issued and outstanding	2,500	2,500
Gross paid in and contributed surplus	32,450	32,450
Unassigned funds	46,492	52,564
Total capital and surplus	<u>81,442</u>	<u>87,514</u>
 Total liabilities, capital and surplus	 <u>\$ 2,199,871</u>	 <u>\$ 2,198,463</u>

See notes to statutory financial statements.

Concluded

GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK

Statutory Statements of Operations
Years Ended December 31, 2018, 2017 and 2016
(In Thousands)

	Year Ended December 31,		
	2018	2017	2016
Income:			
Premium income and annuity considerations	\$ 267,967	\$ 328,539	\$ 371,134
Net investment income	50,307	47,715	41,570
Amortization of interest maintenance reserve	1,236	1,506	1,876
Commission and expense allowances on reinsurance ceded	101	105	109
Fee income from separate accounts	4,017	3,625	3,156
Other income	10,965	9,572	9,857
Total income	<u>334,593</u>	<u>391,062</u>	<u>427,702</u>
Expenses:			
Death benefits	10,778	12,489	8,371
Annuity benefits	10,660	10,222	9,953
Surrender benefits	222,163	193,461	151,560
Increase in aggregate reserves for life and accident and health policies and contracts	72,545	134,474	204,746
Other benefits	221	143	216
Total benefits	<u>316,367</u>	<u>350,789</u>	<u>374,846</u>
Commissions	14,482	15,939	14,929
Other insurance expenses	16,251	14,989	16,439
Net transfers to separate accounts	(10,143)	1,435	20,511
Total benefits and expenses	<u>336,957</u>	<u>383,152</u>	<u>426,725</u>
Net (loss) gain from operations before dividends to policyholders, federal income taxes and net realized capital (losses) gains	(2,364)	7,910	977
Dividends to policyholders	2,132	3,065	2,646
Net (loss) gain from operations after dividends to policyholders and before federal income taxes and net realized capital (losses) gains	(4,496)	4,845	(1,669)
Federal income tax expense	952	1,716	275
Net (loss) gain from operations before net realized capital (losses) gains	(5,448)	3,129	(1,944)
Net realized capital (losses) gains, less tax benefits of \$46, \$0 and \$0, and transfers to interest maintenance reserve	(176)	—	—
Net (loss) income	<u>\$ (5,624)</u>	<u>\$ 3,129</u>	<u>\$ (1,944)</u>

See notes to statutory financial statements.

GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK
Statutory Statements of Changes in Capital and Surplus
Years Ended December 31, 2018, 2017 and 2016
(In Thousands)

	Year Ended December 31,		
	2018	2017	2016
Capital and surplus, beginning of year	\$ 87,514	\$ 86,725	\$ 88,786
Net (loss) income	(5,624)	3,129	(1,944)
Change in net unrealized capital gains, net of income taxes	—	134	24
Change in net deferred income taxes	2,613	(5,876)	2,472
Change in non-admitted assets	(2,271)	4,476	(1,810)
Change in asset valuation reserve	(782)	(1,088)	(807)
Surplus withdrawn from separate accounts	—	6	15
Changes in capital and surplus as a result of separate accounts	(8)	8	(11)
Net change in capital and surplus for the year	(6,072)	789	(2,061)
Capital and surplus, end of year	\$ 81,442	\$ 87,514	\$ 86,725

See notes to statutory financial statements.

GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK
Statutory Statements of Cash Flows
Years Ended December 31, 2018, 2017 and 2016
(In Thousands)

	Year Ended December 31,		
	2018	2017	2016
Operating activities:			
Premium income	\$ 267,526	\$ 327,526	\$ 370,310
Investment income received, net of investment expenses paid	50,757	47,769	41,539
Other miscellaneous income received	15,083	13,301	12,830
Benefit and loss related payments	(233,651)	(221,110)	(165,857)
Net transfers to separate accounts	8,903	(3,766)	(20,522)
Commissions, other expenses and taxes paid	(30,893)	(32,292)	(30,929)
Dividends paid to policyholders	(2,632)	(2,865)	(2,846)
Federal income taxes paid, net	(512)	(922)	(3,956)
Net cash provided by operating activities	<u>74,581</u>	<u>127,641</u>	<u>200,569</u>
Investing activities:			
Proceeds from investments sold, matured or repaid:			
Bonds	83,327	195,330	240,481
Mortgage loans	19,705	8,674	12,059
Other	394	—	—
Cost of investments acquired:			
Bonds	(122,177)	(344,580)	(431,014)
Mortgage loans	(5,000)	—	(6,100)
Other	—	(445)	(6)
Net change in contract loans	26	1,608	(1,281)
Net cash used in investing activities	<u>\$ (23,725)</u>	<u>\$ (139,413)</u>	<u>\$ (185,861)</u>

See notes to statutory financial statements.

Continued

GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK

Statutory Statements of Cash Flows
 Years Ended December 31, 2018, 2017 and 2016
 (In Thousands)

	Year Ended December 31,		
	2018	2017	2016
Financing and miscellaneous activities:			
Deposit-type contract withdrawals, net of deposits	\$ (334)	\$ (359)	\$ (449)
Other	1,215	6,761	(2,864)
Net cash provided by (used in) financing and miscellaneous activities	<u>881</u>	<u>6,402</u>	<u>(3,313)</u>
Net increase (decrease) in cash, cash equivalents and short-term investments	51,737	(5,370)	11,395
Cash, cash equivalents and short-term investments:			
Beginning of year	27,811	33,181	21,786
End of year	<u>\$ 79,548</u>	<u>\$ 27,811</u>	<u>\$ 33,181</u>

See notes to statutory financial statements.

Concluded

GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK

Notes to Statutory Financial Statements

(Dollars in Thousands)

1. Organization and Significant Accounting Policies

Great-West Life & Annuity Insurance Company of New York (the “Company”) is a wholly-owned subsidiary of Great-West Life & Annuity Insurance Company (“GWL&A”). GWL&A is a direct wholly-owned subsidiary of GWL&A Financial Inc. (“GWL&A Financial”), a holding company. GWL&A Financial is a direct wholly-owned subsidiary of Great-West Lifeco U.S. LLC (“Lifeco U.S.”) and an indirect wholly-owned subsidiary of Great-West Lifeco Inc. (“Lifeco”), a Canadian holding company. The Company is incorporated as a stock life insurance company in the State of New York and is subject to regulation by the New York State Department of Financial Services (the “Department”). The Company is authorized to engage in the sale of life insurance, accident and health insurance and annuity products in the State of New York.

The statutory financial statements have been prepared from the separate records maintained by the Company and may not necessarily be indicative of the conditions that would have existed or the results of operations if the Company had been operated as an unaffiliated company.

Accounting policies and use of estimates

The Company prepares its statutory financial statements in conformity with accounting practices prescribed or permitted by the Department. The Department requires that insurance companies domiciled in the State of New York prepare their statutory financial statements in accordance with the National Association of Insurance Commissioners’ Accounting Practices and Procedures Manual (“NAIC SAP”), subject to any deviations prescribed or permitted by the State of New York Superintendent of Financial Services.

The Department recognizes only statutory accounting practices prescribed or permitted by the State of New York for determining and reporting the financial condition and results of operations of an insurance company and for determining its solvency under the New York Insurance Law. The NAIC SAP has been adopted as a component of prescribed or permitted practices by the Department. The Department has adopted certain prescribed accounting practices that differ from those found in NAIC SAP. Specifically, for New York domiciled companies, the amount of ceded reserves are limited to the amount of direct reserves while NAIC SAP does not have this specific requirement.

A reconciliation of the Company’s capital and surplus and statutory net income between NAIC SAP and practices prescribed by the Department is shown below.

	Statutory Capital and Surplus			Statutory Net Income (Loss)		
	December 31,			Year ended December 31,		
	2018	2017	2016	2018	2017	2016
New York prescribed basis	\$ 81,442	\$ 87,514	\$ 86,725	\$ (5,624)	\$ 3,129	\$ (1,944)
State prescribed practices, ceded reserves						
Ceded reserves	1,598	1,266	1,432	332	(166)	356
Current income taxes on ceded reserves	(336)	(443)	(501)	107	58	(125)
NAIC SAP basis	\$ 82,704	\$ 88,337	\$ 87,656	\$ (5,185)	\$ 3,021	\$ (1,713)

Statutory accounting principles vary in some respects from accounting principles generally accepted in the United States of America (“GAAP”). The more significant of these differences are as follows:

- Bonds, including loan-backed and structured securities (collectively referred to as "bonds"), are carried at statutory adjusted carrying value in accordance with the National Association of Insurance Commissioners ("NAIC") designation of the security. Carrying value is amortized cost, unless the bond is either (a) designated as a six, in which case it is the lower of amortized cost or fair value or (b) required to be carried at fair value due to the structured securities ratings methodology. Under GAAP, bonds are carried at amortized cost for securities classified as held-to-maturity and fair value for securities classified as available-for-sale and held-for-trading.

GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK

Notes to Statutory Financial Statements

(Dollars in Thousands)

- Short-term investments include all investments whose remaining maturities, at the time of acquisition, are three months to one year. Under GAAP, short-term investments include securities purchased with investment intent and with initial remaining maturities of one year or less.
- As prescribed by the NAIC, the asset valuation reserve (“AVR”) is computed in accordance with a prescribed formula and represents a provision for possible credit-related fluctuations in the value of bonds. Changes to the AVR are charged or credited directly to unassigned surplus. This type of reserve is not necessary or required under GAAP.
- As prescribed by the NAIC, the interest maintenance reserve (“IMR”) consists of net accumulated unamortized realized capital gains and losses, net of income taxes, on sales or interest related impairments of bonds and mortgage loans attributable to changes in the general level of interest rates. Such gains or losses are initially deferred and then amortized into income over the remaining period to maturity, based on groupings of individual securities sold in five-year bands. An IMR asset is designated as a non-admitted asset and is recorded as a reduction to capital and surplus. Under GAAP, realized gains and losses are recognized in income in the period in which a security is sold.
- As prescribed by the NAIC, an other-than-temporary impairment (“OTTI”) is recorded (a) if it is probable that the Company will be unable to collect all amounts due according to the contractual terms in effect at the date of acquisition, (b) if the Company has the intent to sell the investment or (c) for non-interest related declines in value and where the Company does not have the intent and ability at the reporting date, to hold the bond until its recovery. Under GAAP, if either (a) management has the intent to sell a bond investment or (b) it is more likely than not the Company will be required to sell a bond investment before its anticipated recovery, a charge is recorded in net realized investment losses equal to the difference between the fair value and cost or amortized cost basis of the security. If management does not intend to sell the security and it is not more likely than not the Company will be required to sell the bond investment before recovery of its amortized cost basis, but the present value of the cash flows expected to be collected (discounted at the effective interest rate implicit in the bond investment prior to impairment) is less than the amortized cost basis of the bond investment (referred to as the credit loss portion), an OTTI is considered to have occurred.

Under GAAP, total OTTI is bifurcated into two components: the amount related to the credit loss, which is recognized in current period earnings through realized capital losses; and the amount attributed to other factors (referred to as the non-credit portion), which is recognized as a separate component in accumulated other comprehensive income (loss). As prescribed by the NAIC, non-interest related OTTI is only bifurcated on loan-backed and structured securities. Factors related to interest and other components do not have a financial statement impact and are disclosed in “Unrealized losses and OTTI” in the notes to the statutory financial statements.

- Acquisition costs, such as commissions and other costs incurred in connection with acquiring new business, are charged to operations as incurred, rather than deferred and amortized over the lives of the related contracts as under GAAP.
- Deferred income taxes are recorded using the asset and liability method in which deferred tax assets and liabilities are recorded for expected future tax consequences of events that have been recognized in either the Company’s statutory financial statements or tax returns. Deferred income tax assets are subject to limitations prescribed by statutory accounting principles. The change in deferred income taxes is treated as a component of the change in unassigned funds, whereas under GAAP deferred taxes are included in the determination of net income.
- Certain assets, including various receivables, furniture and equipment and prepaid assets, are designated as non-admitted assets and are recorded as a reduction to capital and surplus, whereas they are recorded as assets under GAAP.
- Aggregate reserves for life policies and contracts are based on statutory mortality and interest requirements and without consideration of withdrawals, which differ from reserves established under GAAP that are based on assumptions using Company experience for mortality, interest, and withdrawals.
- As prescribed by the Department, ceded reserves are limited to the amount of direct reserves. Ceded aggregate reserves and policy and contract claim liabilities are netted against aggregate reserves for life policies and contracts for statutory accounting purposes. Under GAAP, these items are reported as reinsurance recoverable.

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- The policyholder's share of net income on participating policies that has not been distributed to participating policyholders is included in capital and surplus in the statutory financial statements. For GAAP, these amounts are reported as a liability with a charge to net income.
- Changes in separate account values from cash transactions are recorded as premium income and benefit expenses whereas they do not impact the statement of operations under GAAP and are presented only as increases or decreases to account balances.
- Benefit payments and the related decrease in policy reserves are recorded as expenses for all contracts subjecting the Company to any mortality risk. Under GAAP, such benefit payments for life and annuity contracts without significant mortality risks are recorded as direct reductions to the policy reserve liability.
- Premium receipts and the related increase in policy reserves are recorded as revenues and expenses, respectively, for all contracts subjecting the Company to any mortality risk. Under GAAP, such premium receipts for life and annuity contracts without significant mortality risks are recorded as direct credits to the policy reserve liability.
- Comprehensive income and its components are not presented in the statutory financial statements.
- The Statutory Statement of Cash Flows is presented based on a prescribed format for statutory reporting. For purposes of presenting statutory cash flows, cash includes short-term investments. Under GAAP, the statement of cash flows is typically presented based on the indirect method and cash excludes short-term investments.

The preparation of financial statements in conformity with statutory accounting principles requires the Company's management to make a variety of estimates and assumptions. These estimates and assumptions affect, among other things, the reported amounts of admitted assets and liabilities, the disclosure of contingent liabilities and the reported amounts of revenues and expenses. Significant estimates are required to account for items and matters such as, but not limited to, the valuation of investments in the absence of quoted market values, impairment of investments, valuation of policy benefit liabilities and the valuation of deferred tax assets. Actual results could differ from those estimates.

Significant statutory accounting policies

Investments

Investments are reported as follows:

- In accordance with the NAIC SAP, the adjusted carrying value amounts of certain assets are gross of non-admitted assets.
- Bonds are carried at statutory adjusted carrying value in accordance with the NAIC designation of the security. Carrying value is amortized cost, unless the bond is either (a) designated as a six, in which case it is the lower of amortized cost or fair value or (b) required to be carried at fair value due to the structured securities ratings methodology. The Company recognizes the acquisition of its public bonds on a trade date basis and its private placement investments on a funding date basis. Bonds containing call provisions are amortized to the call or maturity value/date which produces the lowest asset value.

Premiums and discounts are recognized as a component of net investment income using the effective interest method. Realized gains and losses not subject to IMR are included in net realized capital gains (losses).

The recognition of income on certain investments (e.g. loan-backed securities, including mortgage-backed and asset-backed securities) is dependent upon market conditions, which may result in prepayments and changes in amounts to be earned. Prepayments on all mortgage-backed and asset-backed securities are monitored monthly, and amortization of the premium and/or the accretion of the discount associated with the purchase of such securities are adjusted by such prepayments. Prepayment assumptions are based on the average of recent historical prepayments and are obtained from broker/dealer survey values or internal estimates. These assumptions are consistent with the current interest rate and economic environment. Significant changes in estimated cash flows from the original purchase assumptions are accounted for using the retrospective method.

Mortgage loans consist of domestic commercial collateralized loans and are carried at their unpaid principal balances adjusted for any unamortized premiums or discounts and allowances for credit losses. Interest income is accrued on the unpaid principal

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balance for all loans, except for loans on non-accrual status. Premiums and discounts are amortized to net investment income using the effective interest method. Prepayment penalty and origination fees are recognized in net investment income upon receipt.

The Company actively manages its mortgage loan portfolio by completing ongoing comprehensive analysis of factors such as debt service coverage ratios, loan-to-value ratios, payment status, default or legal status, annual collateral property evaluations and general market conditions. On a quarterly basis, the Company reviews the above primary credit quality indicators in its internal risk assessment of loan impairment and credit loss. Management's risk assessment process is subjective and includes the categorization of all loans, based on the above mentioned credit quality indicators, into one of the following categories:

- Performing - generally indicates the loan has standard market risk and is within its original underwriting guidelines.
- Non-performing - generally indicates there is a potential for loss due to the deterioration of financial/monetary default indicators or potential foreclosure. Due to the potential for loss, these loans are evaluated for impairment.

The adequacy of the Company's mortgage provision allowance is reviewed quarterly. The determination of the calculation and the adequacy of the mortgage provision allowance and mortgage impairments involve judgments that incorporate qualitative and quantitative Company and industry mortgage performance data. Management's periodic evaluation and assessment of the adequacy of the mortgage provision allowance and the need for mortgage impairments is based on known and inherent risks in the portfolio, adverse situations that may affect the borrower's ability to repay, the fair value of the underlying collateral, composition of the loan portfolio, current economic conditions, loss experience and other relevant factors. Loans included in the non-performing category and other loans with certain substandard credit quality indicators are individually reviewed to determine if a specific impairment is required. Risk is mitigated through first position collateralization, guarantees, loan covenants, and borrower reporting requirements. Since the Company does not originate or hold uncollateralized mortgages, loans are generally not deemed fully uncollectable. Generally, unrecoverable amounts are written off during the final stage of the foreclosure process.

Loan balances are considered past due when payment has not been received based on contractually agreed upon terms. The accrual of interest is discontinued when concerns exist regarding the realization of loan principal or interest. The Company resumes interest accrual on loans when a loan returns to current status or under new terms when loans are restructured or modified.

On a quarterly basis, any loans with terms that were modified during that period are reviewed to determine if the loan modifications constitute a troubled debt restructuring ("TDR"). In evaluating whether a loan modification constitutes a TDR, it must be determined that the modification is a significant concession and the debtor is experiencing financial difficulties.

- Contract loans are carried at their unpaid balance. Contract loans are fully collateralized by the cash surrender value of the associated insurance policy.
- The Company participates in a securities lending program in which the Company lends securities that are held as part of its general account investment portfolio to third parties. The Company does not enter into these types of transactions for liquidity purposes, but rather for yield enhancement on its investment portfolio. The borrower can return and the Company can request the loaned securities be returned at any time. The Company maintains ownership of the securities at all times and is entitled to receive from the borrower any payments for interest received on such securities during the loan term. Securities lending transactions are accounted for as secured borrowings. The securities on loan are included within bonds and short-term investments in the accompanying Statutory Statements of Admitted Assets, Liabilities, Capital and Surplus. The securities lending agent indemnifies the Company against borrower risk, meaning that the lending agent agrees contractually to replace securities not returned due to a borrower default. The Company generally requires initial cash collateral in an amount greater than or equal to 102% of the fair value of domestic securities loaned and 105% of foreign securities loaned. Such collateral is used to replace the securities loaned in event of default by the borrower. Some cash collateral is reinvested in short-term repurchase agreements which are also collateralized by U.S. Government or U.S. Government Agency securities. Reinvested cash collateral is reported in securities lending reinvested collateral assets, with a corresponding liability in other liabilities. Collateral that cannot be sold or repledged is excluded from the Statutory Statements of Admitted Assets, Liabilities, Capital and Surplus.
- Short-term investments include all investments whose remaining maturities, at the time of acquisition, are three months to one year. Cash equivalent investments include all investments whose remaining maturities, at the time of acquisition, are three months or less. Both short-term and cash equivalent investments, excluding money market mutual funds, are stated

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at amortized cost, which approximates fair value. Cash equivalent investments also include highly liquid money market securities that are traded in an active market, and are carried at fair value.

- The Company's OTTI accounting policy requires that a decline in the value of a bond below its cost or amortized cost basis be assessed to determine if the decline is other-than-temporary. An OTTI is recorded (a) if it is probable that the Company will be unable to collect all amounts due according to the contractual terms in effect at the date of acquisition, (b) if the Company has the intent to sell the investment or (c) for non-interest related declines in value and where the Company does not have the intent and ability at the reporting date, to hold the bond until its recovery. Management considers a wide range of factors, as described below, regarding the bond issuer and uses its best judgment in evaluating the cause of the decline in its estimated fair value and in assessing the prospects for near-term recovery. Inherent in management's evaluation of the bond are assumptions and estimates about the operations and ability to generate future cash flows. While all available information is taken into account, it is difficult to predict the ultimate recoverable amount from a distressed or impaired bond.

Considerations used by the Company in the impairment evaluation process include, but are not limited to, the following:

- The extent to which estimated fair value is below cost;
- Whether the decline in fair value is attributable to specific adverse conditions affecting a particular instrument, its issuer, an industry or geographic area;
- The length of time for which the estimated fair value has been below cost;
- Downgrade of a bond investment by a credit rating agency;
- Deterioration of the financial condition of the issuer;
- The payment structure of the bond investment and the likelihood of the issuer being able to make payments in the future; and
- Whether dividends have been reduced or eliminated or scheduled interest payments have not been made.

For loan-backed and structured securities, if management does not intend to sell the bond and has the intent and ability to hold the bond until recovery of its amortized cost basis, but the present value of the cash flows expected to be collected (discounted at the effective interest rate implicit in the bond prior to impairment) is less than the amortized cost basis of the bond (referred to as the non-interest loss portion), an OTTI is considered to have occurred. In this instance, total OTTI is bifurcated into two components: the amount related to the non-interest loss is recognized in current period earnings through realized capital gains (losses); and the amount attributed to other factors does not have any financial impact and is disclosed only in the notes to the statutory financial statements. The calculation of expected cash flows utilized during the impairment evaluation process are determined using judgment and the best information available to the Company including default rates, credit ratings, collateral characteristics and current levels of subordination.

For bonds not backed by other loans or assets, if management does not intend to sell the bond and has the intent and ability to hold, but does not expect to recover the entire cost basis, an OTTI is considered to have occurred. A charge is recorded in net realized capital gains (losses) equal to the difference between the fair value and cost or amortized cost basis of the bond. After the recognition of an OTTI, the bond is accounted for as if it had been purchased on the measurement date of the OTTI, with an amortized cost basis equal to the previous amortized cost basis less the OTTI recognized in net income. The difference between the new amortized cost basis and the expected future cash flows is accreted into net investment income. The Company continues to estimate the present value of cash flows expected to be collected over the life of the bond.

Fair value

Certain assets and liabilities are recorded at fair value on the Company's Statutory Statements of Admitted Assets, Liabilities, Capital and Surplus. The Company defines fair value as the price that would be received to sell an asset or paid to transfer a liability in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. The Company categorizes its assets and liabilities measured at fair value into a three-level hierarchy, based on the priority of the inputs to the respective valuation technique. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The Company's assets and liabilities have been categorized based upon the following fair value hierarchy:

- Level 1 inputs which are utilized for separate account assets and liabilities, utilize observable, quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company has the ability to access at the measurement date.

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- Level 2 inputs utilize other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. Level 2 inputs, which are utilized for general and separate account assets and liabilities, include quoted prices for similar assets and liabilities in active markets and inputs, other than quoted prices, that are observable for the asset or liability, such as interest rates and yield curves that are observable at commonly quoted intervals. The fair values for some Level 2 securities are obtained from pricing services. The inputs used by the pricing services are reviewed at least quarterly or when the pricing vendor issues updates to its pricing methodology. For bond and separate account assets and liabilities, inputs include benchmark yields, reported trades, broker/dealer quotes, issuer spreads, two-sided markets, benchmark securities, bids, evaluated bids, offers and reference data including market research publications. Additional inputs utilized for assets and liabilities classified as Level 2 are:
 - Separate account assets and liabilities - various index data and news sources, amortized cost (which approximates fair value), trading activity, swap curves, credit spreads, recovery rates, restructuring, net present value of cash flows and quoted prices in markets that are not active or for which all significant inputs are observable, either directly or indirectly.
- Level 3 inputs are unobservable and include situations where there is little, if any, market activity for the asset or liability. In general, the prices of Level 3 securities are obtained from single broker quotes and internal pricing models. If the broker's inputs are largely unobservable, the valuation is classified as a Level 3.

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, the level in the fair value hierarchy within which the fair value measurement in its entirety falls has been determined based on the lowest level input that is significant to the fair value measurement in its entirety. The Company's assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment and considers factors specific to the asset or liability.

Overall, transfers between levels are attributable to a change in the observability of inputs. Assets are transferred to a lower level in the hierarchy when a significant input cannot be corroborated with market observable data. This may occur when market activity decreases and underlying inputs cannot be observed, current prices are not available, and/or when there are significant variances in quoted prices, thereby affecting transparency. Assets are transferred to a higher level in the hierarchy when circumstances change such that a significant input can be corroborated with market observable data. This may be due to a significant increase in market activity including recent trades, a specific event, or one or more significant input(s) becoming observable.

The policies and procedures utilized to review, account for, and report on the value and level of the Company's securities were determined and implemented by the Finance division. The Investments division is responsible for the processes related to security purchases and sales and provides valuation and leveling input to the Finance division when necessary. Both divisions within the Company have worked in conjunction to establish thorough pricing, review, approval, accounting, and reporting policies and procedures around the securities valuation process.

In some instances, securities are priced using external broker quotes. In most cases, when broker quotes are used as pricing inputs, more than one broker quote is obtained. External broker quotes are reviewed internally by comparing the quotes to similar securities in the public market and/or to vendor pricing, if available. Additionally, external broker quotes are compared to market reported trade activity to ascertain whether the price is reasonable, reflective of the current market prices, and takes into account the characteristics of the Company's securities.

Net investment income

Interest income from bonds is recognized when earned. Interest income on contract loans is recognized in net investment income at the contract interest rate when earned. All investment income due and accrued with amounts that are deemed uncollectible or that are over 90 days past due, including mortgage loans in default ("in process of foreclosure"), is not included in investment income. Amounts over 90 days past due are non-admitted assets and are recorded as a reduction to unassigned surplus.

Net realized capital gains (losses)

Realized capital gains and losses are reported as a component of net income and are determined on a specific identification basis. Interest-related gains and losses are primarily subject to IMR, while non-interest related gains and losses are primarily subject to AVR.

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Policy reserves

Life insurance and annuity policy reserves with life contingencies are computed on the basis of statutory mortality and interest requirements and without consideration for withdrawals. Annuity contract reserves without life contingencies are computed on the basis of statutory interest requirements.

Policy reserves for life insurance are valued in accordance with the provision of applicable statutory regulations. Life insurance reserves are determined principally using the Commissioner's Reserve Valuation Method, using the statutory mortality and interest requirements, without consideration for withdrawals. Some policies contain a surrender value in excess of the reserve as legally computed. This excess is calculated and recorded on a policy-by-policy basis.

Premium stabilization reserves are calculated for certain policies to reflect the Company's estimate of experience refunds and interest accumulations on these policies. The reserves are invested by the Company. The income earned on these investments is accumulated in this reserve and is used to mitigate future premium rate increases for such policies.

Policy reserves ceded to other insurance companies are recorded as a reduction of the reserve liabilities. The cost of reinsurance related to long-duration contracts is accounted for over the life of the underlying reinsured policies using assumptions consistent with those used to account for the underlying policies.

Policy and contract claims include provisions for reported life and health claims in process of settlement, valued in accordance with the terms of the related policies and contracts, as well as provisions for claims incurred but not reported based primarily on prior experience of the Company. As such, amounts are estimates, and the ultimate liability may differ from the amount recorded. Any changes in estimates will be reflected in the results of operations when additional information becomes known.

The liabilities for health claim reserves are determined using historical run-out rates, expected loss ratios and statistical analysis. The Company provides for significant claim volatility in areas where experience has fluctuated. The liabilities represent estimates of the ultimate net cost of all reported and unreported claims which are unpaid at year-end. Those estimates are subject to considerable variability in claim severity and frequency. The estimates are continually reviewed and adjusted as necessary as experience develops or new information becomes known; such adjustments are included in current operations.

Premium, fee income and expenses

Life insurance premiums are recognized when due. Annuity considerations are recognized as revenue when received. Accident and health premiums are earned ratably over the terms of the related insurance and reinsurance contracts or policies. Life and accident and health insurance premiums received in advance are recorded as a liability and recognized as income when the premiums become earned. Fees from assets under management, assets under administration, shareholder servicing, mortality and expense risk charges, administration and record-keeping services and investment advisory services are recognized when earned in fee income or other income. Expenses incurred in connection with acquiring new insurance business, including acquisition costs such as sales commissions, are charged to operations as incurred.

Income taxes

The Company is included in the consolidated federal income tax return of Lifeco U.S. The federal income tax expense reported in the Statutory Statements of Operations represent income taxes provided on income that is currently taxable, excluding tax on net realized capital gains and losses. A net deferred tax asset is included in the Statutory Statements of Admitted Assets, Liabilities, Capital and Surplus which is recorded using the asset and liability method in which deferred tax assets and liabilities are recorded for expected future tax consequences of events that have been recognized in either the Company's statutory financial statements or tax returns. Deferred income tax assets are subject to limitations prescribed by statutory accounting principles. The change in deferred income taxes is treated as a component of the change in unassigned funds.

2. Changes in Accounting Principles

In 2009, the NAIC introduced Principle-Based Reserving ("PBR") as a new method for calculating life insurance policy reserves. PBR will replace the historic formulaic measure with one that more accurately reflects the risks of highly complex products. PBR is effective for 2017; however, companies are permitted to delay implementation until January 1, 2020. The Company will defer implementation and is currently evaluating impact of adoption of PBR on its financial statements.

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3. Related Party Transactions

In the normal course of business, the Company enters into agreements with related parties whereby it provides and/or receives record-keeping services, investment advisory services, distribution and administrative services, and marketing services. The following table presents revenue earned, expenses incurred and expense reimbursement from related parties for services provided and/or received pursuant to these service agreements. These amounts, in accordance with the terms of the contracts, are based upon estimated costs incurred or resources expended as determined by number of policies, number of participants, certificates in-force, administered assets or other similar drivers.

Description	Related party	Year Ended December 31,			Financial statement line
		2018	2017	2016	
Provides marketing, distribution and administrative services to certain underlying funds and/or mutual funds.	GWFS Equities, Inc. ⁽¹⁾	\$ 10,002	\$ 10,406	\$ 9,825	Other income
Provides recordkeeping services.	GWL&A	2,551	2,423	2,096	Other income
Receives recordkeeping services.	FASCore, LLC ⁽¹⁾	(11,062)	(9,313)	(6,043)	Other income
Receives investment advisory services.	GWL&A	(718)	(639)	(602)	Net investment income
Receives recordkeeping services at cost.	FASCore, LLC ⁽¹⁾	—	—	1,164	Other insurance expenses

⁽¹⁾ A wholly-owned subsidiary of GWL&A.

Due to/from parent and affiliates represents non-interest bearing amounts which are due upon demand. Due to/from parent and affiliates include amounts receivable from or payable to Lifeco U.S. and subsidiaries of Lifeco U.S.

The following table summarizes amounts due from parent and affiliates:

Related party	Indebtedness	Due date	December 31,	
			2018	2017
GWFS Equities, Inc. ⁽¹⁾	On account	On demand	\$ 2,034	\$ 2,510
Other related party receivables	On account	On demand	5	4
Total			\$ 2,039	\$ 2,514

⁽¹⁾ A wholly-owned subsidiary of GWL&A.

The following table summarizes amounts due to parent and affiliates:

Related party	Indebtedness	Due date	December 31,	
			2018	2017
FASCore, LLC ⁽¹⁾	On account	On demand	\$ 2,867	\$ 1,588
GWL&A	On account	On demand	356	726
The Canada Life Assurance Company ⁽²⁾	On account	On demand	112	221
Other related party payables	On account	On demand	—	4
Total			\$ 3,335	\$ 2,539

⁽¹⁾ A wholly-owned subsidiary of GWL&A.

⁽²⁾ An indirect wholly-owned subsidiary of Lifeco.

Included in current federal income taxes payable to affiliate at December 31, 2018 is \$227 of income tax payable to Lifeco U.S. related to the consolidated income tax return filed by Lifeco U.S. Included in current federal income taxes recoverable from affiliate at December 31, 2017 is \$110 of income tax receivable from Lifeco U.S. related to the consolidated income tax return filed by Lifeco U.S.

The Company and GWL&A have an agreement whereby GWL&A has committed to provide financial support related to the maintenance of adequate regulatory surplus and liquidity.

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4. Summary of Invested Assets

Investments in bonds consist of the following:

Bonds:	December 31, 2018			
	Book/adjusted carrying value	Gross unrealized gains	Gross unrealized losses	Fair value
U.S. government	\$ 14,493	\$ 85	\$ 340	\$ 14,238
U.S. states, territories and possessions	14,994	1,517	22	16,489
Political subdivisions of states and territories	31,065	2,564	43	33,586
Special revenue and special assessments	6,627	—	32	6,595
Industrial and miscellaneous	1,015,231	5,719	29,017	991,933
Loan-backed and structured securities	207,657	3,025	4,169	206,513
Total bonds	<u>\$ 1,290,067</u>	<u>\$ 12,910</u>	<u>\$ 33,623</u>	<u>\$ 1,269,354</u>

Bonds:	December 31, 2017			
	Book/adjusted carrying value	Gross unrealized gains	Gross unrealized losses	Fair value
U.S. government	\$ 13,127	\$ 75	\$ —	\$ 13,202
U.S. states, territories and possessions	15,856	2,191	—	18,047
Political subdivisions of states and territories	31,086	3,403	—	34,489
Special revenue and special assessments	6,841	420	—	7,261
Industrial and miscellaneous	960,868	19,685	6,052	974,501
Loan-backed and structured securities	226,036	4,786	2,075	228,747
Total bonds	<u>\$ 1,253,814</u>	<u>\$ 30,560</u>	<u>\$ 8,127</u>	<u>\$ 1,276,247</u>

The book/adjusted carrying value and estimated fair value of bonds and assets receiving bond treatment, based on estimated cash flows, are shown in the table below. Actual maturities will likely differ from these projections because borrowers may have the right to call or prepay obligations with or without call or prepayment penalties.

	December 31, 2018	
	Book/adjusted carrying value	Fair value
Due in one year or less	\$ 70,086	\$ 70,071
Due after one year through five years	361,476	357,467
Due after five years through ten years	480,741	467,882
Due after ten years	170,107	167,421
Loan-backed and structured securities	207,657	206,513
Total bonds	<u>\$ 1,290,067</u>	<u>\$ 1,269,354</u>

Loan-backed and structured securities include those issued by U.S. government and U.S. agencies.

The following table summarizes information regarding the sales of securities:

	December 31,		
	2018	2017	2016
Proceeds from sales	\$ 38,025	\$ 144,282	\$ 199,512
Gross realized gains from sales	381	1,542	4,924
Gross realized losses from sales	413	2,960	876

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Unrealized losses on bonds

The following tables summarize gross unrealized investment losses including the non-credit-related portion of OTTI losses, by class of investment:

	December 31, 2018					
	Less than twelve months		Twelve months or longer		Total	
	Fair value	Unrealized loss and OTTI	Fair value	Unrealized loss and OTTI	Fair value	Unrealized loss and OTTI
Bonds:						
U.S. government	\$ 12,312	\$ 340	\$ —	\$ —	\$ 12,312	\$ 340
U.S. states, territories and possessions	3,202	22	—	—	3,202	22
Political subdivisions of states and territories	6,365	43	—	—	6,365	43
Special revenue and special assessments	6,516	32	—	—	6,516	32
Industrial and miscellaneous	501,241	14,146	303,241	14,871	804,482	29,017
Loan-backed and structured securities	56,478	632	86,015	3,537	142,493	4,169
Total bonds	<u>\$ 586,114</u>	<u>\$ 15,215</u>	<u>\$ 389,256</u>	<u>\$ 18,408</u>	<u>\$ 975,370</u>	<u>\$ 33,623</u>
Total number of securities in an unrealized loss position		<u>158</u>		<u>114</u>		<u>272</u>

	December 31, 2017					
	Less than twelve months		Twelve months or longer		Total	
	Fair value	Unrealized loss and OTTI	Fair value	Unrealized loss and OTTI	Fair value	Unrealized loss and OTTI
Bonds:						
Industrial and miscellaneous	\$ 214,866	\$ 2,043	\$ 126,918	\$ 4,009	\$ 341,784	\$ 6,052
Loan-backed and structured securities	55,653	361	54,356	1,714	110,009	2,075
Total bonds	<u>\$ 270,519</u>	<u>\$ 2,404</u>	<u>\$ 181,274</u>	<u>\$ 5,723</u>	<u>\$ 451,793</u>	<u>\$ 8,127</u>
Total number of securities in an unrealized loss position		<u>78</u>		<u>52</u>		<u>130</u>

Bonds - Total unrealized losses and OTTI increased by \$25,496, or 314%, from December 31, 2017 to December 31, 2018. The increase in unrealized losses was across all asset classes and reflects higher interest rates at December 31, 2017, compared to December 31, 2017, resulting in lower valuations of these bonds.

Total unrealized losses greater than twelve months increased by \$12,685 from December 31, 2017 to December 31, 2018. Industrial and miscellaneous securities account for 81% of the unrealized losses and OTTI greater than twelve months at December 31, 2018. The majority of these bonds continue to be designated as investment grade. Management does not have the intent to sell these assets; therefore, an OTTI was not recognized in net income.

Loan-backed and structured securities account for 19%, or \$3,537, of the unrealized losses and OTTI greater than twelve months at December 31, 2018. These securities continue to be rated investment grade. The present value of the cash flows expected to be collected is not less than amortized cost and management does not have the intent to sell these assets; therefore, an OTTI was not recognized in net income.

Loan-backed and structured securities

The Company had a concentration in loan-backed and structured securities of 14% and 16% of total invested assets at December 31, 2018 and 2017, respectively.

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Securities lending

Securities with a cost or amortized cost of \$16,588 and estimated fair values of \$16,033 were on loan under the program at December 31, 2018. There were no securities on loan at December 31, 2017. The Company received cash of \$16,556 as collateral at December 31, 2018.

The following table summarizes the securities on loan by category at December 31, 2018:

	Book/adjusted carrying value		Fair value
Government - Treasury	\$ 12,652	\$	12,312
Industrial and Miscellaneous	3,936		3,721
Total	\$ 16,588	\$	16,033

The Company's securities lending agreements are open agreements meaning the borrower can return and the Company can recall the loaned securities at any time.

The cash collateral received of \$16,556 was reinvested into short-term repurchase agreements which are collateralized by U.S. government or U.S. government agency securities and mature in under 30 days.

Restricted Assets

At December 31, 2018 and 2017, the Company had investments with a book/adjusted carrying value of \$1,842 and \$267, respectively, on deposit or in trust accounts controlled by various state insurance departments in accordance with statutory requirements. Additionally, the Company held collateral under securities lending agreements in the amount of \$16,556 and \$0 as of December 31, 2018 and December 31, 2017, respectively. The total restricted assets amount represents less than 1% of both total assets and total admitted assets at December 31, 2018 and 2017.

Net Investment Income

The following table summarizes net investment income:

	Year Ended December 31,		
	2018	2017	2016
Bonds	\$ 45,776	\$ 42,163	\$ 35,770
Mortgage loans	3,486	4,396	4,855
Contract loans	838	1,079	1,154
Cash, cash equivalents and short-term investments	624	382	74
Other invested assets	267	270	272
Miscellaneous income	34	64	47
Gross investment income	51,025	48,354	42,172
Expenses	(718)	(639)	(602)
Net investment income	\$ 50,307	\$ 47,715	\$ 41,570

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The following table summarizes net realized capital (losses) gains on investments net of federal income tax and interest maintenance reserve transfer:

	Year Ended December 31,		
	2018	2017	2016
Net realized capital (losses) gains, before federal income tax	\$ (495)	\$ (1,180)	\$ 4,012
Less: Federal income tax (benefit) expense	(103)	(413)	(1,404)
Net realized capital (losses) gains, before IMR transfer	(392)	(767)	2,608
Net realized capital (losses) gains transferred to IMR, net of federal income tax (benefit) of (\$57), (\$413) and \$1,404, respectively	(216)	(767)	2,608
Net realized capital (losses) gains, net of federal income (benefit) tax of (\$46), \$0 and \$0, respectively, and IMR transfer	\$ (176)	\$ —	\$ —

Concentrations

The Company had the following bond concentrations based on total invested assets:

	Concentration by type	
	December 31,	
	2018	2017
Industrial and miscellaneous	80%	82%

	Concentration by industry	
	December 31,	
	2018	2017
Financial services	25%	25%

Mortgage Loans

The recorded investment of the commercial mortgage loan portfolio categorized as performing was \$76,000 and \$90,710 as of December 31, 2018 and 2017, respectively. All mortgages were current as of December 31, 2018 and 2017.

The maximum and minimum lending rates for commercial mortgage loans originated during the year ended December 31, 2018 were 4.31%. During 2018, the maximum percentage of any one loan to the value of security at the time of the loan, exclusive of insured or guaranteed or purchase money mortgages, was 48%. There were no new fundings during the year ended December 31, 2017.

The following table summarizes activity in the commercial mortgage provision allowance for the years ended December 31, 2018 and 2017:

	December 31,	
	2018	2017
Beginning balance	\$ 20	\$ 74
Recoveries of amounts previously charged off	—	(54)
Ending balance	\$ 20	\$ 20

GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK

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(Dollars in Thousands)

The following tables present concentrations of the total commercial mortgage portfolio:

	Concentration by type	
	December 31,	
	2018	2017
Multi-family	38%	32%
Retail	25%	22%
Industrial	21%	38%
Office	14%	6%
Other	2%	2%
	100%	100%

	Concentration by geographic area	
	December 31,	
	2018	2017
Pacific	56%	61%
South Atlantic	17%	15%
East North Central	13%	11%
Middle Atlantic	7%	7%
West North Central	7%	—%
Mountain	—%	6%
	100%	100%

5. Fair Value Measurements

The following tables summarize the fair value hierarchy for all financial instruments and invested assets:

Type of financial instrument	Fair Value Measurements at Reporting Date						
	December 31, 2018						
Assets:	Aggregate fair value	Admitted assets and liabilities	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Total (All Levels)
Bonds	\$ 1,269,354	\$ 1,290,067	\$ —	\$ 1,269,354	\$ —	\$ —	\$ 1,269,354
Mortgage Loans	76,552	75,980	—	76,552	—	—	76,552
Cash, cash equivalents and short-term investments	79,548	79,548	79,548	—	—	—	79,548
Contract loans	20,166	20,155	—	20,166	—	—	20,166
Other long term invested assets	5,640	5,349	—	5,640	—	—	5,640
Securities lending reinvested collateral assets	16,556	16,556	—	16,556	—	—	16,556
Receivable for securities	345	345	—	345	—	—	345
Separate accounts assets	681,575	681,575	678,545	265	—	2,765	681,575
Total assets	\$ 2,149,736	\$ 2,169,575	\$ 758,093	\$ 1,388,878	\$ —	\$ 2,765	\$ 2,149,736
Liabilities:							
Deposit-type contracts	\$ 1,952	\$ 1,955	\$ —	\$ 1,952	\$ —	\$ —	\$ 1,952
Payable under securities lending agreement	16,556	16,556	—	16,556	—	—	16,556
Payable for securities	152	152	—	152	—	—	152
Total liabilities	\$ 18,660	\$ 18,663	\$ —	\$ 18,660	\$ —	\$ —	\$ 18,660

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Type of financial instrument	Fair Value Measurements at Reporting Date					
	December 31, 2017					
	Aggregate fair value	Admitted assets and liabilities	(Level 1)	(Level 2)	(Level 3)	Total (All Levels)
Assets:						
Bonds	\$ 1,276,247	\$ 1,253,814	\$ —	\$ 1,276,247	\$ —	\$ 1,276,247
Mortgage Loans	93,720	90,690	—	93,720	—	93,720
Cash, cash equivalents and short-term investments	27,811	27,811	27,811	—	—	27,811
Contract loans	25,426	25,411	—	25,426	—	25,426
Other long term invested assets	6,002	5,394	—	6,002	—	6,002
Receivable for securities	588	588	—	588	—	588
Separate accounts assets	761,399	761,399	757,863	3,536	—	761,399
Total assets	<u>\$ 2,191,193</u>	<u>\$ 2,165,107</u>	<u>\$ 785,674</u>	<u>\$ 1,405,519</u>	<u>\$ —</u>	<u>\$ 2,191,193</u>
Liabilities:						
Deposit-type contracts	\$ 2,193	\$ 2,191	\$ —	\$ 2,193	\$ —	\$ 2,193
Total liabilities	<u>\$ 2,193</u>	<u>\$ 2,191</u>	<u>\$ —</u>	<u>\$ 2,193</u>	<u>\$ —</u>	<u>\$ 2,193</u>

Bonds

The fair values for bonds are generally based upon evaluated prices from independent pricing services. In cases where these prices are not readily available, fair values are estimated by the Company. To determine estimated fair value for these instruments, the Company generally utilizes discounted cash flow models with market observable pricing inputs such as spreads, average life, and credit quality. Fair value estimates are made at a specific point in time, based on available market information and judgments about financial instruments, including estimates of the timing and amounts of expected future cash flows and the credit standing of the issuer or counterparty.

Mortgage loans

Mortgage loan fair value estimates are generally based on discounted cash flows. A discount rate matrix is used where the discount rate valuing a specific mortgage generally corresponds to that mortgage's remaining term and credit quality. Management believes the discount rate used is comparable to the credit, interest rate, term, servicing costs, and risks of loans similar to the portfolio loans that the Company would make today given its internal pricing strategy.

Cash, cash equivalents, short-term investments, collateral receivable and payable under securities lending agreements and receivable and payable for securities

The amortized cost of cash, cash equivalents, short-term investments, collateral receivable and payable under securities lending agreements and receivable and payable for securities is a reasonable estimate of fair value due to their short-term nature and the high credit quality of the issuers and obligors. Cash equivalent investments also include money market funds that are valued using unadjusted quoted prices in active markets.

Contract loans

The Company believes the fair value of contract loans approximates book value. Contract loans are funds provided to contract holders in return for a claim on the contract. The funds provided are limited to the cash surrender value of the underlying contract. The nature of contract loans is to have a negligible default risk as the loans are fully collateralized by the value of the contract. Contract loans do not have a stated maturity and the balances and accrued interest are repaid either by the contractholder or with proceeds from the contract. Due to the collateralized nature of contract loans and unpredictable timing of repayments, the Company believes the fair value of contract loans approximates carrying value.

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Other long-term invested assets

The fair values of other long-term invested assets are based on the specific asset type. Other invested assets that are held as bonds, such as surplus notes, are primarily valued the same as bonds.

Separate account assets

Separate account assets and liabilities primarily include investments in mutual funds, unregistered funds, most of which are not subject to redemption restrictions, bonds, and short-term securities. Mutual funds and unregistered funds are recorded at net asset value, which approximates fair value, on a daily basis. The bond and short-term investments are valued in the same manner, and using the same pricing sources and inputs as the bond and short-term investments of the Company.

Deposit-type contracts

Fair values for liabilities under deposit-type insurance contracts are estimated using discounted liability calculations, adjusted to approximate the effect of current market interest rates for the assets supporting the liabilities.

Fair Value Hierarchy

The following tables present the Company's financial assets carried at fair value and indicates the fair value hierarchy of the valuation techniques utilized by the Company to determine such fair value:

Fair Value Measurements at Reporting Date

December 31, 2018

Assets:	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Total (All Levels)
Separate account assets ⁽¹⁾	\$ 678,545	\$ 265	\$ —	\$ 2,765	\$ 681,575
Total assets at fair value	\$ 678,545	\$ 265	\$ —	\$ 2,765	\$ 681,575

⁽¹⁾ Includes only separate account investments which are carried at the fair value of the underlying invested assets or liabilities owned by the separate accounts.

Fair Value Measurements at Reporting Date

December 31, 2017

Assets:	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Total (All Levels)
Separate account assets ⁽¹⁾	\$ 757,863	\$ 3,536	\$ —	\$ —	\$ 761,399
Total assets at fair value	\$ 757,863	\$ 3,536	\$ —	\$ —	\$ 761,399

⁽¹⁾ Includes only separate account investments which are carried at the fair value of the underlying invested assets or liabilities owned by the separate accounts.

6. Non-Admitted Assets

The following table summarizes the Company's non-admitted assets:

Type	December 31, 2018			December 31, 2017		
	Asset	Non-admitted asset	Admitted asset	Asset	Non-admitted asset	Admitted asset
Contract loans	\$ 20,166	\$ 11	\$ 20,155	\$ 25,426	\$ 15	\$ 25,411
Premiums deferred and uncollected	1,970	6	1,964	2,195	10	2,185
Deferred income taxes	13,923	7,870	6,053	11,310	5,661	5,649
Other assets	7,896	462	7,434	8,132	392	7,741
Total	\$ 43,955	\$ 8,349	\$ 35,606	\$ 47,063	\$ 6,078	\$ 40,986

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7. Premiums Deferred and Uncollected

The following table summarizes the Company’s ordinary life insurance premiums and annuity considerations deferred and uncollected, both gross and net of loading:

Type	December 31, 2018		December 31, 2017	
	Gross	Net of loading	Gross	Net of loading
Ordinary new business	\$ 9	\$ 1	\$ 11	\$ 1
Ordinary renewal business	2,228	1,963	2,476	2,184
Total	\$ 2,237	\$ 1,964	\$ 2,487	\$ 2,185

8. Reinsurance

In the normal course of its business, the Company seeks to limit its exposure to loss on any single insured and to recover a portion of benefits paid by ceding risks to other insurance enterprises under excess coverage, quota share, yearly renewable term and coinsurance contracts. On existing business, the Company retains a maximum of \$250 of coverage per individual life. For new term life insurance policies, the Company retains 100% of the first \$50 of coverage per individual life and 50% of coverage in excess of \$50 up to a maximum retention of \$250 per individual life. For new business-owned life insurance policies, the Company retains 100% of the first \$250 per individual life. New term and business-owned life insurance policies are reinsured to GWL&A. The Company does not assume new business under reinsurance agreements.

Ceded reinsurance contracts do not relieve the Company from its obligations to policyholders. The failure of reinsurers to honor their obligations could result in losses to the Company. The Company evaluates the financial condition of its reinsurers and monitors concentrations of credit risk arising from similar geographic regions, activities or economic characteristics of the reinsurers to minimize its exposure to significant losses from reinsurer insolvencies.

The Company did not have any write-offs for uncollectible reinsurance receivables during the years ended December 31, 2018 and 2017 for losses incurred, loss adjustment expenses incurred or premiums earned.

The Company does not have any uncollectible reinsurance, commutation of ceded reinsurance, or certified reinsurer downgraded of status subject to revocation.

9. Aggregate Reserves

Aggregate reserves are computed in accordance with the Commissioner’s Annuity Reserve Valuation Method (“CARVM”) and the Commissioner’s Reserve Valuation Method (“CRVM”), the standard statutory reserving methodologies.

The significant assumptions used to determine the liability for future life insurance benefits are as follows:

Interest	- Life Insurance	2.25% to 6.00%
	- Annuity Funds	3.50% to 11.25%
	- Disability	3.00% to 6.00%
Mortality	- Life Insurance	Various valuation tables, primarily including 1941, 1958, 1980 and 2001 Commissioners Standard Ordinary ("CSO") tables, and American Experience
	- Annuity Funds	Various annuity valuation tables, primarily including the 71 and 83a Individual Annuitant Mortality ("IAM"), Annuity 2000, and the 1971 and 1983 Group Annuity Mortality ("GAM") Table
Morbidity	- Disability	Various disability tables, primarily including 58 and 80 CSO, 64 CDT and 1970 Intercompany DISA.

The Company waives deduction of deferred fractional premium upon the death of the insured for all issues and returns any portion of the final premium beyond the date of death for 1980 and later issues of Canada Life of New York. When surrender values exceed aggregate reserves, excess cash value reserves are held.

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Policies issued at premium corresponding to ages higher than the true ages are valued at the rated-up ages. Policies providing for payment at death during certain periods of an amount less than the full amount of insurance, being policies subject to liens, are valued as if the full amount is payable without any deduction.

For policies issued with, or subsequently subject to, an extra premium payable annually, an extra reserve is held. The extra premium reserve is the unearned gross extra premium payable during the year if the policies are rated for reasons other than medical impairments. For medical impairments, the extra premium reserve is calculated as the excess of the reserve based on rated mortality over that based on standard mortality. All substandard annuities are valued at their true ages.

At December 31, 2018 and 2017, the Company had \$745,357 and \$769,848, respectively of insurance in force, before reinsurance ceded, for which the gross premiums are less than the net premiums according to the standard of valuation set by the Department.

Tabular interest and tabular cost have been determined from the basic data for the calculation of aggregate reserves. Tabular less actual reserves released and tabular interest on funds not involving life contingencies have been determined by formula.

The withdrawal characteristics of annuity reserves and deposit liabilities are as follows:

	December 31, 2018			
	General Account	Separate Account Nonguaranteed	Total	Percent of total gross
Subject to discretionary withdrawal:				
With market value adjustment	\$ 354	\$ —	\$ 354	—%
At book value less current surrender charges of 5% or more	—	—	—	—%
At fair value	—	632,537	632,537	47.3%
Total with adjustment or at market value	354	632,537	632,891	47.3%
At book value without adjustment (minimal or no charge or adjustment)	7,841	—	7,841	0.6%
Not subject to discretionary withdrawal	697,629	—	697,629	52.1%
Total gross	705,824	632,537	1,338,361	100.0%
Reinsurance ceded	20	—	20	
Total, net	\$ 705,804	\$ 632,537	\$ 1,338,341	

	December 31, 2017			
	General Account	Separate Account Nonguaranteed	Total	Percent of total gross
Subject to discretionary withdrawal:				
With market value adjustment	\$ 274	\$ —	\$ 274	—%
At book value less current surrender charges of 5% or more	—	—	—	—%
At fair value	—	722,432	722,432	51.7%
Total with adjustment or at market value	274	722,432	722,706	51.7%
At book value without adjustment (minimal or no charge or adjustment)	8,123	—	8,123	0.6%
Not subject to discretionary withdrawal	666,640	—	666,640	47.7%
Total gross	675,037	722,432	1,397,469	100.0%
Reinsurance ceded	—	—	—	
Total, net	\$ 675,037	\$ 722,432	\$ 1,397,469	

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The following information is obtained from the applicable exhibit in the Company's December 31, 2018 and 2017 annual statements and related separate account annual statement, both of which are filed with the Division and is provided to reconcile annuity reserves and deposit funds to amounts reported in the Statutory Statements of Admitted Assets, Liabilities, Capital and Surplus:

	December 31,	
	2018	2017
Life and Accident and Health Annual Statement (net of reinsurance):		
Annuities included in aggregate reserve for life policies and contracts	\$ 703,471	\$ 672,350
Supplementary contracts with life contingencies included in aggregate reserve for life policies and contracts	378	496
Liability for deposit-type contracts	1,955	2,191
Sub-total general account	705,804	675,037
Separate Accounts Annual Statement:		
Annuities included in aggregate reserve for life policies and contracts	632,537	722,432
Total	\$ 1,338,341	\$ 1,397,469

10. Separate Accounts

The Company utilizes separate accounts to record and account for assets and liabilities for particular lines of business and/or transactions. The Company reported assets and liabilities from the following product lines into a separate account:

- Individual Annuity Product
- Group Annuity Product
- Variable Life Insurance Product

All the products are classified as separate accounts for the statutory financial statements.

Separate account assets and related liabilities are carried at fair value in the accompanying Statutory Statements of Admitted Assets, Liabilities, Capital and Surplus. The Company's separate accounts invest in shares of Great-West Funds, Inc. and Putnam Funds, open-end management investment companies, which are related parties of the Company, and shares of other non-affiliated mutual funds.

All assets within each of the Company's separate accounts are considered legally insulated from the general account at December 31, 2018. The legal insulation of the separate accounts prevents such assets from being generally available to satisfy claims resulting from the general account. At December 31, 2018 and 2017, the Company's separate account assets that are legally insulated from the general account claims are \$681,575 and \$761,399, respectively.

All separate accounts are non-guaranteed separate accounts and include unit investment trusts, or series accounts that invest in diversified open-end management investment companies. The investments in shares are valued at the closing net asset value as determined by the appropriate fund/portfolio at the end of each day. The net investment experience of the separate account is credited directly to the policyholder and can be positive or negative. Some of the separate accounts provide an incidental death benefit of the greater of the policyholder's account balance or premium paid and some provide an incidental annual withdrawal benefit for the life of the policyholder.

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The following tables provide information regarding the Company's separate accounts:

	Year Ended December 31,	
	2018	2017
Premiums, considerations or deposits	\$ 110,705	\$ 101,643
Reserves:		
For accounts with assets at:		
Fair value	\$ 664,248	\$ 752,766
Total reserves	\$ 664,248	\$ 752,766
By withdrawal characteristics:		
At fair value	\$ 664,248	\$ 752,769
Total subject to discretionary withdrawals	\$ 664,248	\$ 752,769

A reconciliation of the amounts transferred to and from the separate accounts is presented below:

	Year Ended December 31,		
	2018	2017	2016
Transfers as reported in the Summary of Operations of the separate account statement:			
Transfers to separate accounts	\$ 110,705	\$ 101,643	\$ 99,726
Transfers from separate accounts	(150,178)	(115,482)	(104,600)
Net transfers from separate accounts	(39,473)	(13,839)	(4,874)
Reconciling adjustments:			
Net transfer of reserves to separate accounts	29,330	15,274	25,385
Net transfers as reported in the Statements of Operations	\$ (10,143)	\$ 1,435	\$ 20,511

11. Capital and Surplus, Dividend Restrictions, and Other Matters

As an insurance company domiciled in the State of New York, the Company is required to maintain a minimum of \$2,250 of capital and surplus. Dividends are paid as determined by the Board of Directors, subject to restrictions as discussed below. The Company did not pay dividends during the years ended December 31, 2018 and 2017.

The maximum amount of dividends which can be paid to shareholders by insurance companies domiciled in the State of New York, without prior approval of the Superintendent of Financial Services, is subject to restrictions relating to statutory surplus and statutory net gain from operations. The Company may pay up to \$0 of dividends during the year ended December 31, 2019 without the approval of the Superintendent. Dividends are non-cumulative.

The portion of unassigned funds (surplus) represented or (reduced) by each of the following items is:

	December 31,	
	2018	2017
Unrealized gains	\$ 801	\$ 801
Non-admitted assets	(8,349)	(6,078)
Asset valuation reserve	(7,938)	(7,156)
Separate account business	139	148

Risk-based capital ("RBC") is a regulatory tool for measuring the minimum amount of capital appropriate for a life, accident and health organization to support its overall business operations in consideration of its size and risk profile. The Division requires the Company to maintain minimum capital and surplus equal to the company action level as calculated in the RBC model. The Company exceeds the required amount.

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(Dollars in Thousands)

12. Federal Income Taxes

The following table presents the components of the net admitted deferred tax asset (liability):

	December 31, 2018			December 31, 2017			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
Gross deferred tax assets	\$ 14,937	\$ 608	\$ 15,545	\$ 11,955	\$ 469	\$ 12,424	\$ 2,982	\$ 139	\$ 3,121
Valuation allowance adjustment	—	—	—	—	—	—	—	—	—
Adjusted gross deferred tax asset	14,937	608	15,545	11,955	469	12,424	2,982	139	3,121
Deferred tax assets non-admitted	(7,536)	(334)	(7,870)	(5,544)	(117)	(5,661)	(1,992)	(217)	(2,209)
Net admitted deferred tax asset	7,401	274	7,675	6,411	352	6,763	990	(78)	912
Gross deferred tax liabilities	(1,622)	—	(1,622)	(1,114)	—	(1,114)	(508)	—	(508)
Net admitted deferred tax asset	\$ 5,779	\$ 274	\$ 6,053	\$ 5,297	\$ 352	\$ 5,649	\$ 482	\$ (78)	\$ 404

The Company admits deferred tax assets pursuant to paragraphs 11.a, 11.b.i, 11.b.ii, and 11.c, in SSAP No. 101. The following tables present the amount of deferred tax asset admitted under each component of SSAP No. 101:

	December 31, 2018			December 31, 2017			Change		
	Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total
(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 tax assets from (a) above) after application of the threshold limitation (lesser of (i) and (ii) below)	5,779	274	6,053	5,297	352	5,649	482	(78)	404
(i) Adjusted gross deferred tax assets expected to be realized following the balance sheet date	5,779	274	6,053	5,297	352	5,649	482	(78)	404
(ii) Adjusted gross deferred tax assets expected allowed per limitation threshold			11,308			12,280			(972)
(c) Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from (a) and (b) above) offset by gross deferred tax liabilities	1,622	—	1,622	1,114	—	1,114	508	—	508
Total deferred tax assets admitted as a results of the application of SSAP No. 101	\$ 7,401	\$ 274	\$ 7,675	\$ 6,411	\$ 352	\$ 6,763	\$ 990	\$ (78)	\$ 912

The following table presents the threshold limitations utilized in the admissibility of deferred tax assets under paragraph 11.b of SSAP No. 101:

	2018	2017
Ratio percentage used to determine recovery period and threshold limitation amount	806.12%	931.85%
Amount of adjusted capital and surplus used to determine recovery period and threshold limitation	\$ 75,389	\$ 82,270

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The following table presents the impact of tax planning strategies:

	December 31, 2018		December 31, 2017		Change	
	Ordinary	Capital	Ordinary	Capital	Ordinary	Capital
Adjusted gross deferred tax asset	\$ 14,937	\$ 608	\$ 11,955	\$ 469	\$ 2,982	\$ 139
% of adjusted gross deferred tax asset by character attributable to tax planning strategies	—%	—%	—%	—%	—%	—%
Net admitted adjusted gross deferred tax assets	\$ 7,401	\$ 274	\$ 6,411	\$ 352	\$ 990	\$ (78)
% of net admitted adjusted gross deferred tax asset by character attributable to tax planning strategies	—%	—%	—%	—%	—%	—%

The Company's tax planning strategies do not include the use of reinsurance.

There are no temporary differences for which deferred tax liabilities are not recognized.

The components of current income taxes incurred include the following:

	Year Ended December 31,		Change
	2018	2017	
Current income tax	\$ 952	\$ 1,716	\$ (764)
Federal income tax (benefit) on net capital gains	(103)	(413)	310
Total	\$ 849	\$ 1,303	\$ (454)

	Year Ended December 31,		Change
	2017	2016	
Current income tax	\$ 1,716	\$ 275	\$ 1,441
Federal income tax (benefit) on net capital gains	(413)	1,404	(1,817)
Total	\$ 1,303	\$ 1,679	\$ (376)

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The tax effects of temporary differences, which give rise to the deferred income tax assets and liabilities are as follows:

Deferred income tax assets:	December 31,		Change
	2018	2017	
Ordinary:			
Reserves	\$ 6,261	\$ 3,624	\$ 2,637
Deferred acquisition costs	6,899	6,289	610
Provision for dividends	546	651	(105)
Compensation and benefit accrual	184	227	(43)
Receivables - non-admitted	77	79	(2)
Tax credit carryforward	830	980	(150)
Other	140	105	35
Total ordinary gross deferred tax assets	14,937	11,955	2,982
Valuation allowance adjustment	—	—	—
Total adjusted ordinary gross deferred tax assets	14,937	11,955	2,982
Non-admitted ordinary deferred tax assets	(7,536)	(5,544)	(1,992)
Admitted ordinary deferred tax assets	7,401	6,411	990
Capital:			
Investments	608	468	140
Total capital gross deferred tax assets	608	468	140
Valuation allowance adjustment	—	—	—
Total adjusted gross capital deferred tax assets	608	468	140
Non-admitted capital deferred tax assets	(334)	(117)	(217)
Admitted capital deferred tax assets	274	351	(77)
Total admitted deferred tax assets	\$ 7,675	\$ 6,762	\$ 913
Deferred income tax liabilities:			
Ordinary:			
Investments	\$ (304)	\$ (158)	\$ (146)
Premium receivable	(412)	(459)	47
Policyholder Reserves	(906)	(496)	(410)
Total ordinary deferred tax liabilities	(1,622)	(1,113)	(509)
Net admitted deferred income tax asset	\$ 6,053	\$ 5,649	\$ 404

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(Dollars in Thousands)

The change in deferred income taxes reported in surplus before consideration of non-admitted assets is comprised of the following components:

	December 31,		Change
	2018	2017	
Total deferred income tax assets	\$ 15,545	\$ 12,423	\$ 3,122
Total deferred income tax liabilities	(1,622)	(1,113)	(509)
Net deferred income tax asset	\$ 13,923	\$ 11,310	
Tax effect of unrealized capital gains (losses)			—
Change in net deferred income tax			\$ 2,613

	December 31,		Change
	2017	2016	
Total deferred income tax assets	\$ 12,423	\$ 18,424	\$ (6,001)
Total deferred income tax liabilities	(1,113)	(1,183)	70
Net deferred income tax asset	\$ 11,310	\$ 17,241	
Tax effect of unrealized capital gains (losses)			55
Change in net deferred income tax			\$ (5,876)

The provision for federal income taxes and change in deferred income taxes differ from that which would be obtained by applying the statutory federal income tax rate to income before income taxes. The significant items causing this difference are as follows:

	December 31,		
	2018	2017	2016
Income tax expense at statutory rate	\$ (991)	\$ 1,696	\$ (585)
Federal tax rate change	—	6,887	—
Tax adjustment for interest maintenance reserve	(260)	(527)	(657)
Income tax (benefit) on realized capital gain (loss)	(57)	(413)	1,404
Dividend received deduction	(236)	(256)	(207)
Prior year adjustment	(152)	(159)	(178)
Tax credits	(136)	(82)	(587)
Tax effect of non-admitted assets	(12)	23	(2)
Other	79	10	19
Total	\$ (1,765)	\$ 7,179	\$ (793)
	2018	2017	2016
Federal income taxes incurred	\$ 848	\$ 1,303	\$ 1,679
Change in net deferred income taxes	(2,613)	5,876	(2,472)
Total income tax expense (benefit)	\$ (1,765)	\$ 7,179	\$ (793)

On December 22, 2017, H.R. 1, the Tax Reconciliation Act (the "Act"), was enacted. The legislation, which is generally effective for tax years beginning on January 1, 2018, represents significant U.S. tax reform and revises the Internal Revenue Code by, among other items, lowering the federal corporate income tax rate from 35% to 21% and modifying how the U.S. taxes multinational entities. Further, the Act changed how tax basis policy reserves, capitalized specified policy acquisition expenses, and the company's share of the dividends received deduction and tax exempt interest are to be calculated.

Shortly after enactment, the Securities and Exchange Commission issued Staff Accounting Bulletin No. 118 ("SAB 118") which provided US GAAP guidance on the accounting for the Act's impact at December 31, 2017. A reporting entity could recognize

GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK

Notes to Statutory Financial Statements

(Dollars in Thousands)

provisional amounts, where the necessary information was not available, prepared or analyzed (including computations) in reasonable detail or where additional guidance was needed from the taxing authority to determine the appropriate application of the Act. A reporting entity's provisional impact analysis was to be adjusted within the 12 month measurement period provided for under SAB 118. The Statutory Accounting Working Group subsequently provided informal interpretative guidance allowing for statutory accounting conformity with the SAB 118 US GAAP guidance.

The Company's accounting for the income tax effects of the Act is complete as of the period ended December 31, 2018, and no material measurement period adjustments were recognized during the 2018 reporting period.

As of December 31, 2018 the Company had no operating loss carryforwards available for tax purposes.

During the years ended December 31, 2010 through December 31, 2017 the Company generated foreign tax credit carryforwards of \$829. These credits will begin to expire in 2020.

There were no income taxes incurred for years ended December 31, 2018, 2017, and 2016 that will be available for recoupment in the event of future net losses.

The Company has no deposits admitted under Section 6603 of the Internal Revenue Code.

The Company's federal income tax return is consolidated with the following entities (the "U.S. Consolidated Group"):

Great-West Lifeco U.S. LLC
Emjay Corporation
GWFS Equities, Inc.
GWL&A Financial Inc.
Great-West Life & Annuity Insurance Company of South Carolina
Great-West Life & Annuity Insurance Company
Putnam Investments, LLC
Putnam Acquisition Financing, Inc.
Putnam Retail Management, LP
Putnam Retail Management GP, Inc.
Putnam Advisory Company, LLC
Putnam Fiduciary Trust Company
Putnam Investor Services, Inc.
PanAgora Holdings, Inc
PanAgora Asset Management, Inc.
Putnam Advisory Holdings, LLC
Putnam Advisory Holdings II, LLC
FASCore, LLC
Advised Assets Group, LLC
Great-West Trust Company, LLC
Great-West Capital Management, LLC

The Company, Great-West Life & Annuity Insurance Company of South Carolina and Great-West Life & Annuity Insurance Company ("GWLA Subgroup") are life insurance companies who form a life subgroup under the consolidated return regulations. These regulations determine whether the taxable income or losses of this subgroup may offset or be offset with the taxable income or losses of other non-life entities.

The GWLA Subgroup accounts for income taxes on the modified separate return method on each of their separate company, statutory financial statements. Under this method, current and deferred tax expense or benefit is determined on a separate return basis as the Company also considers taxable income or losses from other members of the GWLA Subgroup when determining its deferred tax assets and liabilities, and in evaluating the realizability of its deferred tax assets.

The method of settling income tax payables and receivables ("Tax Sharing Agreement") among the US consolidated group is subject to a written agreement approved by the Board of Directors, whereby settlement is made on a separate return basis (i.e., the amount that would be due to or from a jurisdiction had an actual separate return been filed) except for the current utilization of any net

GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK

Notes to Statutory Financial Statements

(Dollars in Thousands)

operating losses and other tax attributes by members of the US Consolidated Group, which can lead to receiving a payment when none would be received from the jurisdiction had a real separate tax return been required. The GWLA Subgroup has a policy of settling intercompany balances as soon as practical after the filing of the federal consolidated return or receipt of the income tax refund from the Internal Revenue Service (“I.R.S.”).

The Company determines income tax contingencies in accordance with SSAP No. 5R, *Liabilities, Contingencies and Impairments of Assets* (“SSAP No. 5R”) as modified by SSAP 101. The Company did not recognize any SSAP No. 5R contingencies during 2018 or 2017. The Company does not expect a significant increase in tax contingencies within the 12 month period following the balance sheet date.

The Company recognizes interest and penalties accrued related to tax contingencies in current income tax expense. The Company did not accrue for the payment of tax contingency interest and penalties at December 31, 2018, 2017 and 2016.

The Company files income tax returns in the U.S. federal jurisdiction and various states. With few exceptions, the Company is no longer subject to tax examinations by the I.R.S. for years 2014 and prior. Tax years 2015 through 2017 are open to federal examination by the I.R.S. The Company does not expect significant increases or decreases to unrecognized tax benefits relating to federal, state or local tax audits.

The Company does not have any outstanding AMT credits as of the filing of the 2017 tax return.

The Company does not have any foreign operations as of the periods ended December 31, 2017 and December 31, 2018 and therefore is not subject to the Repatriation Transition Tax or the tax on Global Intangible Low-Taxed Income.

13. Participating Insurance

Premiums paid, net of reinsurance, under individual participating policies were 8%, 6% and 6% of total individual premiums earned during the years ended December 31, 2018, 2017 and 2016, respectively. The Company accounts for its policyholder dividends based upon the contribution method. The Company paid dividends in the amount of \$2,132, \$3,065 and \$2,646 to its policyholders during the years ended December 31, 2018, 2017 and 2016, respectively.

14. Concentrations

No customer accounted for 10% or more of the Company’s revenues in 2018, 2017, or 2016. In addition, no segment of the Company’s business is dependent on a single customer or a few customers, the loss of which would have a significant effect on the Company or any of its business segments. The loss of business from any one, or a few, independent brokers or agents would not have a material adverse effect on the Company or any of its business agents. New York State had concentrations of 96% for the year ended December 31, 2018 and 98% for the years ended December 31, 2017 and 2016.

15. Contingencies

From time to time, the Company may be threatened with, or named as a defendant in, lawsuits, arbitrations, and administrative claims. Any such claims that are decided against the Company could harm the Company’s business. The Company is also subject to periodic regulatory audits and inspections which could result in fines or other disciplinary actions. Unfavorable outcomes in such matters, should they occur, may result in a material impact on the Company’s financial position, results of operations, or cash flows.

GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK

Supplemental Schedule of Selected Statutory Financial Data

As of and for the Year Ended December 31, 2018

(In Thousands)

16. Subsequent Events

Management has evaluated subsequent events for potential recognition or disclosure in the Company's statutory financial statements through March 26, 2019, the date on which they were issued.

On January 24, 2019, the Company announced that it had entered into an agreement with Protective Life Insurance Company ("Protective") to sell, via indemnity reinsurance, substantially all of its non-participating individual life insurance and annuity business. The transaction is in its initial stage, and is expected to close in the first half of 2019 subject to regulatory and customary closing conditions. On the closing date of the proposed transaction, the Company will transfer to Protective assets equal to the statutory liabilities being insured and will receive a ceding commission (subject to post-closing adjustments) from Protective in consideration of the transferred business.

***Variable Annuity-2 Series
Account of Great-West Life
& Annuity Insurance
Company of New York***

*Annual Statement for the Year Ended
December 31, 2018 and Report of Independent
Registered Public Accounting Firm*

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	ALGER CAPITAL APPRECIATION PORTFOLIO	ALGER LARGE CAP GROWTH PORTFOLIO	ALGER MID CAP GROWTH PORTFOLIO	ALGER SMALL CAP GROWTH PORTFOLIO	ALPS ALERIAN ENERGY INFRASTRUCTURE PORTFOLIO	ALPS RED ROCKS LISTED PRIVATE EQUITY PORTFOLIO
ASSETS:						
Investments at fair value (1)	\$ 133,778	\$ 96,489	\$ 54,422	\$ 137,948	\$ 207,062	\$ 183,376
Investment income due and accrued						
Receivable for investments sold						
Purchase payments receivable						
Total assets	<u>133,778</u>	<u>96,489</u>	<u>54,422</u>	<u>137,948</u>	<u>207,062</u>	<u>183,376</u>
LIABILITIES:						
Redemptions payable						
Payable for investments purchased						
Due to Great-West Life & Annuity Insurance Company of New York	25	18	10	26	34	29
Total liabilities	<u>25</u>	<u>18</u>	<u>10</u>	<u>26</u>	<u>34</u>	<u>29</u>
NET ASSETS	<u>\$ 133,753</u>	<u>\$ 96,471</u>	<u>\$ 54,412</u>	<u>\$ 137,922</u>	<u>\$ 207,028</u>	<u>\$ 183,347</u>
NET ASSETS REPRESENTED BY:						
Accumulation units	\$ 133,753	\$ 96,471	\$ 54,412	\$ 137,922	\$ 207,028	\$ 183,347
Contracts in payout phase						
NET ASSETS	<u>\$ 133,753</u>	<u>\$ 96,471</u>	<u>\$ 54,412</u>	<u>\$ 137,922</u>	<u>\$ 207,028</u>	<u>\$ 183,347</u>
ACCUMULATION UNITS OUTSTANDING	1,070	756	663	2,452	21,719	17,744
UNIT VALUE (ACCUMULATION)	<u>\$ 125.00</u>	<u>\$ 127.61</u>	<u>\$ 82.07</u>	<u>\$ 56.25</u>	<u>\$ 9.53</u>	<u>\$ 10.33</u>
(1) Cost of investments:	\$ 101,745	\$ 88,715	\$ 54,247	\$ 133,082	\$ 264,560	\$ 224,840
Shares of investments:	1,965	1,876	2,784	5,888	27,353	16,565

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	AMERICAN CENTURY INVESTMENTS VP INFLATION PROTECTION FUND	AMERICAN CENTURY INVESTMENTS VP MID CAP VALUE FUND	AMERICAN CENTURY INVESTMENTS VP VALUE FUND	AMERICAN FUNDS IS GLOBAL GROWTH AND INCOME FUND	AMERICAN FUNDS IS GROWTH FUND	AMERICAN FUNDS IS GROWTH- INCOME FUND
ASSETS:						
Investments at fair value (1)	\$ 225,272	\$ 376,352	\$ 398,831	\$ 544,902	\$ 223,602	\$ 373,877
Investment income due and accrued						
Receivable for investments sold						
Purchase payments receivable						
Total assets	<u>225,272</u>	<u>376,352</u>	<u>398,831</u>	<u>544,902</u>	<u>223,602</u>	<u>373,877</u>
LIABILITIES:						
Redemptions payable						
Payable for investments purchased						
Due to Great-West Life & Annuity Insurance Company of New York	34	59	63	88	36	61
Total liabilities	<u>34</u>	<u>59</u>	<u>63</u>	<u>88</u>	<u>36</u>	<u>61</u>
NET ASSETS	<u>\$ 225,238</u>	<u>\$ 376,293</u>	<u>\$ 398,768</u>	<u>\$ 544,814</u>	<u>\$ 223,566</u>	<u>\$ 373,816</u>
NET ASSETS REPRESENTED BY:						
Accumulation units	\$ 225,238	\$ 376,293	\$ 398,768	\$ 544,814	\$ 223,566	\$ 373,816
Contracts in payout phase						
NET ASSETS	<u>\$ 225,238</u>	<u>\$ 376,293</u>	<u>\$ 398,768</u>	<u>\$ 544,814</u>	<u>\$ 223,566</u>	<u>\$ 373,816</u>
ACCUMULATION UNITS OUTSTANDING	22,637	33,391	36,774	53,775	23,746	39,622
UNIT VALUE (ACCUMULATION)	<u>\$ 9.95</u>	<u>\$ 11.27</u>	<u>\$ 10.84</u>	<u>\$ 10.13</u>	<u>\$ 9.41</u>	<u>\$ 9.43</u>
(1) Cost of investments:	\$ 233,849	\$ 435,069	\$ 432,087	\$ 623,443	\$ 245,209	\$ 421,629
Shares of investments:	23,368	20,543	39,803	42,537	3,258	8,407

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	AMERICAN FUNDS IS INTERNATIONAL FUND	AMERICAN FUNDS IS NEW WORLD FUND	BLACKROCK GLOBAL ALLOCATION VI FUND	BLACKROCK HIGH YIELD VI FUND	CLEARBRIDGE VARIABLE LARGE CAP GROWTH PORTFOLIO	CLEARBRIDGE VARIABLE MID CAP PORTFOLIO
ASSETS:						
Investments at fair value (1)	\$ 538,253	\$ 238,022	\$ 909,639	\$ 791,977	\$ 315,590	\$ 99,724
Investment income due and accrued				3,465		
Receivable for investments sold						
Purchase payments receivable						
Total assets	<u>538,253</u>	<u>238,022</u>	<u>909,639</u>	<u>795,442</u>	<u>315,590</u>	<u>99,724</u>
LIABILITIES:						
Redemptions payable						
Payable for investments purchased						
Due to Great-West Life & Annuity Insurance Company of New York	66	38	135	118	50	16
Total liabilities	<u>66</u>	<u>38</u>	<u>135</u>	<u>118</u>	<u>50</u>	<u>16</u>
NET ASSETS	<u>\$ 538,187</u>	<u>\$ 237,984</u>	<u>\$ 909,504</u>	<u>\$ 795,324</u>	<u>\$ 315,540</u>	<u>\$ 99,708</u>
NET ASSETS REPRESENTED BY:						
Accumulation units	\$ 538,187	\$ 237,984	\$ 909,504	\$ 795,324	\$ 315,540	\$ 99,708
Contracts in payout phase						
NET ASSETS	<u>\$ 538,187</u>	<u>\$ 237,984</u>	<u>\$ 909,504</u>	<u>\$ 795,324</u>	<u>\$ 315,540</u>	<u>\$ 99,708</u>
ACCUMULATION UNITS OUTSTANDING	52,537	21,596	90,428	75,096	28,125	10,819
UNIT VALUE (ACCUMULATION)	<u>\$ 10.24</u>	<u>\$ 11.02</u>	<u>\$ 10.06</u>	<u>\$ 10.59</u>	<u>\$ 11.22</u>	<u>\$ 9.22</u>
(1) Cost of investments:	\$ 613,059	\$ 279,448	\$ 971,865	\$ 839,542	\$ 339,038	\$ 116,123
Shares of investments:	30,934	11,493	70,242	116,467	13,271	5,808

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	CLEARBRIDGE VARIABLE SMALL CAP GROWTH PORTFOLIO	COLUMBIA VARIABLE PORTFOLIO - SELIGMAN GLOBAL TECHNOLOGY FUND	COLUMBIA VARIABLE PORTFOLIO - STRATEGIC INCOME FUND	DELAWARE VIP EMERGING MARKETS SERIES	DELAWARE VIP INTERNATIONAL VALUE EQUITY SERIES	DELAWARE VIP REIT SERIES
ASSETS:						
Investments at fair value (1)	\$ 472,343	\$ 348,982	\$ 29,814	\$ 316,222	\$ 44,992	\$ 166,723
Investment income due and accrued						
Receivable for investments sold						
Purchase payments receivable						
Total assets	<u>472,343</u>	<u>348,982</u>	<u>29,814</u>	<u>316,222</u>	<u>44,992</u>	<u>166,723</u>
LIABILITIES:						
Redemptions payable						
Payable for investments purchased						
Due to Great-West Life & Annuity Insurance Company of New York	73	65	5	46	4	27
Total liabilities	<u>73</u>	<u>65</u>	<u>5</u>	<u>46</u>	<u>4</u>	<u>27</u>
NET ASSETS	<u>\$ 472,270</u>	<u>\$ 348,917</u>	<u>\$ 29,809</u>	<u>\$ 316,176</u>	<u>\$ 44,988</u>	<u>\$ 166,696</u>
NET ASSETS REPRESENTED BY:						
Accumulation units	\$ 472,270	\$ 348,917	\$ 29,809	\$ 316,176	\$ 44,988	\$ 166,696
Contracts in payout phase						
NET ASSETS	<u>\$ 472,270</u>	<u>\$ 348,917</u>	<u>\$ 29,809</u>	<u>\$ 316,176</u>	<u>\$ 44,988</u>	<u>\$ 166,696</u>
ACCUMULATION UNITS OUTSTANDING	38,834	15,045	3,010	28,053	4,430	16,703
UNIT VALUE (ACCUMULATION)	<u>\$ 12.16</u>	<u>\$ 23.19</u>	<u>\$ 9.90</u>	<u>\$ 11.27</u>	<u>\$ 10.16</u>	<u>\$ 9.98</u>
(1) Cost of investments:	\$ 562,073	\$ 402,247	\$ 30,763	\$ 362,233	\$ 54,526	\$ 197,628
Shares of investments:	20,708	19,628	7,491	15,593	4,205	14,105

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	DELAWARE VIP SMALL CAP VALUE SERIES	DIMENSIONAL VA INTERNATIONAL SMALL PORTFOLIO	DIMENSIONAL VA INTERNATIONAL VALUE PORTFOLIO	DIMENSIONAL VA US LARGE VALUE PORTFOLIO	DIMENSIONAL VA US TARGETED VALUE PORTFOLIO	DREYFUS IP TECHNOLOGY GROWTH PORTFOLIO
ASSETS:						
Investments at fair value (1)	\$ 291,102	\$ 21,837	\$ 22,165	\$ 100,075	\$ 4,544	\$ 78,160
Investment income due and accrued						
Receivable for investments sold						
Purchase payments receivable						
Total assets	<u>291,102</u>	<u>21,837</u>	<u>22,165</u>	<u>100,075</u>	<u>4,544</u>	<u>78,160</u>
LIABILITIES:						
Redemptions payable						
Payable for investments purchased						
Due to Great-West Life & Annuity Insurance Company of New York	<u>43</u>	<u>2</u>	<u>2</u>	<u>7</u>	<u>1</u>	<u>9</u>
Total liabilities	<u>43</u>	<u>2</u>	<u>2</u>	<u>7</u>	<u>1</u>	<u>9</u>
NET ASSETS	<u>\$ 291,059</u>	<u>\$ 21,835</u>	<u>\$ 22,163</u>	<u>\$ 100,068</u>	<u>\$ 4,543</u>	<u>\$ 78,151</u>
NET ASSETS REPRESENTED BY:						
Accumulation units	\$ 291,059	\$ 21,835	\$ 22,163	\$ 100,068	\$ 4,543	\$ 78,151
Contracts in payout phase						
NET ASSETS	<u>\$ 291,059</u>	<u>\$ 21,835</u>	<u>\$ 22,163</u>	<u>\$ 100,068</u>	<u>\$ 4,543</u>	<u>\$ 78,151</u>
ACCUMULATION UNITS OUTSTANDING	25,723	2,618	2,555	10,641	548	4,585
UNIT VALUE (ACCUMULATION)	<u>\$ 11.32</u>	<u>\$ 8.34</u>	<u>\$ 8.67</u>	<u>\$ 9.40</u>	<u>\$ 8.29</u>	<u>\$ 17.04</u>
(1) Cost of investments:	\$ 356,259	\$ 28,400	\$ 27,117	\$ 112,757	\$ 5,804	\$ 62,038
Shares of investments:	8,935	2,082	2,024	4,446	298	3,668

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	DREYFUS SUSTAINABLE U.S. EQUITY PORTFOLIO, INC.	DREYFUS VIF GROWTH AND INCOME PORTFOLIO	DWS CAPITAL GROWTH VIP	EATON VANCE VT FLOATING- RATE INCOME FUND	FEDERATED HIGH INCOME BOND FUND II	FIDELITY VIP ASSET MANAGER PORTFOLIO
ASSETS:						
Investments at fair value (1)	\$ 5,950	\$ 51,115	\$ 83,868	\$ 448,392	\$ 315,004	\$ 157,181
Investment income due and accrued		120		1,650		
Receivable for investments sold						
Purchase payments receivable						
Total assets	5,950	51,235	83,868	450,042	315,004	157,181
LIABILITIES:						
Redemptions payable						
Payable for investments purchased						
Due to Great-West Life & Annuity Insurance Company of New York	2	10	11	71	49	28
Total liabilities	2	10	11	71	49	28
NET ASSETS	\$ 5,948	\$ 51,225	\$ 83,857	\$ 449,971	\$ 314,955	\$ 157,153
NET ASSETS REPRESENTED BY:						
Accumulation units	\$ 5,948	\$ 51,225	\$ 83,857	\$ 449,971	\$ 314,955	\$ 157,153
Contracts in payout phase						
NET ASSETS	\$ 5,948	\$ 51,225	\$ 83,857	\$ 449,971	\$ 314,955	\$ 157,153
ACCUMULATION UNITS OUTSTANDING	108	858	6,227	42,787	32,311	3,097
UNIT VALUE (ACCUMULATION)	\$ 55.07	\$ 59.70	\$ 13.47	\$ 10.52	\$ 9.75	\$ 50.74
(1) Cost of investments:	\$ 6,079	\$ 42,204	\$ 85,348	\$ 465,974	\$ 335,242	\$ 168,669
Shares of investments:	194	1,824	3,088	50,268	52,153	11,490

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	FIDELITY VIP BALANCED PORTFOLIO	FIDELITY VIP CONTRAFUND PORTFOLIO	FIDELITY VIP GOVERNMENT MONEY MARKET PORTFOLIO	FIDELITY VIP GROWTH OPPORTUNITIES PORTFOLIO	FIDELITY VIP GROWTH PORTFOLIO	FIDELITY VIP HIGH INCOME PORTFOLIO
ASSETS:						
Investments at fair value (1)	\$ 1,389,095	\$ 6,112	\$ 30,839	\$ 17,117	\$ 14,041	\$ 56,166
Investment income due and accrued			55			
Receivable for investments sold						
Purchase payments receivable						
Total assets	<u>1,389,095</u>	<u>6,112</u>	<u>30,894</u>	<u>17,117</u>	<u>14,041</u>	<u>56,166</u>
LIABILITIES:						
Redemptions payable						
Payable for investments purchased						
Due to Great-West Life & Annuity Insurance Company of New York	90	2	6	3	3	10
Total liabilities	<u>90</u>	<u>2</u>	<u>6</u>	<u>3</u>	<u>3</u>	<u>10</u>
NET ASSETS	<u>\$ 1,389,005</u>	<u>\$ 6,110</u>	<u>\$ 30,888</u>	<u>\$ 17,114</u>	<u>\$ 14,038</u>	<u>\$ 56,156</u>
NET ASSETS REPRESENTED BY:						
Accumulation units	\$ 1,389,005	\$ 6,110	\$ 30,888	\$ 17,114	\$ 14,038	\$ 56,156
Contracts in payout phase						
NET ASSETS	<u>\$ 1,389,005</u>	<u>\$ 6,110</u>	<u>\$ 30,888</u>	<u>\$ 17,114</u>	<u>\$ 14,038</u>	<u>\$ 56,156</u>
ACCUMULATION UNITS OUTSTANDING	134,521	79	2,131	337	105	986
UNIT VALUE (ACCUMULATION)	<u>\$ 10.33</u>	<u>\$ 77.34</u>	<u>\$ 14.49</u>	<u>\$ 50.78</u>	<u>\$ 133.70</u>	<u>\$ 56.95</u>
(1) Cost of investments:	\$ 1,502,355	\$ 5,229	\$ 30,839	\$ 9,206	\$ 10,698	\$ 65,349
Shares of investments:	84,856	190	30,839	450	222	11,301

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	FIDELITY VIP INDEX 500 PORTFOLIO	FIDELITY VIP INTERNATIONAL CAPITAL APPRECIATION PORTFOLIO	FIDELITY VIP INVESTMENT GRADE BOND PORTFOLIO	FIDELITY VIP OVERSEAS PORTFOLIO	FIRST TRUST/DOW JONES DIVIDEND & INCOME ALLOCATION PORTFOLIO	FRANKLIN INCOME VIP FUND
ASSETS:						
Investments at fair value (1)	\$ 103,433	\$ 194,451	\$ 12,051	\$ 61,557	\$ 72,791	\$ 823,306
Investment income due and accrued						
Receivable for investments sold						
Purchase payments receivable						
Total assets	<u>103,433</u>	<u>194,451</u>	<u>12,051</u>	<u>61,557</u>	<u>72,791</u>	<u>823,306</u>
LIABILITIES:						
Redemptions payable						
Payable for investments purchased						
Due to Great-West Life & Annuity Insurance Company of New York	<u>20</u>	<u>31</u>	<u>2</u>	<u>12</u>	<u>12</u>	<u>135</u>
Total liabilities	<u>20</u>	<u>31</u>	<u>2</u>	<u>12</u>	<u>12</u>	<u>135</u>
NET ASSETS	<u>\$ 103,413</u>	<u>\$ 194,420</u>	<u>\$ 12,049</u>	<u>\$ 61,545</u>	<u>\$ 72,779</u>	<u>\$ 823,171</u>
NET ASSETS REPRESENTED BY:						
Accumulation units	\$ 103,413	\$ 194,420	\$ 12,049	\$ 61,545	\$ 72,779	\$ 823,171
Contracts in payout phase						
NET ASSETS	<u>\$ 103,413</u>	<u>\$ 194,420</u>	<u>\$ 12,049</u>	<u>\$ 61,545</u>	<u>\$ 72,779</u>	<u>\$ 823,171</u>
ACCUMULATION UNITS OUTSTANDING	303	19,336	373	1,756	7,155	77,130
UNIT VALUE (ACCUMULATION)	<u>\$ 341.30</u>	<u>\$ 10.05</u>	<u>\$ 32.30</u>	<u>\$ 35.05</u>	<u>\$ 10.17</u>	<u>\$ 10.67</u>
(1) Cost of investments:	\$ 57,085	\$ 216,522	\$ 12,367	\$ 61,388	\$ 75,877	\$ 886,687
Shares of investments:	410	13,228	977	3,218	5,678	54,596

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	GOLDMAN SACHS VIT MULTI- STRATEGY ALTERNATIVES PORTFOLIO	GOLDMAN SACHS VIT US EQUITY INSIGHTS FUND	GREAT-WEST AGGRESSIVE PROFILE FUND	GREAT-WEST ARIEL MID CAP VALUE FUND	GREAT-WEST BOND INDEX FUND	GREAT-WEST CONSERVATIVE PROFILE FUND CLASS L
ASSETS:						
Investments at fair value (1)	\$ 87,468	\$ 120,939	\$ 182,987	\$ 49,366	\$ 306,323	\$ 783,211
Investment income due and accrued						
Receivable for investments sold						2,378
Purchase payments receivable						
Total assets	<u>87,468</u>	<u>120,939</u>	<u>182,987</u>	<u>49,366</u>	<u>306,323</u>	<u>785,589</u>
LIABILITIES:						
Redemptions payable						
Payable for investments purchased						2,378
Due to Great-West Life & Annuity Insurance Company of New York	10	20	30	8	6,289	129
Total liabilities	<u>10</u>	<u>20</u>	<u>30</u>	<u>8</u>	<u>6,289</u>	<u>2,507</u>
NET ASSETS	<u>\$ 87,458</u>	<u>\$ 120,919</u>	<u>\$ 182,957</u>	<u>\$ 49,358</u>	<u>\$ 300,034</u>	<u>\$ 783,082</u>
NET ASSETS REPRESENTED BY:						
Accumulation units	\$ 87,458	\$ 120,919	\$ 182,957	\$ 49,358	\$ 290,789	\$ 783,082
Contracts in payout phase					9,245	
NET ASSETS	<u>\$ 87,458</u>	<u>\$ 120,919</u>	<u>\$ 182,957</u>	<u>\$ 49,358</u>	<u>\$ 300,034</u>	<u>\$ 783,082</u>
ACCUMULATION UNITS OUTSTANDING	9,712	9,908	18,472	4,991	28,381	79,397
UNIT VALUE (ACCUMULATION)	<u>\$ 9.01</u>	<u>\$ 12.20</u>	<u>\$ 9.90</u>	<u>\$ 9.89</u>	<u>\$ 10.25</u>	<u>\$ 9.86</u>
(1) Cost of investments:	\$ 95,429	\$ 160,059	\$ 237,541	\$ 53,420	\$ 307,938	\$ 844,618
Shares of investments:	10,302	7,999	32,971	33,582	22,574	89,612

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	GREAT-WEST CONSERVATIVE PROFILE FUND INVESTOR CLASS	GREAT-WEST CORE BOND FUND	GREAT-WEST EMERGING MARKETS EQUITY FUND	GREAT-WEST GLOBAL BOND FUND	GREAT-WEST GOVERNMENT MONEY MARKET FUND	GREAT-WEST INFLATION- PROTECTED SECURITIES FUND
ASSETS:						
Investments at fair value (1)	\$ 1,513,450	\$ 127,509	\$ 3,105	\$ 412,462	\$ 2,338,684	\$ 13,214
Investment income due and accrued					364	
Receivable for investments sold	159					
Purchase payments receivable					127,372	
Total assets	1,513,609	127,509	3,105	412,462	2,466,420	13,214
LIABILITIES:						
Redemptions payable					77,372	
Payable for investments purchased	159				50,000	
Due to Great-West Life & Annuity Insurance Company of New York	143	4	1	68	188	2
Total liabilities	302	4	1	68	127,560	2
NET ASSETS	\$ 1,513,307	\$ 127,505	\$ 3,104	\$ 412,394	\$ 2,338,860	\$ 13,212
NET ASSETS REPRESENTED BY:						
Accumulation units	\$ 1,513,307	\$ 127,505	\$ 3,104	\$ 412,394	\$ 2,338,860	\$ 13,212
Contracts in payout phase						
NET ASSETS	\$ 1,513,307	\$ 127,505	\$ 3,104	\$ 412,394	\$ 2,338,860	\$ 13,212
ACCUMULATION UNITS OUTSTANDING	151,641	11,635	380	43,210	234,471	1,338
UNIT VALUE (ACCUMULATION)	\$ 9.98	\$ 10.96	\$ 8.17	\$ 9.54	\$ 9.98	\$ 9.87
(1) Cost of investments:	\$ 1,647,320	\$ 129,652	\$ 3,161	\$ 422,191	\$ 2,338,684	\$ 13,610
Shares of investments:	202,063	12,320	399	51,111	2,338,684	1,395

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

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**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	GREAT-WEST INTERNATIONAL GROWTH FUND	GREAT-WEST INTERNATIONAL INDEX FUND	GREAT-WEST INTERNATIONAL VALUE FUND	GREAT-WEST INVESCO SMALL CAP VALUE FUND	GREAT-WEST LARGE CAP GROWTH FUND	GREAT-WEST LIFETIME 2020 FUND
ASSETS:						
Investments at fair value (1)	\$ 120,664	\$ 667,685	\$ 373,104	\$ 196,127	\$ 266,961	\$ 246,069
Investment income due and accrued						
Receivable for investments sold						
Purchase payments receivable						
Total assets	<u>120,664</u>	<u>667,685</u>	<u>373,104</u>	<u>196,127</u>	<u>266,961</u>	<u>246,069</u>
LIABILITIES:						
Redemptions payable						
Payable for investments purchased						
Due to Great-West Life & Annuity Insurance Company of New York	20	66	55	30	38	40
Total liabilities	<u>20</u>	<u>66</u>	<u>55</u>	<u>30</u>	<u>38</u>	<u>40</u>
NET ASSETS	<u>\$ 120,644</u>	<u>\$ 667,619</u>	<u>\$ 373,049</u>	<u>\$ 196,097</u>	<u>\$ 266,923</u>	<u>\$ 246,029</u>
NET ASSETS REPRESENTED BY:						
Accumulation units	\$ 120,644	\$ 667,619	\$ 373,049	\$ 196,097	\$ 266,923	\$ 246,029
Contracts in payout phase						
NET ASSETS	<u>\$ 120,644</u>	<u>\$ 667,619</u>	<u>\$ 373,049</u>	<u>\$ 196,097</u>	<u>\$ 266,923</u>	<u>\$ 246,029</u>
ACCUMULATION UNITS OUTSTANDING	13,222	61,336	34,790	19,721	20,383	22,673
UNIT VALUE (ACCUMULATION)	<u>\$ 9.12</u>	<u>\$ 10.88</u>	<u>\$ 10.72</u>	<u>\$ 9.94</u>	<u>\$ 13.10</u>	<u>\$ 10.85</u>
(1) Cost of investments:	\$ 157,008	\$ 734,411	\$ 483,271	\$ 246,272	\$ 337,414	\$ 273,997
Shares of investments:	12,782	66,173	39,734	21,914	32,477	24,607

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	GREAT-WEST LIFETIME 2025 FUND	GREAT-WEST LIFETIME 2030 FUND	GREAT-WEST LIFETIME 2035 FUND	GREAT-WEST LIFETIME 2040 FUND	GREAT-WEST LOOMIS SAYLES SMALL CAP VALUE FUND	GREAT-WEST MID CAP VALUE FUND
ASSETS:						
Investments at fair value (1)	\$ 481,996	\$ 339,039	\$ 290,416	\$ 9,877	\$ 141,663	\$ 316,404
Investment income due and accrued						
Receivable for investments sold						
Purchase payments receivable						
Total assets	<u>481,996</u>	<u>339,039</u>	<u>290,416</u>	<u>9,877</u>	<u>141,663</u>	<u>316,404</u>
LIABILITIES:						
Redemptions payable						
Payable for investments purchased						
Due to Great-West Life & Annuity Insurance Company of New York	79	55	24	2	21	52
Total liabilities	<u>79</u>	<u>55</u>	<u>24</u>	<u>2</u>	<u>21</u>	<u>52</u>
NET ASSETS	<u>\$ 481,917</u>	<u>\$ 338,984</u>	<u>\$ 290,392</u>	<u>\$ 9,875</u>	<u>\$ 141,642</u>	<u>\$ 316,352</u>
NET ASSETS REPRESENTED BY:						
Accumulation units	\$ 481,917	\$ 338,984	\$ 290,392	\$ 9,875	\$ 141,642	\$ 316,352
Contracts in payout phase						
NET ASSETS	<u>\$ 481,917</u>	<u>\$ 338,984</u>	<u>\$ 290,392</u>	<u>\$ 9,875</u>	<u>\$ 141,642</u>	<u>\$ 316,352</u>
ACCUMULATION UNITS OUTSTANDING	44,095	30,445	25,587	873	13,309	28,352
UNIT VALUE (ACCUMULATION)	<u>\$ 10.93</u>	<u>\$ 11.13</u>	<u>\$ 11.35</u>	<u>\$ 11.31</u>	<u>\$ 10.64</u>	<u>\$ 11.16</u>
(1) Cost of investments:	\$ 539,602	\$ 384,812	\$ 322,959	\$ 11,770	\$ 167,537	\$ 381,228
Shares of investments:	36,543	33,469	22,831	997	6,227	30,249

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

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**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	GREAT-WEST MODERATE PROFILE FUND CLASS L	GREAT-WEST MODERATE PROFILE FUND INVESTOR CLASS	GREAT-WEST MODERATELY AGGRESSIVE PROFILE FUND	GREAT-WEST MODERATELY CONSERVATIVE PROFILE FUND CLASS L	GREAT-WEST MODERATELY CONSERVATIVE PROFILE FUND INVESTOR CLASS	GREAT-WEST MULTI-SECTOR BOND FUND
ASSETS:						
Investments at fair value (1)	\$ 10,066,046	\$ 4,893,900	\$ 1,336,331	\$ 1,680,269	\$ 545,107	\$ 887,478
Investment income due and accrued						
Receivable for investments sold	29,408	8,591		5,069	735	
Purchase payments receivable						9,008
Total assets	<u>10,095,454</u>	<u>4,902,491</u>	<u>1,336,331</u>	<u>1,685,338</u>	<u>545,842</u>	<u>896,486</u>
LIABILITIES:						
Redemptions payable						9,008
Payable for investments purchased	29,408	8,591		5,069	735	
Due to Great-West Life & Annuity Insurance Company of New York	<u>1,637</u>	<u>754</u>	<u>94</u>	<u>271</u>	<u>89</u>	<u>119</u>
Total liabilities	<u>31,045</u>	<u>9,345</u>	<u>94</u>	<u>5,340</u>	<u>824</u>	<u>9,127</u>
NET ASSETS	<u>\$ 10,064,409</u>	<u>\$ 4,893,146</u>	<u>\$ 1,336,237</u>	<u>\$ 1,679,998</u>	<u>\$ 545,018</u>	<u>\$ 887,359</u>
NET ASSETS REPRESENTED BY:						
Accumulation units	\$ 10,064,409	\$ 4,893,146	\$ 1,336,237	\$ 1,679,998	\$ 545,018	\$ 887,359
Contracts in payout phase						
NET ASSETS	<u>\$ 10,064,409</u>	<u>\$ 4,893,146</u>	<u>\$ 1,336,237</u>	<u>\$ 1,679,998</u>	<u>\$ 545,018</u>	<u>\$ 887,359</u>
ACCUMULATION UNITS OUTSTANDING	1,019,094	492,935	133,265	170,290	55,033	80,804
UNIT VALUE (ACCUMULATION)	<u>\$ 9.88</u>	<u>\$ 9.93</u>	<u>\$ 10.03</u>	<u>\$ 9.87</u>	<u>\$ 9.90</u>	<u>\$ 10.98</u>
(1) Cost of investments:	\$ 11,421,853	\$ 5,712,394	\$ 1,590,834	\$ 1,875,209	\$ 613,573	\$ 930,556
Shares of investments:	1,065,190	788,068	192,555	190,723	69,176	70,323

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	GREAT-WEST PUTNAM EQUITY INCOME FUND	GREAT-WEST PUTNAM HIGH YIELD BOND FUND	GREAT-WEST REAL ESTATE INDEX FUND	GREAT-WEST S&P 500® INDEX FUND	GREAT-WEST S&P MID CAP 400® INDEX FUND	GREAT-WEST S&P SMALL CAP 600® INDEX FUND
ASSETS:						
Investments at fair value (1)	\$ 492,532	\$ 625,900	\$ 314,423	\$ 7,912,334	\$ 2,030,601	\$ 1,891,153
Investment income due and accrued						
Receivable for investments sold		9,008		9,008	5,405	3,603
Purchase payments receivable						
Total assets	<u>492,532</u>	<u>634,908</u>	<u>314,423</u>	<u>7,921,342</u>	<u>2,036,006</u>	<u>1,894,756</u>
LIABILITIES:						
Redemptions payable		9,008		9,008	5,405	3,603
Payable for investments purchased						
Due to Great-West Life & Annuity Insurance Company of New York	77	96	44	8,320	254	233
Total liabilities	<u>77</u>	<u>9,104</u>	<u>44</u>	<u>17,328</u>	<u>5,659</u>	<u>3,836</u>
NET ASSETS	<u>\$ 492,455</u>	<u>\$ 625,804</u>	<u>\$ 314,379</u>	<u>\$ 7,904,014</u>	<u>\$ 2,030,347</u>	<u>\$ 1,890,920</u>
NET ASSETS REPRESENTED BY:						
Accumulation units	\$ 492,455	\$ 625,804	\$ 314,379	\$ 7,892,861	\$ 2,030,347	\$ 1,890,920
Contracts in payout phase				11,153		
NET ASSETS	<u>\$ 492,455</u>	<u>\$ 625,804</u>	<u>\$ 314,379</u>	<u>\$ 7,904,014</u>	<u>\$ 2,030,347</u>	<u>\$ 1,890,920</u>
ACCUMULATION UNITS OUTSTANDING	43,998	58,378	29,757	607,562	176,016	146,706
UNIT VALUE (ACCUMULATION)	<u>\$ 11.19</u>	<u>\$ 10.72</u>	<u>\$ 10.56</u>	<u>\$ 12.99</u>	<u>\$ 11.54</u>	<u>\$ 12.89</u>
(1) Cost of investments:	\$ 580,601	\$ 698,193	\$ 356,858	\$ 8,800,199	\$ 2,348,533	\$ 2,285,949
Shares of investments:	38,122	86,570	29,440	409,329	147,466	175,269

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	GREAT-WEST SECURE- FOUNDATION@ BALANCED FUND	GREAT-WEST SHORT DURATION BOND FUND	GREAT-WEST SMALL CAP GROWTH FUND	GREAT-WEST T. ROWE PRICE MID CAP GROWTH FUND	GREAT-WEST U.S. GOVERNMENT SECURITIES FUND	INVESCO V.I. GLOBAL REAL ESTATE FUND
ASSETS:						
Investments at fair value (1)	\$ 18,075,515	\$ 1,052,071	\$ 107,804	\$ 737,834	\$ 995,727	\$ 38,581
Investment income due and accrued						
Receivable for investments sold	50,702					
Purchase payments receivable						
Total assets	18,126,217	1,052,071	107,804	737,834	995,727	38,581
LIABILITIES:						
Redemptions payable						
Payable for investments purchased	50,702					
Due to Great-West Life & Annuity Insurance Company of New York	2,862	63	16	87	100	5
Total liabilities	53,564	63	16	87	100	5
NET ASSETS	\$ 18,072,653	\$ 1,052,008	\$ 107,788	\$ 737,747	\$ 995,627	\$ 38,576
NET ASSETS REPRESENTED BY:						
Accumulation units	\$ 18,072,653	\$ 1,052,008	\$ 107,788	\$ 737,747	\$ 995,627	\$ 38,576
Contracts in payout phase						
NET ASSETS	\$ 18,072,653	\$ 1,052,008	\$ 107,788	\$ 737,747	\$ 995,627	\$ 38,576
ACCUMULATION UNITS OUTSTANDING	1,654,880	99,003	8,469	52,126	95,911	3,488
UNIT VALUE (ACCUMULATION)	\$ 10.92	\$ 10.63	\$ 12.73	\$ 14.15	\$ 10.38	\$ 11.06
(1) Cost of investments:	\$ 19,785,482	\$ 1,064,824	\$ 149,208	\$ 792,608	\$ 1,001,093	\$ 41,613
Shares of investments:	1,683,009	103,245	12,099	30,743	84,527	2,567

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

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**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	INVESCO V.I. GROWTH & INCOME FUND	INVESCO V.I. INTERNATIONAL GROWTH FUND	INVESCO V.I. SMALL CAP EQUITY FUND	IVY VIP ENERGY FUND	JANUS HENDERSON VIT BALANCED PORTFOLIO	JANUS HENDERSON VIT ENTERPRISE PORTFOLIO
ASSETS:						
Investments at fair value (1)	\$ 603,848	\$ 153,912	\$ 8,596	\$ 125,091	\$ 1,077,074	\$ 591,335
Investment income due and accrued						
Receivable for investments sold						
Purchase payments receivable						
Total assets	<u>603,848</u>	<u>153,912</u>	<u>8,596</u>	<u>125,091</u>	<u>1,077,074</u>	<u>591,335</u>
LIABILITIES:						
Redemptions payable						
Payable for investments purchased						
Due to Great-West Life & Annuity Insurance Company of New York	<u>47</u>	<u>11</u>	<u>1</u>	<u>20</u>	<u>7,512</u>	<u>91</u>
Total liabilities	<u>47</u>	<u>11</u>	<u>1</u>	<u>20</u>	<u>7,512</u>	<u>91</u>
NET ASSETS	<u>\$ 603,801</u>	<u>\$ 153,901</u>	<u>\$ 8,595</u>	<u>\$ 125,071</u>	<u>\$ 1,069,562</u>	<u>\$ 591,244</u>
NET ASSETS REPRESENTED BY:						
Accumulation units	\$ 603,801	\$ 153,901	\$ 8,595	\$ 125,071	\$ 1,058,582	\$ 591,244
Contracts in payout phase					<u>10,980</u>	
NET ASSETS	<u>\$ 603,801</u>	<u>\$ 153,901</u>	<u>\$ 8,595</u>	<u>\$ 125,071</u>	<u>\$ 1,069,562</u>	<u>\$ 591,244</u>
ACCUMULATION UNITS OUTSTANDING	45,649	13,185	940	18,682	78,287	44,875
UNIT VALUE (ACCUMULATION)	<u>\$ 13.23</u>	<u>\$ 11.67</u>	<u>\$ 9.14</u>	<u>\$ 6.69</u>	<u>\$ 13.52</u>	<u>\$ 13.18</u>
(1) Cost of investments:	\$ 744,527	\$ 165,480	\$ 10,276	\$ 180,198	\$ 1,100,552	\$ 649,526
Shares of investments:	34,545	4,734	570	32,362	30,263	9,388

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	JANUS HENDERSON VIT FLEXIBLE BOND PORTFOLIO	JANUS HENDERSON VIT OVERSEAS PORTFOLIO	JPMORGAN INSURANCE TRUST INCOME BUILDER PORTFOLIO	JPMORGAN INSURANCE TRUST SMALL CAP CORE PORTFOLIO	LORD ABBETT SERIES DEVELOPING GROWTH PORTFOLIO	MFS VIT II BLENDED RESEARCH CORE EQUITY PORTFOLIO
ASSETS:						
Investments at fair value (1)	\$ 507,608	\$ 54,138	\$ 41,938	\$ 4,905	\$ 26,232	\$ 94,400
Investment income due and accrued						
Receivable for investments sold						
Purchase payments receivable						
Total assets	<u>507,608</u>	<u>54,138</u>	<u>41,938</u>	<u>4,905</u>	<u>26,232</u>	<u>94,400</u>
LIABILITIES:						
Redemptions payable						
Payable for investments purchased						
Due to Great-West Life & Annuity Insurance Company of New York	81	10	7	1	2	9
Total liabilities	<u>81</u>	<u>10</u>	<u>7</u>	<u>1</u>	<u>2</u>	<u>9</u>
NET ASSETS	<u>\$ 507,527</u>	<u>\$ 54,128</u>	<u>\$ 41,931</u>	<u>\$ 4,904</u>	<u>\$ 26,230</u>	<u>\$ 94,391</u>
NET ASSETS REPRESENTED BY:						
Accumulation units	\$ 507,527	\$ 54,128	\$ 41,931	\$ 4,904	\$ 26,230	\$ 94,391
Contracts in payout phase						
NET ASSETS	<u>\$ 507,527</u>	<u>\$ 54,128</u>	<u>\$ 41,931</u>	<u>\$ 4,904</u>	<u>\$ 26,230</u>	<u>\$ 94,391</u>
ACCUMULATION UNITS OUTSTANDING	50,769	2,962	4,194	572	1,951	8,417
UNIT VALUE (ACCUMULATION)	<u>\$ 10.00</u>	<u>\$ 18.27</u>	<u>\$ 10.00</u>	<u>\$ 8.57</u>	<u>\$ 13.44</u>	<u>\$ 11.21</u>
(1) Cost of investments:	\$ 517,517	\$ 74,942	\$ 43,593	\$ 5,786	\$ 25,494	\$ 111,244
Shares of investments:	41,505	2,027	4,160	235	1,051	2,104

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

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**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	MFS VIT II TECHNOLOGY PORTFOLIO	MFS VIT III BLENDED RESEARCH SMALL CAP EQUITY PORTFOLIO	NEUBERGER BERMAN AMT SUSTAINABLE EQUITY PORTFOLIO	NVIT EMERGING MARKETS FUND	OPPENHEIMER INTERNATIONAL GROWTH FUND/VA	OPPENHEIMER MAIN STREET SMALL CAP FUND/VA
ASSETS:						
Investments at fair value (1)	\$ 1,311,349	\$ 52,858	\$ 127,084	\$ 4,746	\$ 117,274	\$ 392,783
Investment income due and accrued						
Receivable for investments sold						
Purchase payments receivable						
Total assets	1,311,349	52,858	127,084	4,746	117,274	392,783
LIABILITIES:						
Redemptions payable						
Payable for investments purchased						
Due to Great-West Life & Annuity Insurance Company of New York	162	8	19	1	19	64
Total liabilities	162	8	19	1	19	64
NET ASSETS	\$ 1,311,187	\$ 52,850	\$ 127,065	\$ 4,745	\$ 117,255	\$ 392,719
NET ASSETS REPRESENTED BY:						
Accumulation units	\$ 1,311,187	\$ 52,850	\$ 127,065	\$ 4,745	\$ 117,255	\$ 392,719
Contracts in payout phase						
NET ASSETS	\$ 1,311,187	\$ 52,850	\$ 127,065	\$ 4,745	\$ 117,255	\$ 392,719
ACCUMULATION UNITS OUTSTANDING	87,129	5,153	10,647	437	13,231	37,945
UNIT VALUE (ACCUMULATION)	\$ 15.05	\$ 10.26	\$ 11.93	\$ 10.86	\$ 8.86	\$ 10.35
(1) Cost of investments:	\$ 1,402,218	\$ 61,833	\$ 144,179	\$ 4,329	\$ 129,851	\$ 481,123
Shares of investments:	79,766	4,840	5,576	430	55,318	19,610

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	PIMCO VIT COMMODITY REALRETURN STRATEGY PORTFOLIO	PIMCO VIT LONG TERM US GOVERNMENT PORTFOLIO	PIMCO VIT LOW DURATION PORTFOLIO	PIMCO VIT REAL RETURN PORTFOLIO	PIMCO VIT SHORT TERM PORTFOLIO	PIMCO VIT TOTAL RETURN PORTFOLIO
ASSETS:						
Investments at fair value (1)	\$ 110,586	\$ 42,839	\$ 338,210	\$ 31,123	\$ 50,066	\$ 677,380
Investment income due and accrued		81	854		97	1,684
Receivable for investments sold						
Purchase payments receivable						
Total assets	110,586	42,920	339,064	31,123	50,163	679,064
LIABILITIES:						
Redemptions payable						
Payable for investments purchased						
Due to Great-West Life & Annuity Insurance Company of New York	17	7	24	5	2	68
Total liabilities	17	7	24	5	2	68
NET ASSETS	\$ 110,569	\$ 42,913	\$ 339,040	\$ 31,118	\$ 50,161	\$ 678,996
NET ASSETS REPRESENTED BY:						
Accumulation units	\$ 110,569	\$ 42,913	\$ 339,040	\$ 31,118	\$ 50,161	\$ 678,996
Contracts in payout phase						
NET ASSETS	\$ 110,569	\$ 42,913	\$ 339,040	\$ 31,118	\$ 50,161	\$ 678,996
ACCUMULATION UNITS OUTSTANDING	15,044	4,426	32,499	3,146	4,858	62,073
UNIT VALUE (ACCUMULATION)	\$ 7.35	\$ 9.70	\$ 10.43	\$ 9.89	\$ 10.33	\$ 10.94
(1) Cost of investments:	\$ 130,566	\$ 43,587	\$ 353,303	\$ 31,187	\$ 50,454	\$ 702,120
Shares of investments:	18,159	3,687	33,553	2,626	4,865	64,635

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	PUTNAM VT EQUITY INCOME FUND	PUTNAM VT GLOBAL ASSET ALLOCATION FUND	PUTNAM VT GLOBAL EQUITY FUND	PUTNAM VT GROWTH OPPORTUNITIES FUND	PUTNAM VT INCOME FUND	PUTNAM VT INTERNATIONAL EQUITY FUND
ASSETS:						
Investments at fair value (1)	\$ 59,259	\$ 74,118	\$ 24,421	\$ 738,619	\$ 57,943	\$ 64,485
Investment income due and accrued						
Receivable for investments sold						
Purchase payments receivable						
Total assets	<u>59,259</u>	<u>74,118</u>	<u>24,421</u>	<u>738,619</u>	<u>57,943</u>	<u>64,485</u>
LIABILITIES:						
Redemptions payable						
Payable for investments purchased						
Due to Great-West Life & Annuity Insurance Company of New York	10	12	4	120	9	4
Total liabilities	<u>10</u>	<u>12</u>	<u>4</u>	<u>120</u>	<u>9</u>	<u>4</u>
NET ASSETS	<u>\$ 59,249</u>	<u>\$ 74,106</u>	<u>\$ 24,417</u>	<u>\$ 738,499</u>	<u>\$ 57,934</u>	<u>\$ 64,481</u>
NET ASSETS REPRESENTED BY:						
Accumulation units	\$ 59,249	\$ 74,106	\$ 24,417	\$ 738,499	\$ 57,934	\$ 64,481
Contracts in payout phase						
NET ASSETS	<u>\$ 59,249</u>	<u>\$ 74,106</u>	<u>\$ 24,417</u>	<u>\$ 738,499</u>	<u>\$ 57,934</u>	<u>\$ 64,481</u>
ACCUMULATION UNITS OUTSTANDING	5,807	7,051	2,449	56,141	5,715	7,061
UNIT VALUE (ACCUMULATION)	<u>\$ 10.20</u>	<u>\$ 10.51</u>	<u>\$ 9.97</u>	<u>\$ 13.15</u>	<u>\$ 10.14</u>	<u>\$ 9.13</u>
(1) Cost of investments:	\$ 60,549	\$ 76,532	\$ 28,193	\$ 771,127	\$ 59,699	\$ 80,617
Shares of investments:	2,563	4,829	1,446	77,181	5,415	5,299

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	PUTNAM VT INTERNATIONAL GROWTH FUND	PUTNAM VT INTERNATIONAL VALUE FUND	PUTNAM VT MORTGAGE SECURITIES FUND	PUTNAM VT MULTI-CAP CORE FUND	PUTNAM VT SMALL CAP GROWTH FUND	PUTNAM VT SMALL CAP VALUE FUND
ASSETS:						
Investments at fair value (1)	\$ 8,140	\$ 6,136	\$ 75,920	\$ 68,253	\$ 16,232	\$ 112,433
Investment income due and accrued						
Receivable for investments sold						
Purchase payments receivable						
Total assets	8,140	6,136	75,920	68,253	16,232	112,433
LIABILITIES:						
Redemptions payable						
Payable for investments purchased						
Due to Great-West Life & Annuity Insurance Company of New York	1	1	12	11	3	18
Total liabilities	1	1	12	11	3	18
NET ASSETS	\$ 8,139	\$ 6,135	\$ 75,908	\$ 68,242	\$ 16,229	\$ 112,415
NET ASSETS REPRESENTED BY:						
Accumulation units	\$ 8,139	\$ 6,135	\$ 75,908	\$ 68,242	\$ 16,229	\$ 112,415
Contracts in payout phase						
NET ASSETS	\$ 8,139	\$ 6,135	\$ 75,908	\$ 68,242	\$ 16,229	\$ 112,415
ACCUMULATION UNITS OUTSTANDING	860	617	7,880	5,945	1,706	11,584
UNIT VALUE (ACCUMULATION)	\$ 9.46	\$ 9.94	\$ 9.63	\$ 11.48	\$ 9.51	\$ 9.70
(1) Cost of investments:	\$ 8,859	\$ 7,623	\$ 77,946	\$ 73,417	\$ 21,621	\$ 175,915
Shares of investments:	464	656	8,270	4,048	1,210	12,690

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF ASSETS AND LIABILITIES
DECEMBER 31, 2018

	INVESTMENT DIVISIONS		
	T. ROWE PRICE BLUE CHIP GROWTH PORTFOLIO	T. ROWE PRICE HEALTH SCIENCES PORTFOLIO	VAN ECK VIP GLOBAL HARD ASSETS FUND
ASSETS:			
Investments at fair value (1)	\$ 2,964,496	\$ 778,153	\$ 224,775
Investment income due and accrued			
Receivable for investments sold			
Purchase payments receivable			
Total assets	<u>2,964,496</u>	<u>778,153</u>	<u>224,775</u>
LIABILITIES:			
Redemptions payable			
Payable for investments purchased			
Due to Great-West Life & Annuity Insurance Company of New York	<u>346</u>	<u>115</u>	<u>37</u>
Total liabilities	<u>346</u>	<u>115</u>	<u>37</u>
NET ASSETS	<u>\$ 2,964,150</u>	<u>\$ 778,038</u>	<u>\$ 224,738</u>
NET ASSETS REPRESENTED BY:			
Accumulation units	\$ 2,964,150	\$ 778,038	\$ 224,738
Contracts in payout phase			
NET ASSETS	<u>\$ 2,964,150</u>	<u>\$ 778,038</u>	<u>\$ 224,738</u>
ACCUMULATION UNITS OUTSTANDING	212,880	60,330	32,893
UNIT VALUE (ACCUMULATION)	<u>\$ 13.92</u>	<u>\$ 12.90</u>	<u>\$ 6.83</u>
(1) Cost of investments:	\$ 3,090,326	\$ 817,886	\$ 310,071
Shares of investments:	99,949	20,149	13,731

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

(Concluded)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	ALGER CAPITAL APPRECIATION PORTFOLIO	ALGER LARGE CAP GROWTH PORTFOLIO	ALGER MID CAP GROWTH PORTFOLIO	ALGER SMALL CAP GROWTH PORTFOLIO	ALPS ALERIAN ENERGY INFRASTRUCTURE PORTFOLIO	ALPS RED ROCKS LISTED PRIVATE EQUITY PORTFOLIO
INVESTMENT INCOME:						
Dividends	\$ 124	\$	\$	\$	\$ 4,385	\$ 11,129
EXPENSES:						
Mortality and expense risk	1,841	1,343	792	1,927	2,617	2,017
Administrative charges	221	161	95	206		
Total expenses	2,062	1,504	887	2,133	2,617	2,017
NET INVESTMENT INCOME (LOSS)	(1,938)	(1,504)	(887)	(2,133)	1,768	9,112
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:						
Net realized gain (loss) on sale of fund shares	1,317	636	320	443	(604)	3,131
Realized gain distributions	23,704	17,886	8,552	6,040		562
Net realized gain (loss) on investments	25,021	18,522	8,872	6,483	(604)	3,693
Change in net unrealized appreciation (depreciation) on investments	(25,111)	(16,270)	(13,186)	(4,294)	(51,093)	(44,036)
Net realized and unrealized gain (loss) on investments	(90)	2,252	(4,314)	2,189	(51,697)	(40,343)
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	\$ (2,028)	\$ 748	\$ (5,201)	\$ 56	\$ (49,929)	\$ (31,231)

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	AMERICAN CENTURY INVESTMENTS VP INFLATION PROTECTION FUND	AMERICAN CENTURY INVESTMENTS VP MID CAP VALUE FUND	AMERICAN CENTURY INVESTMENTS VP VALUE FUND	AMERICAN FUNDS IS GLOBAL GROWTH AND INCOME FUND	AMERICAN FUNDS IS GROWTH FUND (1)	AMERICAN FUNDS IS GROWTH- INCOME FUND (2)
INVESTMENT INCOME:						
Dividends	\$ 5,664	\$ 3,206	\$ 5,715	\$ 6,518	\$ 423	\$ 4,214
EXPENSES:						
Mortality and expense risk	1,767	2,874	4,124	2,964	822	1,256
Administrative charges						
Total expenses	1,767	2,874	4,124	2,964	822	1,256
NET INVESTMENT INCOME (LOSS)	3,897	332	1,591	3,554	(399)	2,958
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:						
Net realized gain (loss) on sale of fund shares	(162)	445	1,311	(15)	(38)	(40)
Realized gain distributions		11,370	21	17,164		
Net realized gain (loss) on investments	(162)	11,815	1,332	17,149	(38)	(40)
Change in net unrealized appreciation (depreciation) on investments	(8,733)	(71,445)	(45,514)	(78,598)	(21,607)	(47,752)
Net realized and unrealized gain (loss) on investments	(8,895)	(59,630)	(44,182)	(61,449)	(21,645)	(47,792)
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	\$ (4,998)	\$ (59,298)	\$ (42,591)	\$ (57,895)	\$ (22,044)	\$ (44,834)

(1) For the period May 15, 2018 to December 31, 2018.

(2) For the period June 25, 2018 to December 31, 2018.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	AMERICAN FUNDS IS INTERNATIONAL FUND	AMERICAN FUNDS IS NEW WORLD FUND	BLACKROCK GLOBAL ALLOCATION VI FUND	BLACKROCK HIGH YIELD VI FUND	CLEARBRIDGE VARIABLE LARGE CAP GROWTH PORTFOLIO	CLEARBRIDGE VARIABLE MID CAP PORTFOLIO (1)
INVESTMENT INCOME:						
Dividends	\$ 8,989	\$ 1,631	\$ 8,349	\$ 28,476	\$ 428	\$ 207
EXPENSES:						
Mortality and expense risk	4,234	2,039	8,787	5,585	2,249	513
Administrative charges						
Total expenses	4,234	2,039	8,787	5,585	2,249	513
NET INVESTMENT INCOME (LOSS)	4,755	(408)	(438)	22,891	(1,821)	(306)
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:						
Net realized gain (loss) on sale of fund shares	5,846	2,836	2,123	1,441	225	(66)
Realized gain distributions	22,400	4,557	41,466		8,835	1,743
Net realized gain (loss) on investments	28,246	7,393	43,589	1,441	9,060	1,677
Change in net unrealized appreciation (depreciation) on investments	(118,382)	(45,974)	(127,396)	(54,839)	(23,179)	(16,399)
Net realized and unrealized gain (loss) on investments	(90,136)	(38,581)	(83,807)	(53,398)	(14,119)	(14,722)
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	\$ (85,381)	\$ (38,989)	\$ (84,245)	\$ (30,507)	\$ (15,940)	\$ (15,028)

(1) For the period March 9, 2018 to December 31, 2018.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	CLEARBRIDGE VARIABLE SMALL CAP GROWTH PORTFOLIO	COLUMBIA VARIABLE PORTFOLIO - SELIGMAN GLOBAL TECHNOLOGY FUND	COLUMBIA VARIABLE PORTFOLIO - STRATEGIC INCOME FUND (1)	DELAWARE VIP EMERGING MARKETS SERIES	DELAWARE VIP INTERNATIONAL VALUE EQUITY SERIES	DELAWARE VIP REIT SERIES
INVESTMENT INCOME:						
Dividends	\$	\$	\$ 980	\$ 7,391	\$ 1,329	\$ 2,305
EXPENSES:						
Mortality and expense risk	4,117	5,056	189	2,649	227	1,606
Administrative charges		481				
Total expenses	4,117	5,537	189	2,649	227	1,606
NET INVESTMENT INCOME (LOSS)	(4,117)	(5,537)	791	4,742	1,102	699
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:						
Net realized gain (loss) on sale of fund shares	8,693	138	(4)	(5,980)	(421)	(2,122)
Realized gain distributions	55,026	41,414		798		3,811
Net realized gain (loss) on investments	63,719	41,552	(4)	(5,182)	(421)	1,689
Change in net unrealized appreciation (depreciation) on investments	(95,734)	(72,144)	(949)	(61,198)	(10,390)	(15,844)
Net realized and unrealized gain (loss) on investments	(32,015)	(30,592)	(953)	(66,380)	(10,811)	(14,155)
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	\$ (36,132)	\$ (36,129)	\$ (162)	\$ (61,638)	\$ (9,709)	\$ (13,456)

(1) For the period June 25, 2018 to December 31, 2018.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	DELAWARE VIP SMALL CAP VALUE SERIES	DIMENSIONAL VA INTERNATIONAL SMALL PORTFOLIO (1)	DIMENSIONAL VA INTERNATIONAL VALUE PORTFOLIO (1)	DIMENSIONAL VA US LARGE VALUE PORTFOLIO (1)	DIMENSIONAL VA US TARGETED VALUE PORTFOLIO (2)	DREYFUS IP TECHNOLOGY GROWTH PORTFOLIO
INVESTMENT INCOME:						
Dividends	\$ 1,569	\$ 423	\$ 673	\$ 2,153	\$ 54	\$
EXPENSES:						
Mortality and expense risk	3,122	94	95	395	59	766
Administrative charges						
Total expenses	3,122	94	95	395	59	766
NET INVESTMENT INCOME (LOSS)	(1,553)	329	578	1,758	(5)	(766)
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:						
Net realized gain (loss) on sale of fund shares	(16,368)	(6)	(5)	107		320
Realized gain distributions	18,764	1,108	70	2,118	312	4,648
Net realized gain (loss) on investments	2,396	1,102	65	2,225	312	4,968
Change in net unrealized appreciation (depreciation) on investments	(76,652)	(6,563)	(4,952)	(12,682)	(1,260)	(5,855)
Net realized and unrealized gain (loss) on investments	(74,256)	(5,461)	(4,887)	(10,457)	(948)	(887)
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	\$ (75,809)	\$ (5,132)	\$ (4,309)	\$ (8,699)	\$ (953)	\$ (1,653)

(1) For the period April 10, 2018 to December 31, 2018.

(2) For the period April 24, 2018 to December 31, 2018.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	DREYFUS SUSTAINABLE U.S. EQUITY PORTFOLIO, INC.	DREYFUS VIF GROWTH AND INCOME PORTFOLIO	DWS CAPITAL GROWTH VIP	EATON VANCE VT FLOATING- RATE INCOME FUND	FEDERATED HIGH INCOME BOND FUND II	FIDELITY VIP ASSET MANAGER PORTFOLIO
INVESTMENT INCOME:						
Dividends	\$ 112	\$ 457	\$ 451	\$ 13,195	\$ 11,075	\$ 2,880
EXPENSES:						
Mortality and expense risk	81	712	958	3,991	2,573	2,118
Administrative charges	10	85				30
Total expenses	91	797	958	3,991	2,573	2,148
NET INVESTMENT INCOME (LOSS)	21	(340)	(507)	9,204	8,502	732
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:						
Net realized gain (loss) on sale of fund shares	21	312	1,584	246	(383)	18
Realized gain distributions	1,180	5,059	8,658			5,468
Net realized gain (loss) on investments	1,201	5,371	10,242	246	(383)	5,486
Change in net unrealized appreciation (depreciation) on investments	(1,584)	(8,310)	(11,707)	(18,290)	(20,552)	(17,257)
Net realized and unrealized gain (loss) on investments	(383)	(2,939)	(1,465)	(18,044)	(20,935)	(11,771)
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	\$ (362)	\$ (3,279)	\$ (1,972)	\$ (8,840)	\$ (12,433)	\$ (11,039)

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	FIDELITY VIP BALANCED PORTFOLIO	FIDELITY VIP CONTRAFUND PORTFOLIO	FIDELITY VIP GOVERNMENT MONEY MARKET PORTFOLIO	FIDELITY VIP GROWTH OPPORTUNITIES PORTFOLIO	FIDELITY VIP GROWTH PORTFOLIO	FIDELITY VIP HIGH INCOME PORTFOLIO
INVESTMENT INCOME:						
Dividends	\$ 15,395	\$ 48	\$ 506	\$ 22	\$ 38	\$ 3,286
EXPENSES:						
Mortality and expense risk	5,043	86	389	222	195	739
Administrative charges		11	47	27	23	88
Total expenses	5,043	97	436	249	218	827
NET INVESTMENT INCOME (LOSS)	10,352	(49)	70	(227)	(180)	2,459
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:						
Net realized gain (loss) on sale of fund shares	(394)	31		917	215	(283)
Realized gain distributions	21,795	572		1,032	2,096	
Net realized gain (loss) on investments	21,401	603	0	1,949	2,311	(283)
Change in net unrealized appreciation (depreciation) on investments	(113,531)	(1,063)		(39)	(2,323)	(4,910)
Net realized and unrealized gain (loss) on investments	(92,130)	(460)	0	1,910	(12)	(5,193)
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	\$ (81,778)	\$ (509)	\$ 70	\$ 1,683	\$ (192)	\$ (2,734)

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	FIDELITY VIP INDEX 500 PORTFOLIO	FIDELITY VIP INTERNATIONAL CAPITAL APPRECIATION PORTFOLIO	FIDELITY VIP INVESTMENT GRADE BOND PORTFOLIO	FIDELITY VIP OVERSEAS PORTFOLIO	FIRST TRUST/DOW JONES DIVIDEND & INCOME ALLOCATION PORTFOLIO	FRANKLIN INCOME VIP FUND
INVESTMENT INCOME:						
Dividends	\$ 2,146	\$ 1,147	\$ 299	\$ 1,116	\$ 958	\$ 40,004
EXPENSES:						
Mortality and expense risk	1,439	892	151	892	485	9,910
Administrative charges	173		18	107		
Total expenses	1,612	892	169	999	485	9,910
NET INVESTMENT INCOME (LOSS)	534	255	130	117	473	30,094
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:						
Net realized gain (loss) on sale of fund shares	5,296	619	(3)	115	(93)	4,685
Realized gain distributions	567	478	74		89	
Net realized gain (loss) on investments	5,863	1,097	71	115	(4)	4,685
Change in net unrealized appreciation (depreciation) on investments	(12,647)	(23,926)	(438)	(11,955)	(3,040)	(82,951)
Net realized and unrealized gain (loss) on investments	(6,784)	(22,829)	(367)	(11,840)	(3,044)	(78,266)
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	\$ (6,250)	\$ (22,574)	\$ (237)	\$ (11,723)	\$ (2,571)	\$ (48,172)

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	GOLDMAN SACHS VIT MULTI- STRATEGY ALTERNATIVES PORTFOLIO	GOLDMAN SACHS VIT US EQUITY INSIGHTS FUND	GREAT-WEST AGGRESSIVE PROFILE FUND	GREAT-WEST ARIEL MID CAP VALUE FUND	GREAT-WEST BOND INDEX FUND	GREAT-WEST CONSERVATIVE PROFILE FUND CLASS L
INVESTMENT INCOME:						
Dividends	\$ 2,067	\$ 1,316	\$ 5,282	\$ 337	\$ 3,408	\$ 18,799
EXPENSES:						
Mortality and expense risk	581	543	2,373	593	2,449	9,561
Administrative charges						
Total expenses	581	543	2,373	593	2,449	9,561
NET INVESTMENT INCOME (LOSS)	1,486	773	2,909	(256)	959	9,238
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:						
Net realized gain (loss) on sale of fund shares	(433)	64	61	107	(292)	(2,427)
Realized gain distributions		19,897	23,591	33		18,607
Net realized gain (loss) on investments	(433)	19,961	23,652	140	(292)	16,180
Change in net unrealized appreciation (depreciation) on investments	(7,207)	(38,818)	(52,554)	(8,742)	(2,459)	(57,501)
Net realized and unrealized gain (loss) on investments	(7,640)	(18,857)	(28,902)	(8,602)	(2,751)	(41,321)
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	\$ (6,154)	\$ (18,084)	\$ (25,993)	\$ (8,858)	\$ (1,792)	\$ (32,083)

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	GREAT-WEST CONSERVATIVE PROFILE FUND INVESTOR CLASS	GREAT-WEST CORE BOND FUND	GREAT-WEST EMERGING MARKETS EQUITY FUND (1)	GREAT-WEST GLOBAL BOND FUND	GREAT-WEST GOVERNMENT MONEY MARKET FUND	GREAT-WEST INFLATION- PROTECTED SECURITIES FUND (2)
INVESTMENT INCOME:						
Dividends	\$ 46,028	\$ 2,804	\$ 25	\$ 7,459	\$ 27,140	\$ 418
EXPENSES:						
Mortality and expense risk	10,601	288	5	3,076	9,058	22
Administrative charges						
Total expenses	10,601	288	5	3,076	9,058	22
NET INVESTMENT INCOME (LOSS)	35,427	2,516	20	4,383	18,082	396
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:						
Net realized gain (loss) on sale of fund shares	(417)	478		49		
Realized gain distributions	41,395			1,508		
Net realized gain (loss) on investments	40,978	478	0	1,557	0	0
Change in net unrealized appreciation (depreciation) on investments	(128,675)	(4,162)	(56)	(11,155)		(396)
Net realized and unrealized gain (loss) on investments	(87,697)	(3,684)	(56)	(9,598)	0	(396)
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	\$ (52,270)	\$ (1,168)	\$ (36)	\$ (5,215)	\$ 18,082	\$ 0

(1) For the period November 14, 2018 to December 31, 2018.

(2) For the period November 7, 2018 to December 31, 2018.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	GREAT-WEST INTERNATIONAL GROWTH FUND	GREAT-WEST INTERNATIONAL INDEX FUND	GREAT-WEST INTERNATIONAL VALUE FUND	GREAT-WEST INVESCO SMALL CAP VALUE FUND	GREAT-WEST LARGE CAP GROWTH FUND	GREAT-WEST LIFETIME 2020 FUND
INVESTMENT INCOME:						
Dividends	\$	\$ 13,825	\$ 5,344	\$ 6,430	\$ 759	\$ 6,416
EXPENSES:						
Mortality and expense risk	1,224	5,043	3,845	2,540	2,558	2,466
Administrative charges						
Total expenses	1,224	5,043	3,845	2,540	2,558	2,466
NET INVESTMENT INCOME (LOSS)	(1,224)	8,782	1,499	3,890	(1,799)	3,950
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:						
Net realized gain (loss) on sale of fund shares	472	1,855	2,526	181	4,890	(67)
Realized gain distributions	14,037	8,982	76,139	8,150	54,614	5,872
Net realized gain (loss) on investments	14,509	10,837	78,665	8,331	59,504	5,805
Change in net unrealized appreciation (depreciation) on investments	(38,420)	(128,634)	(145,880)	(45,743)	(72,882)	(24,851)
Net realized and unrealized gain (loss) on investments	(23,911)	(117,797)	(67,215)	(37,412)	(13,378)	(19,046)
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	\$ (25,135)	\$ (109,015)	\$ (65,716)	\$ (33,522)	\$ (15,177)	\$ (15,096)

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	GREAT-WEST LIFETIME 2025 FUND	GREAT-WEST LIFETIME 2030 FUND	GREAT-WEST LIFETIME 2035 FUND	GREAT-WEST LIFETIME 2040 FUND	GREAT-WEST LOOMIS SAYLES SMALL CAP VALUE FUND	GREAT-WEST MID CAP VALUE FUND
INVESTMENT INCOME:						
Dividends	\$ 9,109	\$ 8,157	\$ 5,045	\$ 303	\$	\$ 15,738
EXPENSES:						
Mortality and expense risk	4,536	2,870	800	132	2,510	3,666
Administrative charges						
Total expenses	4,536	2,870	800	132	2,510	3,666
NET INVESTMENT INCOME (LOSS)	4,573	5,287	4,245	171	(2,510)	12,072
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:						
Net realized gain (loss) on sale of fund shares	260	63	23	(4)	5,598	989
Realized gain distributions	21,700	10,460	19,228	438	4,377	8,973
Net realized gain (loss) on investments	21,960	10,523	19,251	434	9,975	9,962
Change in net unrealized appreciation (depreciation) on investments	(60,094)	(42,840)	(48,816)	(1,685)	(42,612)	(64,413)
Net realized and unrealized gain (loss) on investments	(38,134)	(32,317)	(29,565)	(1,251)	(32,637)	(54,451)
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	\$ (33,561)	\$ (27,030)	\$ (25,320)	\$ (1,080)	\$ (35,147)	\$ (42,379)

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	GREAT-WEST MODERATE PROFILE FUND CLASS L	GREAT-WEST MODERATE PROFILE FUND INVESTOR CLASS	GREAT-WEST MODERATELY AGGRESSIVE PROFILE FUND	GREAT-WEST MODERATELY CONSERVATIVE PROFILE FUND CLASS L	GREAT-WEST MODERATELY CONSERVATIVE PROFILE FUND INVESTOR CLASS	GREAT-WEST MULTI-SECTOR BOND FUND
INVESTMENT INCOME:						
Dividends	\$ 152,256	\$ 146,303	\$ 37,971	\$ 38,344	\$ 15,996	\$ 20,280
EXPENSES:						
Mortality and expense risk	94,800	52,224	6,225	17,100	6,533	7,337
Administrative charges						
Total expenses	94,800	52,224	6,225	17,100	6,533	7,337
NET INVESTMENT INCOME (LOSS)	57,456	94,079	31,746	21,244	9,463	12,943
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:						
Net realized gain (loss) on sale of fund shares	(4,913)	(13,027)	(74)	(2,339)	(74)	3,049
Realized gain distributions	443,923	331,036	110,030	67,880	24,521	4,550
Net realized gain (loss) on investments	439,010	318,009	109,956	65,541	24,447	7,599
Change in net unrealized appreciation (depreciation) on investments	(1,339,514)	(774,382)	(256,374)	(193,993)	(69,629)	(53,630)
Net realized and unrealized gain (loss) on investments	(900,504)	(456,373)	(146,418)	(128,452)	(45,182)	(46,031)
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	\$ (843,048)	\$ (362,294)	\$ (114,672)	\$ (107,208)	\$ (35,719)	\$ (33,088)

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	GREAT-WEST PUTNAM EQUITY INCOME FUND	GREAT-WEST PUTNAM HIGH YIELD BOND FUND	GREAT-WEST REAL ESTATE INDEX FUND	GREAT-WEST S&P 500® INDEX FUND	GREAT-WEST S&P MID CAP 400® INDEX FUND	GREAT-WEST S&P SMALL CAP 600® INDEX FUND
INVESTMENT INCOME:						
Dividends	\$ 6,582	\$ 44,400	\$ 6,424	\$ 57,718	\$ 14,546	\$ 24,181
EXPENSES:						
Mortality and expense risk	5,415	6,406	3,215	51,428	18,329	16,912
Administrative charges						
Total expenses	5,415	6,406	3,215	51,428	18,329	16,912
NET INVESTMENT INCOME (LOSS)	1,167	37,994	3,209	6,290	(3,783)	7,269
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:						
Net realized gain (loss) on sale of fund shares	7,975	389	(1,023)	295,543	27,715	23,436
Realized gain distributions	33,002		6,060	631,527	137,211	215,965
Net realized gain (loss) on investments	40,977	389	5,037	927,070	164,926	239,401
Change in net unrealized appreciation (depreciation) on investments	(96,970)	(69,916)	(25,276)	(1,505,503)	(461,713)	(478,673)
Net realized and unrealized gain (loss) on investments	(55,993)	(69,527)	(20,239)	(578,433)	(296,787)	(239,272)
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	\$ (54,826)	\$ (31,533)	\$ (17,030)	\$ (572,143)	\$ (300,570)	\$ (232,003)

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	GREAT-WEST SECURE- FOUNDATION@ BALANCED FUND	GREAT-WEST SHORT DURATION BOND FUND	GREAT-WEST SMALL CAP GROWTH FUND	GREAT-WEST T. ROWE PRICE MID CAP GROWTH FUND	GREAT-WEST U.S. GOVERNMENT SECURITIES FUND	INVESCO V.I. GLOBAL REAL ESTATE FUND
INVESTMENT INCOME:						
Dividends	\$ 371,027	\$ 19,670	\$ 6,012	\$ 595	\$ 19,089	\$ 1,507
EXPENSES:						
Mortality and expense risk	185,633	4,563	814	5,163	7,587	359
Administrative charges						
Total expenses	185,633	4,563	814	5,163	7,587	359
NET INVESTMENT INCOME (LOSS)	185,394	15,107	5,198	(4,568)	11,502	1,148
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:						
Net realized gain (loss) on sale of fund shares	158,593	(429)	3,763	14,724	(5,062)	124
Realized gain distributions	817,943		16,110	41,697		502
Net realized gain (loss) on investments	976,536	(429)	19,873	56,421	(5,062)	626
Change in net unrealized appreciation (depreciation) on investments	(2,494,789)	(12,743)	(43,513)	(90,047)	(4,614)	(4,550)
Net realized and unrealized gain (loss) on investments	(1,518,253)	(13,172)	(23,640)	(33,626)	(9,676)	(3,924)
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	\$ (1,332,859)	\$ 1,935	\$ (18,442)	\$ (38,194)	\$ 1,826	\$ (2,776)

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	INVESCO V.I. GROWTH & INCOME FUND	INVESCO V.I. INTERNATIONAL GROWTH FUND	INVESCO V.I. SMALL CAP EQUITY FUND	IVY VIP ENERGY FUND	JANUS HENDERSON VIT BALANCED PORTFOLIO	JANUS HENDERSON VIT ENTERPRISE PORTFOLIO
INVESTMENT INCOME:						
Dividends	\$ 12,268	\$ 3,153	\$	\$	\$ 22,084	\$ 563
EXPENSES:						
Mortality and expense risk	3,675	815	125	2,189	6,981	4,902
Administrative charges						
Total expenses	3,675	815	125	2,189	6,981	4,902
NET INVESTMENT INCOME (LOSS)	8,593	2,338	(125)	(2,189)	15,103	(4,339)
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:						
Net realized gain (loss) on sale of fund shares	(1,016)	160	8	(11,825)	237,402	4,789
Realized gain distributions	64,491	1,237	730		33,360	20,017
Net realized gain (loss) on investments	63,475	1,397	738	(11,825)	270,762	24,806
Change in net unrealized appreciation (depreciation) on investments	(171,102)	(31,670)	(2,286)	(56,246)	(219,874)	(66,126)
Net realized and unrealized gain (loss) on investments	(107,627)	(30,273)	(1,548)	(68,071)	50,888	(41,320)
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	\$ (99,034)	\$ (27,935)	\$ (1,673)	\$ (70,260)	\$ 65,991	\$ (45,659)

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	JANUS HENDERSON VIT FLEXIBLE BOND PORTFOLIO	JANUS HENDERSON VIT OVERSEAS PORTFOLIO	JPMORGAN INSURANCE TRUST INCOME BUILDER PORTFOLIO (1)	JPMORGAN INSURANCE TRUST SMALL CAP CORE PORTFOLIO (2)	LORD ABBETT SERIES DEVELOPING GROWTH PORTFOLIO	MFS VIT II BLENDED RESEARCH CORE EQUITY PORTFOLIO
INVESTMENT INCOME:						
Dividends	\$ 9,532	\$ 1,111	\$	\$	\$	\$ 732
EXPENSES:						
Mortality and expense risk	3,268	794	326	15	180	332
Administrative charges		95				
Total expenses	<u>3,268</u>	<u>889</u>	<u>326</u>	<u>15</u>	<u>180</u>	<u>332</u>
NET INVESTMENT INCOME (LOSS)	<u>6,264</u>	<u>222</u>	<u>(326)</u>	<u>(15)</u>	<u>(180)</u>	<u>400</u>
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:						
Net realized gain (loss) on sale of fund shares	(3,697)	(239)	(20)	(1)	129	794
Realized gain distributions			41		3,916	5,529
Net realized gain (loss) on investments	<u>(3,697)</u>	<u>(239)</u>	<u>21</u>	<u>(1)</u>	<u>4,045</u>	<u>6,323</u>
Change in net unrealized appreciation (depreciation) on investments	<u>(6,156)</u>	<u>(10,396)</u>	<u>(1,655)</u>	<u>(881)</u>	<u>(2,746)</u>	<u>(18,979)</u>
Net realized and unrealized gain (loss) on investments	<u>(9,853)</u>	<u>(10,635)</u>	<u>(1,634)</u>	<u>(882)</u>	<u>1,299</u>	<u>(12,656)</u>
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	<u>\$ (3,589)</u>	<u>\$ (10,413)</u>	<u>\$ (1,960)</u>	<u>\$ (897)</u>	<u>\$ 1,119</u>	<u>\$ (12,256)</u>

(1) For the period February 13, 2018 to December 31, 2018.

(2) For the period August 1, 2018 to December 31, 2018.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	MFS VIT II TECHNOLOGY PORTFOLIO	MFS VIT III BLENDED RESEARCH SMALL CAP EQUITY PORTFOLIO	NEUBERGER BERMAN AMT SUSTAINABLE EQUITY PORTFOLIO	NVIT EMERGING MARKETS FUND	OPPENHEIMER INTERNATIONAL GROWTH FUND/VA (1)	OPPENHEIMER MAIN STREET SMALL CAP FUND/VA
INVESTMENT INCOME:						
Dividends	\$	\$ 248	\$ 293	\$ 19	\$ 207	\$ 136
EXPENSES:						
Mortality and expense risk	10,523	461	999	77	572	3,261
Administrative charges						
Total expenses	10,523	461	999	77	572	3,261
NET INVESTMENT INCOME (LOSS)	(10,523)	(213)	(706)	(58)	(365)	(3,125)
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:						
Net realized gain (loss) on sale of fund shares	66,474	26	13	17	(800)	(2,635)
Realized gain distributions	80,843	5,179	7,613		657	29,672
Net realized gain (loss) on investments	147,317	5,205	7,626	17	(143)	27,037
Change in net unrealized appreciation (depreciation) on investments	(176,618)	(10,322)	(19,128)	(1,063)	(12,577)	(94,062)
Net realized and unrealized gain (loss) on investments	(29,301)	(5,117)	(11,502)	(1,046)	(12,720)	(67,025)
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	\$ (39,824)	\$ (5,330)	\$ (12,208)	\$ (1,104)	\$ (13,085)	\$ (70,150)

(1) For the period January 10, 2018 to December 31, 2018.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	PIMCO VIT COMMODITY REALRETURN STRATEGY PORTFOLIO	PIMCO VIT LONG TERM US GOVERNMENT PORTFOLIO	PIMCO VIT LOW DURATION PORTFOLIO	PIMCO VIT REAL RETURN PORTFOLIO (1)	PIMCO VIT SHORT TERM PORTFOLIO (2)	PIMCO VIT TOTAL RETURN PORTFOLIO
INVESTMENT INCOME:						
Dividends	\$ 1,500	\$ 915	\$ 5,883	\$ 28	\$ 641	\$ 12,605
EXPENSES:						
Mortality and expense risk	906	481	1,499	20	62	3,341
Administrative charges						
Total expenses	906	481	1,499	20	62	3,341
NET INVESTMENT INCOME (LOSS)	594	434	4,384	8	579	9,264
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:						
Net realized gain (loss) on sale of fund shares	(416)	(988)	(1,427)		2	(3,183)
Realized gain distributions		199			63	7,632
Net realized gain (loss) on investments	(416)	(789)	(1,427)	0	65	4,449
Change in net unrealized appreciation (depreciation) on investments	(16,734)	(1,235)	(3,558)	(64)	(388)	(17,194)
Net realized and unrealized gain (loss) on investments	(17,150)	(2,024)	(4,985)	(64)	(323)	(12,745)
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	\$ (16,556)	\$ (1,590)	\$ (601)	\$ (56)	\$ 256	\$ (3,481)

(1) For the period August 6, 2018 to December 31, 2018.

(2) For the period April 20, 2018 to December 31, 2018.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	PUTNAM VT EQUITY INCOME FUND	PUTNAM VT GLOBAL ASSET ALLOCATION FUND (1)	PUTNAM VT GLOBAL EQUITY FUND	PUTNAM VT GROWTH OPPORTUNITIES FUND	PUTNAM VT INCOME FUND	PUTNAM VT INTERNATIONAL EQUITY FUND
INVESTMENT INCOME:						
Dividends	\$ 455	\$	\$ 71	\$	\$ 1,806	\$ 1,587
EXPENSES:						
Mortality and expense risk	796	95	289	7,606	687	502
Administrative charges						
Total expenses	796	95	289	7,606	687	502
NET INVESTMENT INCOME (LOSS)	(341)	(95)	(218)	(7,606)	1,119	1,085
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:						
Net realized gain (loss) on sale of fund shares	73	(1)	85	10,880	(369)	(4,426)
Realized gain distributions	2,921			32,048		
Net realized gain (loss) on investments	2,994	(1)	85	42,928	(369)	(4,426)
Change in net unrealized appreciation (depreciation) on investments	(8,935)	(2,414)	(4,268)	(51,708)	(1,207)	(21,311)
Net realized and unrealized gain (loss) on investments	(5,941)	(2,415)	(4,183)	(8,780)	(1,576)	(25,737)
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	\$ (6,282)	\$ (2,510)	\$ (4,401)	\$ (16,386)	\$ (457)	\$ (24,652)

(1) For the period November 26, 2018 to December 31, 2018.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2018

	INVESTMENT DIVISIONS					
	PUTNAM VT INTERNATIONAL GROWTH FUND	PUTNAM VT INTERNATIONAL VALUE FUND (1)	PUTNAM VT MORTGAGE SECURITIES FUND	PUTNAM VT MULTI-CAP CORE FUND	PUTNAM VT SMALL CAP GROWTH FUND	PUTNAM VT SMALL CAP VALUE FUND
INVESTMENT INCOME:						
Dividends	\$	\$ 145	\$ 1,982	\$ 674	\$	\$ 531
EXPENSES:						
Mortality and expense risk	121	70	827	779	230	1,616
Administrative charges						
Total expenses	<u>121</u>	<u>70</u>	<u>827</u>	<u>779</u>	<u>230</u>	<u>1,616</u>
NET INVESTMENT INCOME (LOSS)	<u>(121)</u>	<u>75</u>	<u>1,155</u>	<u>(105)</u>	<u>(230)</u>	<u>(1,085)</u>
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:						
Net realized gain (loss) on sale of fund shares	48	(6)	(24)	320	(10)	(539)
Realized gain distributions	<u>811</u>			<u>5,815</u>	<u>2,806</u>	<u>40,541</u>
Net realized gain (loss) on investments	<u>859</u>	<u>(6)</u>	<u>(24)</u>	<u>6,135</u>	<u>2,796</u>	<u>40,002</u>
Change in net unrealized appreciation (depreciation) on investments	<u>(2,724)</u>	<u>(1,487)</u>	<u>(2,043)</u>	<u>(13,783)</u>	<u>(5,682)</u>	<u>(66,910)</u>
Net realized and unrealized gain (loss) on investments	<u>(1,865)</u>	<u>(1,493)</u>	<u>(2,067)</u>	<u>(7,648)</u>	<u>(2,886)</u>	<u>(26,908)</u>
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	\$ <u>(1,986)</u>	\$ <u>(1,418)</u>	\$ <u>(912)</u>	\$ <u>(7,753)</u>	\$ <u>(3,116)</u>	\$ <u>(27,993)</u>

(1) For the period March 8, 2018 to December 31, 2018.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF OPERATIONS
YEAR ENDED DECEMBER 31, 2018

	INVESTMENT DIVISIONS		
	T. ROWE PRICE BLUE CHIP GROWTH PORTFOLIO	T. ROWE PRICE HEALTH SCIENCES PORTFOLIO	VAN ECK VIP GLOBAL HARD ASSETS FUND
INVESTMENT INCOME:			
Dividends	\$	\$	\$
EXPENSES:			
Mortality and expense risk	18,686	7,108	3,107
Administrative charges	_____	_____	_____
Total expenses	<u>18,686</u>	<u>7,108</u>	<u>3,107</u>
NET INVESTMENT INCOME (LOSS)	<u>(18,686)</u>	<u>(7,108)</u>	<u>(3,107)</u>
NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:			
Net realized gain (loss) on sale of fund shares	42,876	11,052	(102)
Realized gain distributions	<u>100,110</u>	<u>47,098</u>	_____
Net realized gain (loss) on investments	<u>142,986</u>	<u>58,150</u>	<u>(102)</u>
Change in net unrealized appreciation (depreciation) on investments	<u>(313,408)</u>	<u>(83,078)</u>	<u>(84,468)</u>
Net realized and unrealized gain (loss) on investments	<u>(170,422)</u>	<u>(24,928)</u>	<u>(84,570)</u>
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	<u>\$ (189,108)</u>	<u>\$ (32,036)</u>	<u>\$ (87,677)</u>

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

(Concluded)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	ALGER CAPITAL APPRECIATION PORTFOLIO		ALGER LARGE CAP GROWTH PORTFOLIO		ALGER MID CAP GROWTH PORTFOLIO	
	2018	2017	2018	2017	2018	2017
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ (1,938)	\$ (1,510)	\$ (1,504)	\$ (1,230)	\$ (887)	\$ (756)
Net realized gain (loss) on investments	25,021	9,040	18,522	9,025	8,872	1,473
Change in net unrealized appreciation (depreciation) on investments	(25,111)	23,223	(16,270)	12,365	(13,186)	12,404
Increase (decrease) in net assets resulting from operations	(2,028)	30,753	748	20,160	(5,201)	13,121
CONTRACT TRANSACTIONS:						
Purchase payments						
Transfers for contract benefits and terminations		(1)	(1)		(302)	(100)
Net transfers						
Contract charges	(48)		(12)	7	(13)	6
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	(48)	(1)	(13)	7	(315)	(94)
Total increase (decrease) in net assets	(2,076)	30,752	735	20,167	(5,516)	13,027
NET ASSETS:						
Beginning of period	135,829	105,077	95,736	75,569	59,928	46,901
End of period	\$ 133,753	\$ 135,829	\$ 96,471	\$ 95,736	\$ 54,412	\$ 59,928
CHANGES IN UNITS OUTSTANDING:						
Units issued						
Units redeemed			(1)		(4)	(1)
Net increase (decrease)	0	0	(1)	0	(4)	(1)

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	ALGER SMALL CAP GROWTH PORTFOLIO		ALPS ALERIAN ENERGY INFRASTRUCTURE PORTFOLIO		ALPS RED ROCKS LISTED PRIVATE EQUITY PORTFOLIO	
	2018	2017	2018	2017	2018	2017
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ (2,133)	\$ (1,707)	\$ 1,768	\$ 1,609	\$ 9,112	\$ 1,415
Net realized gain (loss) on investments	6,483	7	(604)	(978)	3,693	50
Change in net unrealized appreciation (depreciation) on investments	(4,294)	30,994	(51,093)	(8,542)	(44,036)	2,526
Increase (decrease) in net assets resulting from operations	56	29,294	(49,929)	(7,911)	(31,231)	3,991
CONTRACT TRANSACTIONS:						
Purchase payments			56,651	242,646	151,469	46,243
Transfers for contract benefits and terminations	1	(1)	(3,537)	(4,219)	(318)	
Net transfers			1,309	(75,264)	(16,938)	27,571
Contract charges	(10)	(4)				
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	(9)	(5)	54,423	163,163	134,213	73,814
Total increase (decrease) in net assets	47	29,289	4,494	155,252	102,982	77,805
NET ASSETS:						
Beginning of period	137,875	108,586	202,534	47,282	80,365	2,560
End of period	\$ 137,922	\$ 137,875	\$ 207,028	\$ 202,534	\$ 183,347	\$ 80,365
CHANGES IN UNITS OUTSTANDING:						
Units issued			5,026	20,490	15,345	6,419
Units redeemed			(320)	(7,369)	(4,285)	
Net increase (decrease)	0	0	4,706	13,121	11,060	6,419

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	AMERICAN CENTURY INVESTMENTS VP INFLATION PROTECTION FUND		AMERICAN CENTURY INVESTMENTS VP MID CAP VALUE FUND		AMERICAN CENTURY INVESTMENTS VP VALUE FUND	
	2018	2017	2018	2017	2018	2017
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ 3,897	\$ 858	\$ 332	\$ 710	\$ 1,591	\$ 1,309
Net realized gain (loss) on investments	(162)	(246)	11,815	4,613	1,332	6,353
Change in net unrealized appreciation (depreciation) on investments	(8,733)	566	(71,445)	10,299	(45,514)	6,596
Increase (decrease) in net assets resulting from operations	(4,998)	1,178	(59,298)	15,622	(42,591)	14,258
CONTRACT TRANSACTIONS:						
Purchase payments	176,053	21,597	251,323	154,205	187,331	254,611
Transfers for contract benefits and terminations	(1,384)		(7,751)	(4,280)	(7,053)	(4,869)
Net transfers	(398)	14,428	(17)	(14,831)	(2,800)	(100,403)
Contract charges						
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	174,271	36,025	243,555	135,094	177,478	149,339
Total increase (decrease) in net assets	169,273	37,203	184,257	150,716	134,887	163,597
NET ASSETS:						
Beginning of period	55,965	18,762	192,036	41,320	263,881	100,284
End of period	\$ 225,238	\$ 55,965	\$ 376,293	\$ 192,036	\$ 398,768	\$ 263,881
CHANGES IN UNITS OUTSTANDING:						
Units issued	17,538	5,388	19,822	13,139	16,632	23,137
Units redeemed	(289)	(1,859)	(765)	(1,257)	(1,641)	(10,241)
Net increase (decrease)	17,249	3,529	19,057	11,882	14,991	12,896

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	AMERICAN FUNDS IS GLOBAL GROWTH AND INCOME FUND		AMERICAN FUNDS IS GROWTH FUND	AMERICAN FUNDS IS GROWTH- INCOME FUND	AMERICAN FUNDS IS INTERNATIONAL FUND	
	2018	2017 (1)	2018 (2)	2018 (3)	2018	2017
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ 3,554	\$ 254	\$ (399)	\$ 2,958	\$ 4,755	\$ 3,488
Net realized gain (loss) on investments	17,149	1	(38)	(40)	28,246	6,839
Change in net unrealized appreciation (depreciation) on investments	<u>(78,598)</u>	<u>57</u>	<u>(21,607)</u>	<u>(47,752)</u>	<u>(118,382)</u>	<u>43,810</u>
Increase (decrease) in net assets resulting from operations	<u>(57,895)</u>	<u>312</u>	<u>(22,044)</u>	<u>(44,834)</u>	<u>(85,381)</u>	<u>54,137</u>
CONTRACT TRANSACTIONS:						
Purchase payments	579,403	15,415	215,625	388,704	169,949	220,757
Transfers for contract benefits and terminations	(1,620)				(5,933)	(18,002)
Net transfers	9,199		29,985	29,946	(2,682)	193,815
Contract charges						
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	<u>586,982</u>	<u>15,415</u>	<u>245,610</u>	<u>418,650</u>	<u>161,334</u>	<u>396,570</u>
Total increase (decrease) in net assets	529,087	15,727	223,566	373,816	75,953	450,707
NET ASSETS:						
Beginning of period	<u>15,727</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>462,234</u>	<u>11,527</u>
End of period	<u>\$ 544,814</u>	<u>\$ 15,727</u>	<u>\$ 223,566</u>	<u>\$ 373,816</u>	<u>\$ 538,187</u>	<u>\$ 462,234</u>
CHANGES IN UNITS OUTSTANDING:						
Units issued	53,273	1,382	23,746	39,622	17,193	38,895
Units redeemed	<u>(880)</u>				<u>(3,198)</u>	<u>(1,636)</u>
Net increase (decrease)	<u>52,393</u>	<u>1,382</u>	<u>23,746</u>	<u>39,622</u>	<u>13,995</u>	<u>37,259</u>

(1) For the period September 19, 2017 to December 31, 2017.

(2) For the period May 15, 2018 to December 31, 2018.

(3) For the period June 25, 2018 to December 31, 2018.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	AMERICAN FUNDS IS NEW WORLD FUND		BLACKROCK GLOBAL ALLOCATION VI FUND		BLACKROCK HIGH YIELD VI FUND	
	2018	2017	2018	2017	2018	2017
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ (408)	\$ 20	\$ (438)	\$ 2,314	\$ 22,891	\$ 9,780
Net realized gain (loss) on investments	7,393	(143)	43,589	8,665	1,441	1,252
Change in net unrealized appreciation (depreciation) on investments	(45,974)	4,932	(127,396)	58,232	(54,839)	2,314
Increase (decrease) in net assets resulting from operations	(38,989)	4,809	(84,245)	69,211	(30,507)	13,346
CONTRACT TRANSACTIONS:						
Purchase payments	223,596	50,001	294,600	126,527	427,706	118,615
Transfers for contract benefits and terminations	(6,068)		(13,083)		(18,418)	(422)
Net transfers	(15)	(7,770)	21	(109)	105,775	(6,680)
Contract charges						
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	217,513	42,231	281,538	126,418	515,063	111,513
Total increase (decrease) in net assets	178,524	47,040	197,293	195,629	484,556	124,859
NET ASSETS:						
Beginning of period	59,460	12,420	712,211	516,582	310,768	185,909
End of period	\$ 237,984	\$ 59,460	\$ 909,504	\$ 712,211	\$ 795,324	\$ 310,768
CHANGES IN UNITS OUTSTANDING:						
Units issued	19,071	4,111	27,216	12,036	53,489	11,628
Units redeemed	(2,047)	(757)	(1,326)	(62)	(6,413)	(1,334)
Net increase (decrease)	17,024	3,354	25,890	11,974	47,076	10,294

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS				
	CLEARBRIDGE VARIABLE LARGE CAP GROWTH PORTFOLIO		CLEARBRIDGE VARIABLE MID CAP PORTFOLIO	CLEARBRIDGE VARIABLE SMALL CAP GROWTH PORTFOLIO	
	2018	2017	2018	2018	2017
		(1)	(2)		
INCREASE (DECREASE) IN NET ASSETS:					
OPERATIONS:					
Net investment income (loss)	\$ (1,821)	\$ (8)	\$ (306)	\$ (4,117)	\$ (284)
Net realized gain (loss) on investments	9,060	985	1,677	63,719	1,936
Change in net unrealized appreciation (depreciation) on investments	(23,179)	(269)	(16,399)	(95,734)	5,916
Increase (decrease) in net assets resulting from operations	(15,940)	708	(15,028)	(36,132)	7,568
CONTRACT TRANSACTIONS:					
Purchase payments	278,902	26,570	116,550	408,118	45,192
Transfers for contract benefits and terminations	(2,295)		(1,806)	(9,229)	
Net transfers	27,595		(8)	27,626	6,273
Contract charges					
Adjustments to net assets allocated to contracts in payout phase					
Increase (decrease) in net assets resulting from contract transactions	304,202	26,570	114,736	426,515	51,465
Total increase (decrease) in net assets	288,262	27,278	99,708	390,383	59,033
NET ASSETS:					
Beginning of period	27,278	0	0	81,887	22,854
End of period	\$ 315,540	\$ 27,278	\$ 99,708	\$ 472,270	\$ 81,887
CHANGES IN UNITS OUTSTANDING:					
Units issued	26,121	2,398	11,357	34,503	5,293
Units redeemed	(394)		(538)	(2,455)	(861)
Net increase (decrease)	25,727	2,398	10,819	32,048	4,432

(1) For the period November 7, 2017 to December 31, 2017.

(2) For the period March 9, 2018 to December 31, 2018.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS				
	COLUMBIA VARIABLE PORTFOLIO - SELIGMAN GLOBAL TECHNOLOGY FUND		COLUMBIA VARIABLE PORTFOLIO - STRATEGIC INCOME FUND	DELAWARE VIP EMERGING MARKETS SERIES	
	2018	2017	2018 (1)	2018	2017
INCREASE (DECREASE) IN NET ASSETS:					
OPERATIONS:					
Net investment income (loss)	\$ (5,537)	\$ (4,857)	\$ 791	\$ 4,742	\$ (615)
Net realized gain (loss) on investments	41,552	92,860	(4)	(5,182)	105,512
Change in net unrealized appreciation (depreciation) on investments	<u>(72,144)</u>	<u>9,673</u>	<u>(949)</u>	<u>(61,198)</u>	<u>(8,622)</u>
Increase (decrease) in net assets resulting from operations	<u>(36,129)</u>	<u>97,676</u>	<u>(162)</u>	<u>(61,638)</u>	<u>96,275</u>
CONTRACT TRANSACTIONS:					
Purchase payments				188,329	171,602
Transfers for contract benefits and terminations	(1,721)	(5,959)		(800)	
Net transfers			29,971	81,225	(323,762)
Contract charges	(195)	31			
Adjustments to net assets allocated to contracts in payout phase					
Increase (decrease) in net assets resulting from contract transactions	<u>(1,916)</u>	<u>(5,928)</u>	<u>29,971</u>	<u>268,754</u>	<u>(152,160)</u>
Total increase (decrease) in net assets	<u>(38,045)</u>	<u>91,748</u>	<u>29,809</u>	<u>207,116</u>	<u>(55,885)</u>
NET ASSETS:					
Beginning of period	<u>386,962</u>	<u>295,214</u>	<u>0</u>	<u>109,060</u>	<u>164,945</u>
End of period	<u>\$ 348,917</u>	<u>\$ 386,962</u>	<u>\$ 29,809</u>	<u>\$ 316,176</u>	<u>\$ 109,060</u>
CHANGES IN UNITS OUTSTANDING:					
Units issued	1	22	3,010	29,329	29,420
Units redeemed	<u>(72)</u>	<u>(288)</u>		<u>(9,315)</u>	<u>(37,840)</u>
Net increase (decrease)	<u>(71)</u>	<u>(266)</u>	<u>3,010</u>	<u>20,014</u>	<u>(8,420)</u>

(1) For the period June 25, 2018 to December 31, 2018.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	DELAWARE VIP INTERNATIONAL VALUE EQUITY SERIES		DELAWARE VIP REIT SERIES		DELAWARE VIP SMALL CAP VALUE SERIES	
	2018	2017	2018	2017	2018	2017
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ 1,102	\$ (25)	\$ 699	\$ 202	\$ (1,553)	\$ (841)
Net realized gain (loss) on investments	(421)	175	1,689	13,846	2,396	5,655
Change in net unrealized appreciation (depreciation) on investments	(10,390)	740	(15,844)	(14,126)	(76,652)	10,258
Increase (decrease) in net assets resulting from operations	(9,709)	890	(13,456)	(78)	(75,809)	15,072
CONTRACT TRANSACTIONS:						
Purchase payments	13,767		50,818	28,649	67,055	187,286
Transfers for contract benefits and terminations			(7,722)	(6,053)	(568)	
Net transfers	25,267	6,727	14,522	(21,565)	97,859	(9,002)
Contract charges						
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	39,034	6,727	57,618	1,031	164,346	178,284
Total increase (decrease) in net assets	29,325	7,617	44,162	953	88,537	193,356
NET ASSETS:						
Beginning of period	15,663	8,046	122,534	121,581	202,522	9,166
End of period	\$ 44,988	\$ 15,663	\$ 166,696	\$ 122,534	\$ 291,059	\$ 202,522
CHANGES IN UNITS OUTSTANDING:						
Units issued	4,430	1,253	6,339	2,651	22,883	15,657
Units redeemed	(1,253)	(787)	(815)	(2,158)	(12,649)	(938)
Net increase (decrease)	3,177	466	5,524	493	10,234	14,719

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	DIMENSIONAL VA INTERNATIONAL SMALL PORTFOLIO	DIMENSIONAL VA INTERNATIONAL VALUE PORTFOLIO	DIMENSIONAL VA US LARGE VALUE PORTFOLIO	DIMENSIONAL VA US TARGETED VALUE PORTFOLIO	DREYFUS IP TECHNOLOGY GROWTH PORTFOLIO	
	2018 (1)	2018 (1)	2018 (1)	2018 (2)	2018	2017
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ 329	\$ 578	\$ 1,758	\$ (5)	\$ (766)	\$ (609)
Net realized gain (loss) on investments	1,102	65	2,225	312	4,968	3,521
Change in net unrealized appreciation (depreciation) on investments	<u>(6,563)</u>	<u>(4,952)</u>	<u>(12,682)</u>	<u>(1,260)</u>	<u>(5,855)</u>	<u>20,458</u>
Increase (decrease) in net assets resulting from operations	<u>(5,132)</u>	<u>(4,309)</u>	<u>(8,699)</u>	<u>(953)</u>	<u>(1,653)</u>	<u>23,370</u>
CONTRACT TRANSACTIONS:						
Purchase payments	24,123	24,123	96,495	5,496		
Transfers for contract benefits and terminations					(380)	
Net transfers	2,844	2,349	12,272			
Contract charges						
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	<u>26,967</u>	<u>26,472</u>	<u>108,767</u>	<u>5,496</u>	<u>(380)</u>	<u>0</u>
Total increase (decrease) in net assets	21,835	22,163	100,068	4,543	(2,033)	23,370
NET ASSETS:						
Beginning of period	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>80,184</u>	<u>56,814</u>
End of period	<u>\$ 21,835</u>	<u>\$ 22,163</u>	<u>\$ 100,068</u>	<u>\$ 4,543</u>	<u>\$ 78,151</u>	<u>\$ 80,184</u>
CHANGES IN UNITS OUTSTANDING:						
Units issued	2,618	2,555	10,787	548		
Units redeemed			(146)		(20)	
Net increase (decrease)	<u>2,618</u>	<u>2,555</u>	<u>10,641</u>	<u>548</u>	<u>(20)</u>	<u>0</u>

(1) For the period April 10, 2018 to December 31, 2018.

(2) For the period April 24, 2018 to December 31, 2018.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	DREYFUS SUSTAINABLE U.S. EQUITY PORTFOLIO, INC.		DREYFUS VIF GROWTH AND INCOME PORTFOLIO		DWS CAPITAL GROWTH VIP	
	2018	2017	2018	2017	2018	2017
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ 21	\$ (16)	\$ (340)	\$ (326)	\$ (507)	\$ (206)
Net realized gain (loss) on investments	1,201	438	5,371	2,518	10,242	15,126
Change in net unrealized appreciation (depreciation) on investments	(1,584)	339	(8,310)	6,174	(11,707)	9,086
Increase (decrease) in net assets resulting from operations	(362)	761	(3,279)	8,366	(1,972)	24,006
CONTRACT TRANSACTIONS:						
Purchase payments						48,737
Transfers for contract benefits and terminations	1		(99)	(409)	(8,397)	(4,364)
Net transfers						(69,548)
Contract charges	(7)	2	(9)	2		
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	(6)	2	(108)	(407)	(8,397)	(25,175)
Total increase (decrease) in net assets	(368)	763	(3,387)	7,959	(10,369)	(1,169)
NET ASSETS:						
Beginning of period	6,316	5,553	54,612	46,653	94,226	95,395
End of period	\$ 5,948	\$ 6,316	\$ 51,225	\$ 54,612	\$ 83,857	\$ 94,226
CHANGES IN UNITS OUTSTANDING:						
Units issued						4,585
Units redeemed			(2)	(7)	(635)	(4,354)
Net increase (decrease)	0	0	(2)	(7)	(635)	231

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS				
	DWS GLOBAL SMALL CAP VIP	EATON VANCE VT FLOATING-RATE INCOME FUND		FEDERATED HIGH INCOME BOND FUND II	
	2017 (1)	2018	2017	2018	2017 (2)
INCREASE (DECREASE) IN NET ASSETS:					
OPERATIONS:					
Net investment income (loss)	\$	\$ 9,204	\$ 4,238	\$ 8,502	\$ (171)
Net realized gain (loss) on investments		246	104	(383)	2
Change in net unrealized appreciation (depreciation) on investments		<u>1</u>	<u>(223)</u>	<u>(20,552)</u>	<u>314</u>
Increase (decrease) in net assets resulting from operations		<u>1</u>	<u>4,119</u>	<u>(12,433)</u>	<u>145</u>
CONTRACT TRANSACTIONS:					
Purchase payments		160,200	119,164	144,499	63,253
Transfers for contract benefits and terminations	(8)	(3,815)	(1,450)	(3,047)	
Net transfers		50,911	9,049	99,238	23,300
Contract charges					
Adjustments to net assets allocated to contracts in payout phase					
Increase (decrease) in net assets resulting from contract transactions		<u>(8)</u>	<u>126,763</u>	<u>240,690</u>	<u>86,553</u>
Total increase (decrease) in net assets		(7)	130,882	228,257	86,698
NET ASSETS:					
Beginning of period		<u>7</u>	<u>120,633</u>	<u>86,698</u>	<u>0</u>
End of period	\$	\$ <u>449,971</u>	\$ <u>251,515</u>	\$ <u>314,955</u>	\$ <u>86,698</u>
CHANGES IN UNITS OUTSTANDING:					
Units issued		19,675	12,190	24,228	8,495
Units redeemed		<u>(503)</u>	<u>(137)</u>	<u>(412)</u>	
Net increase (decrease)		<u>0</u>	<u>12,053</u>	<u>23,816</u>	<u>8,495</u>

(1) For the period January 1, 2017 to November 30, 2017.

(2) For the period July 5, 2017 to December 31, 2017.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	FIDELITY VIP ASSET MANAGER PORTFOLIO		FIDELITY VIP BALANCED PORTFOLIO		FIDELITY VIP CONTRAFUND PORTFOLIO	
	2018	2017	2018	2017 (1)	2018	2017
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ 732	\$ 1,017	\$ 10,352	\$ 302	\$ (49)	\$ (23)
Net realized gain (loss) on investments	5,486	17,807	21,401	539	603	345
Change in net unrealized appreciation (depreciation) on investments	(17,257)	387	(113,531)	271	(1,063)	791
Increase (decrease) in net assets resulting from operations	(11,039)	19,211	(81,778)	1,112	(509)	1,113
CONTRACT TRANSACTIONS:						
Purchase payments			390,553	174,511		
Transfers for contract benefits and terminations	(1,516)	(2,028)	(8,011)	(2,002)	1	(1)
Net transfers			914,620			
Contract charges	(48)	(6)			(4)	
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	(1,564)	(2,034)	1,297,162	172,509	(3)	(1)
Total increase (decrease) in net assets	(12,603)	17,177	1,215,384	173,621	(512)	1,112
NET ASSETS:						
Beginning of period	169,756	152,579	173,621	0	6,622	5,510
End of period	\$ 157,153	\$ 169,756	\$ 1,389,005	\$ 173,621	\$ 6,110	\$ 6,622
CHANGES IN UNITS OUTSTANDING:						
Units issued		10	119,189	16,257		
Units redeemed	(30)	(51)	(737)	(188)		
Net increase (decrease)	(30)	(41)	118,452	16,069	0	0

(1) For the period October 11, 2017 to December 31, 2017.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	FIDELITY VIP GOVERNMENT MONEY MARKET PORTFOLIO		FIDELITY VIP GROWTH OPPORTUNITIES PORTFOLIO		FIDELITY VIP GROWTH PORTFOLIO	
	2018	2017	2018	2017	2018	2017
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ 70	\$ (226)	\$ (227)	\$ (165)	\$ (180)	\$ (157)
Net realized gain (loss) on investments			1,949	2,633	2,311	1,631
Change in net unrealized appreciation (depreciation) on investments			(39)	1,739	(2,323)	2,299
Increase (decrease) in net assets resulting from operations	70	(226)	1,683	4,207	(192)	3,773
CONTRACT TRANSACTIONS:						
Purchase payments						
Transfers for contract benefits and terminations	(152)	(586)	(1,263)	(966)	(269)	(1,299)
Net transfers						
Contract charges	(9)				(11)	14
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	(161)	(586)	(1,263)	(966)	(280)	(1,285)
Total increase (decrease) in net assets	(91)	(812)	420	3,241	(472)	2,488
NET ASSETS:						
Beginning of period	30,979	31,791	16,694	13,453	14,510	12,022
End of period	\$ 30,888	\$ 30,979	\$ 17,114	\$ 16,694	\$ 14,038	\$ 14,510
CHANGES IN UNITS OUTSTANDING:						
Units issued		15				
Units redeemed	(12)	(55)	(27)	(25)	(2)	(11)
Net increase (decrease)	(12)	(40)	(27)	(25)	(2)	(11)

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	FIDELITY VIP HIGH INCOME PORTFOLIO		FIDELITY VIP INDEX 500 PORTFOLIO		FIDELITY VIP INTERNATIONAL CAPITAL APPRECIATION PORTFOLIO	
	2018	2017	2018	2017	2018	2017
						(1)
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ 2,459	\$ 2,315	\$ 534	\$ 463	\$ 255	\$ 7
Net realized gain (loss) on investments	(283)	(214)	5,863	1,398	1,097	10
Change in net unrealized appreciation (depreciation) on investments	(4,910)	973	(12,647)	17,875	(23,926)	1,855
Increase (decrease) in net assets resulting from operations	(2,734)	3,074	(6,250)	19,736	(22,574)	1,872
CONTRACT TRANSACTIONS:						
Purchase payments					187,880	30,593
Transfers for contract benefits and terminations	(472)	(163)	(8,474)	(558)	(3,178)	
Net transfers					(13)	(160)
Contract charges	(24)	3	(60)	(24)		
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	(496)	(160)	(8,534)	(582)	184,689	30,433
Total increase (decrease) in net assets	(3,230)	2,914	(14,784)	19,154	162,115	32,305
NET ASSETS:						
Beginning of period	59,386	56,472	118,197	99,043	32,305	0
End of period	\$ 56,156	\$ 59,386	\$ 103,413	\$ 118,197	\$ 194,420	\$ 32,305
CHANGES IN UNITS OUTSTANDING:						
Units issued					19,305	2,775
Units redeemed	(8)	(3)	(23)	(2)	(2,729)	(15)
Net increase (decrease)	(8)	(3)	(23)	(2)	16,576	2,760

(1) For the period May 30, 2017 to December 31, 2017.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	FIDELITY VIP INVESTMENT GRADE BOND PORTFOLIO		FIDELITY VIP OVERSEAS PORTFOLIO		FIRST TRUST/DOW JONES DIVIDEND & INCOME ALLOCATION PORTFOLIO	
	2018	2017	2018	2017	2018	2017 (1)
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ 130	\$ 124	\$ 117	\$ 41	\$ 473	\$ 33
Net realized gain (loss) on investments	71	56	115	112	(4)	319
Change in net unrealized appreciation (depreciation) on investments	(438)	152	(11,955)	16,089	(3,040)	(46)
Increase (decrease) in net assets resulting from operations	(237)	332	(11,723)	16,242	(2,571)	306
CONTRACT TRANSACTIONS:						
Purchase payments				2	68,461	7,875
Transfers for contract benefits and terminations					(794)	
Net transfers					(498)	
Contract charges	(8)	(5)	(3)	(3)		
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	(8)	(5)	(3)	(1)	67,169	7,875
Total increase (decrease) in net assets	(245)	327	(11,726)	16,241	64,598	8,181
NET ASSETS:						
Beginning of period	12,294	11,967	73,271	57,030	8,181	0
End of period	\$ 12,049	\$ 12,294	\$ 61,545	\$ 73,271	\$ 72,779	\$ 8,181
CHANGES IN UNITS OUTSTANDING:						
Units issued					8,449	756
Units redeemed					(2,050)	
Net increase (decrease)	0	0	0	0	6,399	756

(1) For the period July 5, 2017 to December 31, 2017.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	FRANKLIN INCOME VIP FUND		GOLDMAN SACHS VIT MULTI-STRATEGY ALTERNATIVES PORTFOLIO		GOLDMAN SACHS VIT US EQUITY INSIGHTS FUND	
	2018	2017	2018	2017	2018	2017
						(1)
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ 30,094	\$ 9,270	\$ 1,486	\$ 567	\$ 773	\$ 40
Net realized gain (loss) on investments	4,685	37,520	(433)	(6)	19,961	578
Change in net unrealized appreciation (depreciation) on investments	<u>(82,951)</u>	<u>(15,772)</u>	<u>(7,207)</u>	<u>1,250</u>	<u>(38,818)</u>	<u>(302)</u>
Increase (decrease) in net assets resulting from operations	<u>(48,172)</u>	<u>31,018</u>	<u>(6,154)</u>	<u>1,811</u>	<u>(18,084)</u>	<u>316</u>
CONTRACT TRANSACTIONS:						
Purchase payments	257,773	566,011	49,971		142,073	6,203
Transfers for contract benefits and terminations	(16,337)	(4,387)	(206)		(8,347)	(1,232)
Net transfers	(10,640)	(236,255)	(580)	1,622	(10)	
Contract charges						
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	<u>230,796</u>	<u>325,369</u>	<u>49,185</u>	<u>1,622</u>	<u>133,716</u>	<u>4,971</u>
Total increase (decrease) in net assets	182,624	356,387	43,031	3,433	115,632	5,287
NET ASSETS:						
Beginning of period	<u>640,547</u>	<u>284,160</u>	<u>44,427</u>	<u>40,994</u>	<u>5,287</u>	<u>0</u>
End of period	<u>\$ 823,171</u>	<u>\$ 640,547</u>	<u>\$ 87,458</u>	<u>\$ 44,427</u>	<u>\$ 120,919</u>	<u>\$ 5,287</u>
CHANGES IN UNITS OUTSTANDING:						
Units issued	22,849	52,065	5,484	173	13,298	497
Units redeemed	<u>(2,399)</u>	<u>(23,078)</u>	<u>(324)</u>	<u>(8)</u>	<u>(3,791)</u>	<u>(96)</u>
Net increase (decrease)	<u>20,450</u>	<u>28,987</u>	<u>5,160</u>	<u>165</u>	<u>9,507</u>	<u>401</u>

(1) For the period September 18, 2017 to December 31, 2017.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	GREAT-WEST AGGRESSIVE PROFILE FUND		GREAT-WEST ARIEL MID CAP VALUE FUND		GREAT-WEST BOND INDEX FUND	
	2018	2017	2018	2017	2018	2017
		(1)				
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ 2,909	\$ 891	\$ (256)	\$ 472	\$ 959	\$ (12)
Net realized gain (loss) on investments	23,652	3,405	140	3,091	(292)	354
Change in net unrealized appreciation (depreciation) on investments	(52,554)	(2,000)	(8,742)	1,490	(2,459)	2,214
Increase (decrease) in net assets resulting from operations	(25,993)	2,296	(8,858)	5,053	(1,792)	2,556
CONTRACT TRANSACTIONS:						
Purchase payments	143,898	73,888	14,238	326	103,444	118,492
Transfers for contract benefits and terminations	(11,122)		(253)		(5,504)	(43,245)
Net transfers	(10)		1,985		22,138	(72,274)
Contract charges						
Adjustments to net assets allocated to contracts in payout phase					(2,583)	(3,666)
Increase (decrease) in net assets resulting from contract transactions	132,766	73,888	15,970	326	117,495	(693)
Total increase (decrease) in net assets	106,773	76,184	7,112	5,379	115,703	1,863
NET ASSETS:						
Beginning of period	76,184	0	42,246	36,867	184,331	182,468
End of period	\$ 182,957	\$ 76,184	\$ 49,358	\$ 42,246	\$ 300,034	\$ 184,331
CHANGES IN UNITS OUTSTANDING:						
Units issued	12,637	6,809	1,449	26	13,988	10,998
Units redeemed	(974)		(28)		(2,249)	(11,501)
Net increase (decrease)	11,663	6,809	1,421	26	11,739	(503)

(1) For the period September 19, 2017 to December 31, 2017.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS				
	GREAT-WEST CONSERVATIVE PROFILE FUND CLASS L		GREAT-WEST CONSERVATIVE PROFILE FUND INVESTOR CLASS		GREAT-WEST CONSERVATIVE PROFILE I FUND
	2018	2017 (1)	2018	2017 (2)	2017 (3)
INCREASE (DECREASE) IN NET ASSETS:					
OPERATIONS:					
Net investment income (loss)	\$ 9,238	\$ 3,955	\$ 35,427	\$ 8,362	\$ 5,070
Net realized gain (loss) on investments	16,180	7,183	40,978	14,803	9,199
Change in net unrealized appreciation (depreciation) on investments	<u>(57,501)</u>	<u>(3,906)</u>	<u>(128,675)</u>	<u>(5,195)</u>	<u>3,244</u>
Increase (decrease) in net assets resulting from operations	<u>(32,083)</u>	<u>7,232</u>	<u>(52,270)</u>	<u>17,970</u>	<u>17,513</u>
CONTRACT TRANSACTIONS:					
Purchase payments	581,469	399,924		162,993	360,837
Transfers for contract benefits and terminations	(12,079)	(3,404)	(2,667)	(1,202)	(2,386)
Net transfers	(332,769)	184,987	811,420	578,150	(693,572)
Contract charges	(9,613)	(582)	(782)	(305)	(178)
Adjustments to net assets allocated to contracts in payout phase					
Increase (decrease) in net assets resulting from contract transactions	<u>227,008</u>	<u>580,925</u>	<u>807,971</u>	<u>739,636</u>	<u>(335,299)</u>
Total increase (decrease) in net assets	194,925	588,157	755,701	757,606	(317,786)
NET ASSETS:					
Beginning of period	<u>588,157</u>	<u>0</u>	<u>757,606</u>	<u>0</u>	<u>317,786</u>
End of period	<u>\$ 783,082</u>	<u>\$ 588,157</u>	<u>\$ 1,513,307</u>	<u>\$ 757,606</u>	<u>\$ 0</u>
CHANGES IN UNITS OUTSTANDING:					
Units issued	56,898	57,368	78,829	105,781	34,893
Units redeemed	<u>(34,463)</u>	<u>(406)</u>	<u>(348)</u>	<u>(32,621)</u>	<u>(61,229)</u>
Net increase (decrease)	<u>22,435</u>	<u>56,962</u>	<u>78,481</u>	<u>73,160</u>	<u>(26,336)</u>

(1) For the period May 30, 2017 to December 31, 2017.

(2) For the period July 5, 2017 to December 31, 2017.

(3) For the period January 1, 2017 to July 17, 2017.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS				
	GREAT-WEST CORE BOND FUND		GREAT-WEST EMERGING MARKETS EQUITY FUND	GREAT-WEST GLOBAL BOND FUND	
	2018	2017	2018 (1)	2018	2017
INCREASE (DECREASE) IN NET ASSETS:					
OPERATIONS:					
Net investment income (loss)	\$ 2,516	\$ 1,443	\$ 20	\$ 4,383	\$ 267
Net realized gain (loss) on investments	478	(19)		1,557	131
Change in net unrealized appreciation (depreciation) on investments	<u>(4,162)</u>	<u>1,734</u>	<u>(56)</u>	<u>(11,155)</u>	<u>(177)</u>
Increase (decrease) in net assets resulting from operations	<u>(1,168)</u>	<u>3,158</u>	<u>(36)</u>	<u>(5,215)</u>	<u>221</u>
CONTRACT TRANSACTIONS:					
Purchase payments		3,103	3,140	347,819	22,388
Transfers for contract benefits and terminations				(753)	
Net transfers	27,389	5,044		(24)	
Contract charges					
Adjustments to net assets allocated to contracts in payout phase					
Increase (decrease) in net assets resulting from contract transactions	<u>27,389</u>	<u>8,147</u>	<u>3,140</u>	<u>347,042</u>	<u>22,388</u>
Total increase (decrease) in net assets	26,221	11,305	3,104	341,827	22,609
NET ASSETS:					
Beginning of period	<u>101,284</u>	<u>89,979</u>	<u>0</u>	<u>70,567</u>	<u>47,958</u>
End of period	<u>\$ 127,505</u>	<u>\$ 101,284</u>	<u>\$ 3,104</u>	<u>\$ 412,394</u>	<u>\$ 70,567</u>
CHANGES IN UNITS OUTSTANDING:					
Units issued	4,435	744	380	36,677	2,297
Units redeemed	<u>(1,773)</u>	<u>(2)</u>		<u>(752)</u>	
Net increase (decrease)	<u>2,662</u>	<u>742</u>	<u>380</u>	<u>35,925</u>	<u>2,297</u>

(1) For the period November 14, 2018 to December 31, 2018.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS				
	GREAT-WEST GOVERNMENT MONEY MARKET FUND		GREAT-WEST INFLATION- PROTECTED SECURITIES FUND	GREAT-WEST INTERNATIONAL GROWTH FUND	
	2018	2017	2018 (1)	2018	2017 (2)
INCREASE (DECREASE) IN NET ASSETS:					
OPERATIONS:					
Net investment income (loss)	\$ 18,082	\$ (2,334)	\$ 396	\$ (1,224)	\$ 19
Net realized gain (loss) on investments				14,509	539
Change in net unrealized appreciation (depreciation) on investments			(396)	(38,420)	2,076
Increase (decrease) in net assets resulting from operations	18,082	(2,334)	0	(25,135)	2,634
CONTRACT TRANSACTIONS:					
Purchase payments	2,798,807	2,036,280	13,213	129,491	12,095
Transfers for contract benefits and terminations	(241,447)	(1,544,372)		(775)	
Net transfers	(3,806,661)	(1,612,988)	(1)	(2,121)	4,455
Contract charges					
Adjustments to net assets allocated to contracts in payout phase					
Increase (decrease) in net assets resulting from contract transactions	(1,249,301)	(1,121,080)	13,212	126,595	16,550
Total increase (decrease) in net assets	(1,231,219)	(1,123,414)	13,212	101,460	19,184
NET ASSETS:					
Beginning of period	3,570,079	4,693,493	0	19,184	0
End of period	\$ 2,338,860	\$ 3,570,079	\$ 13,212	\$ 120,644	\$ 19,184
CHANGES IN UNITS OUTSTANDING:					
Units issued	911,201	505,332	1,338	11,764	1,727
Units redeemed	(1,038,060)	(621,626)		(269)	
Net increase (decrease)	(126,859)	(116,294)	1,338	11,495	1,727

(1) For the period November 7, 2018 to December 31, 2018.

(2) For the period March 8, 2017 to December 31, 2017.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	GREAT-WEST INTERNATIONAL INDEX FUND		GREAT-WEST INTERNATIONAL VALUE FUND		GREAT-WEST INVESCO SMALL CAP VALUE FUND	
	2018	2017	2018	2017	2018	2017
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ 8,782	\$ 7,278	\$ 1,499	\$ 309	\$ 3,890	\$ (925)
Net realized gain (loss) on investments	10,837	17,890	78,665	10,894	8,331	13,966
Change in net unrealized appreciation (depreciation) on investments	<u>(128,634)</u>	<u>82,181</u>	<u>(145,880)</u>	<u>41,667</u>	<u>(45,743)</u>	<u>(5,717)</u>
Increase (decrease) in net assets resulting from operations	<u>(109,015)</u>	<u>107,349</u>	<u>(65,716)</u>	<u>52,870</u>	<u>(33,522)</u>	<u>7,324</u>
CONTRACT TRANSACTIONS:						
Purchase payments	46,522	237,122	99,730	92,119	85,457	144,131
Transfers for contract benefits and terminations	(20,731)	(20,935)	(16,667)	(7,661)	(7,842)	
Net transfers	167,323	(128,177)	47,976	(11,023)	5,061	(13,757)
Contract charges						
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	<u>193,114</u>	<u>88,010</u>	<u>131,039</u>	<u>73,435</u>	<u>82,676</u>	<u>130,374</u>
Total increase (decrease) in net assets	84,099	195,359	65,323	126,305	49,154	137,698
NET ASSETS:						
Beginning of period	<u>583,520</u>	<u>388,161</u>	<u>307,726</u>	<u>181,421</u>	<u>146,943</u>	<u>9,245</u>
End of period	<u>\$ 667,619</u>	<u>\$ 583,520</u>	<u>\$ 373,049</u>	<u>\$ 307,726</u>	<u>\$ 196,097</u>	<u>\$ 146,943</u>
CHANGES IN UNITS OUTSTANDING:						
Units issued	17,622	21,835	12,460	8,642	8,005	14,062
Units redeemed	<u>(1,431)</u>	<u>(11,943)</u>	<u>(1,273)</u>	<u>(1,885)</u>	<u>(876)</u>	<u>(2,307)</u>
Net increase (decrease)	<u>16,191</u>	<u>9,892</u>	<u>11,187</u>	<u>6,757</u>	<u>7,129</u>	<u>11,755</u>

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	GREAT-WEST LARGE CAP GROWTH FUND		GREAT-WEST LIFETIME 2020 FUND		GREAT-WEST LIFETIME 2025 FUND	
	2018	2017	2018	2017	2018	2017
				(1)		
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ (1,799)	\$ 252	\$ 3,950	\$ 3,987	\$ 4,573	\$ 2,900
Net realized gain (loss) on investments	59,504	6,135	5,805	666	21,960	9,119
Change in net unrealized appreciation (depreciation) on investments	(72,882)	3,202	(24,851)	(3,077)	(60,094)	2,592
Increase (decrease) in net assets resulting from operations	(15,177)	9,589	(15,096)	1,576	(33,561)	14,611
CONTRACT TRANSACTIONS:						
Purchase payments	111,573	84,891	76,569	182,985	182,178	245,484
Transfers for contract benefits and terminations		(2,475)				
Net transfers	54,303	(38)	(5)		(13)	
Contract charges						
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	165,876	82,378	76,564	182,985	182,165	245,484
Total increase (decrease) in net assets	150,699	91,967	61,468	184,561	148,604	260,095
NET ASSETS:						
Beginning of period	116,224	24,257	184,561	0	333,313	73,218
End of period	\$ 266,923	\$ 116,224	\$ 246,029	\$ 184,561	\$ 481,917	\$ 333,313
CHANGES IN UNITS OUTSTANDING:						
Units issued	13,068	6,646	6,700	15,973	15,690	21,368
Units redeemed	(1,498)	(194)				
Net increase (decrease)	11,570	6,452	6,700	15,973	15,690	21,368

(1) For the period December 8, 2017 to December 31, 2017.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	GREAT-WEST LIFETIME 2030 FUND		GREAT-WEST LIFETIME 2035 FUND		GREAT-WEST LIFETIME 2040 FUND	
	2018	2017 (1)	2018	2017	2018	2017 (2)
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ 5,287	\$ 4,659	\$ 4,245	\$ 2,785	\$ 171	\$ 283
Net realized gain (loss) on investments	10,523	923	19,251	8,776	434	161
Change in net unrealized appreciation (depreciation) on investments	(42,840)	(2,933)	(48,816)	18,143	(1,685)	(208)
Increase (decrease) in net assets resulting from operations	(27,030)	2,649	(25,320)	29,704	(1,080)	236
CONTRACT TRANSACTIONS:						
Purchase payments	163,768	203,966	113,622			10,719
Transfers for contract benefits and terminations	(4,358)					
Net transfers	(11)		7,992			
Contract charges						
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	159,399	203,966	121,614	0	0	10,719
Total increase (decrease) in net assets	132,369	206,615	96,294	29,704	(1,080)	10,955
NET ASSETS:						
Beginning of period	206,615	0	194,098	164,394	10,955	0
End of period	\$ 338,984	\$ 206,615	\$ 290,392	\$ 194,098	\$ 9,875	\$ 10,955
CHANGES IN UNITS OUTSTANDING:						
Units issued	13,702	17,099	10,025			873
Units redeemed	(356)					
Net increase (decrease)	13,346	17,099	10,025	0	0	873

(1) For the period September 19, 2017 to December 31, 2017.
(2) For the period November 21, 2017 to December 31, 2017.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	GREAT-WEST LOOMIS SAYLES SMALL CAP VALUE FUND		GREAT-WEST MID CAP VALUE FUND		GREAT-WEST MODERATE PROFILE FUND CLASS L	
	2018	2017	2018	2017	2018	2017 (1)
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ (2,510)	\$ (2,305)	\$ 12,072	\$ 8,983	\$ 57,456	\$ 13,753
Net realized gain (loss) on investments	9,975	18,664	9,962	5,251	439,010	53,256
Change in net unrealized appreciation (depreciation) on investments	(42,612)	1,891	(64,413)	(1,219)	(1,339,514)	(16,293)
Increase (decrease) in net assets resulting from operations	(35,147)	18,250	(42,379)	13,015	(843,048)	50,716
CONTRACT TRANSACTIONS:						
Purchase payments	7,833	109,727	223,984	108,247	6,650,564	2,396,158
Transfers for contract benefits and terminations	(10,306)	(3,502)	(8,612)	(452)	(266,761)	(4,012)
Net transfers	(58,547)	(28,416)	9,990		2,099,165	74,550
Contract charges					(91,760)	(1,163)
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	(61,020)	77,809	225,362	107,795	8,391,208	2,465,533
Total increase (decrease) in net assets	(96,167)	96,059	182,983	120,810	7,548,160	2,516,249
NET ASSETS:						
Beginning of period	237,809	141,750	133,369	12,559	2,516,249	0
End of period	\$ 141,642	\$ 237,809	\$ 316,352	\$ 133,369	\$ 10,064,409	\$ 2,516,249
CHANGES IN UNITS OUTSTANDING:						
Units issued	661	9,785	18,665	9,356	817,602	236,031
Units redeemed	(5,986)	(2,465)	(669)	(127)	(34,030)	(509)
Net increase (decrease)	(5,325)	7,320	17,996	9,229	783,572	235,522

(1) For the period May 15, 2017 to December 31, 2017.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	GREAT-WEST MODERATE PROFILE FUND INVESTOR CLASS		GREAT-WEST MODERATE PROFILE I FUND	GREAT-WEST MODERATELY AGGRESSIVE PROFILE FUND		GREAT-WEST MODERATELY AGGRESSIVE PROFILE I FUND
	2018	2017 (1)	2017 (2)	2018	2017 (3)	2017 (2)
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ 94,079	\$ 59,641	\$ 5,423	\$ 31,746	\$ 21,491	\$ 4,743
Net realized gain (loss) on investments	318,009	169,794	161,136	109,956	33,109	(4,764)
Change in net unrealized appreciation (depreciation) on investments	<u>(774,382)</u>	<u>(44,112)</u>	<u>42,103</u>	<u>(256,374)</u>	<u>1,871</u>	<u>36,352</u>
Increase (decrease) in net assets resulting from operations	<u>(362,294)</u>	<u>185,323</u>	<u>208,662</u>	<u>(114,672)</u>	<u>56,471</u>	<u>36,331</u>
CONTRACT TRANSACTIONS:						
Purchase payments	961,276	236,912	1,816,413	265,674	587,271	160,685
Transfers for contract benefits and terminations	(87,911)	(103,208)	(12,846)			
Net transfers	221,068	3,902,194	(3,709,136)	(18)	541,511	(541,511)
Contract charges	(44,022)	(16,192)	(8,434)			
Adjustments to net assets allocated to contracts in payout phase	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Increase (decrease) in net assets resulting from contract transactions	<u>1,050,411</u>	<u>4,019,706</u>	<u>(1,914,003)</u>	<u>265,656</u>	<u>1,128,782</u>	<u>(380,826)</u>
Total increase (decrease) in net assets	688,117	4,205,029	(1,705,341)	150,984	1,185,253	(344,495)
NET ASSETS:						
Beginning of period	<u>4,205,029</u>	<u>0</u>	<u>1,705,341</u>	<u>1,185,253</u>	<u>0</u>	<u>344,495</u>
End of period	<u>\$ 4,893,146</u>	<u>\$ 4,205,029</u>	<u>\$ 0</u>	<u>\$ 1,336,237</u>	<u>\$ 1,185,253</u>	<u>\$ 0</u>
CHANGES IN UNITS OUTSTANDING:						
Units issued	125,456	404,301	185,656	24,661	108,604	15,133
Units redeemed	<u>(24,935)</u>	<u>(11,887)</u>	<u>(334,729)</u>	<u> </u>	<u> </u>	<u>(38,150)</u>
Net increase (decrease)	<u>100,521</u>	<u>392,414</u>	<u>(149,073)</u>	<u>24,661</u>	<u>108,604</u>	<u>(23,017)</u>

- (1) For the period May 26, 2017 to December 31, 2017.
(2) For the period January 1, 2017 to July 17, 2017.
(3) For the period July 11, 2017 to December 31, 2017.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS				
	GREAT-WEST MODERATELY CONSERVATIVE PROFILE FUND CLASS L		GREAT-WEST MODERATELY CONSERVATIVE PROFILE FUND INVESTOR CLASS		GREAT-WEST MODERATELY CONSERVATIVE PROFILE I FUND
	2018	2017 (1)	2018	2017 (2)	2017 (3)
INCREASE (DECREASE) IN NET ASSETS:					
OPERATIONS:					
Net investment income (loss)	\$ 21,244	\$ 6,635	\$ 9,463	\$ 4,055	\$ 1,688
Net realized gain (loss) on investments	65,541	9,514	24,447	7,010	10,456
Change in net unrealized appreciation (depreciation) on investments	<u>(193,993)</u>	<u>(947)</u>	<u>(69,629)</u>	<u>1,163</u>	<u>(2,022)</u>
Increase (decrease) in net assets resulting from operations	<u>(107,208)</u>	<u>15,202</u>	<u>(35,719)</u>	<u>12,228</u>	<u>10,122</u>
CONTRACT TRANSACTIONS:					
Purchase payments	1,374,149	463,372	257,590		109,999
Transfers for contract benefits and terminations	(126,977)	(3,426)		(484)	
Net transfers	(101,311)	184,987	(18)	316,416	(233,210)
Contract charges	(18,008)	(782)	(3,611)	(1,384)	(892)
Adjustments to net assets allocated to contracts in payout phase					
Increase (decrease) in net assets resulting from contract transactions	<u>1,127,853</u>	<u>644,151</u>	<u>253,961</u>	<u>314,548</u>	<u>(124,103)</u>
Total increase (decrease) in net assets	1,020,645	659,353	218,242	326,776	(113,981)
NET ASSETS:					
Beginning of period	<u>659,353</u>	<u>0</u>	<u>326,776</u>	<u>0</u>	<u>113,981</u>
End of period	<u>\$ 1,679,998</u>	<u>\$ 659,353</u>	<u>\$ 545,018</u>	<u>\$ 326,776</u>	<u>\$ 0</u>
CHANGES IN UNITS OUTSTANDING:					
Units issued	131,095	63,257	24,322	31,240	10,276
Units redeemed	<u>(23,638)</u>	<u>(424)</u>	<u>(348)</u>	<u>(181)</u>	<u>(21,068)</u>
Net increase (decrease)	<u>107,457</u>	<u>62,833</u>	<u>23,974</u>	<u>31,059</u>	<u>(10,792)</u>

(1) For the period May 30, 2017 to December 31, 2017.

(2) For the period May 19, 2017 to December 31, 2017.

(3) For the period January 1, 2017 to July 17, 2017.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	GREAT-WEST MULTI-SECTOR BOND FUND		GREAT-WEST PUTNAM EQUITY INCOME FUND		GREAT-WEST PUTNAM HIGH YIELD BOND FUND	
	2018	2017	2018	2017	2018	2017
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ 12,943	\$ 5,073	\$ 1,167	\$ (722)	\$ 37,994	\$ 21,949
Net realized gain (loss) on investments	7,599	413	40,977	22,810	389	5,552
Change in net unrealized appreciation (depreciation) on investments	(53,630)	16,969	(96,970)	6,135	(69,916)	(7,967)
Increase (decrease) in net assets resulting from operations	(33,088)	22,455	(54,826)	28,223	(31,533)	19,534
CONTRACT TRANSACTIONS:						
Purchase payments	271,293	255,151	213,229	208,771	150,431	258,292
Transfers for contract benefits and terminations	(18,945)	(15,897)	(9,912)	(4,420)	(13,691)	(6,915)
Net transfers	48,453	20,819	38,082	17,576	72,563	(105,009)
Contract charges						
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	300,801	260,073	241,399	221,927	209,303	146,368
Total increase (decrease) in net assets	267,713	282,528	186,573	250,150	177,770	165,902
NET ASSETS:						
Beginning of period	619,646	337,118	305,882	55,732	448,034	282,132
End of period	\$ 887,359	\$ 619,646	\$ 492,455	\$ 305,882	\$ 625,804	\$ 448,034
CHANGES IN UNITS OUTSTANDING:						
Units issued	32,366	26,271	28,030	23,490	20,437	24,881
Units redeemed	(4,170)	(1,960)	(8,355)	(4,533)	(1,465)	(9,187)
Net increase (decrease)	28,196	24,311	19,675	18,957	18,972	15,694

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	GREAT-WEST REAL ESTATE INDEX FUND		GREAT-WEST S&P 500® INDEX FUND		GREAT-WEST S&P MID CAP 400® INDEX FUND	
	2018	2017	2018	2017	2018	2017
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ 3,209	\$ (155)	\$ 6,290	\$ 12,863	\$ (3,783)	\$ (2,016)
Net realized gain (loss) on investments	5,037	8,555	927,070	257,692	164,926	90,324
Change in net unrealized appreciation (depreciation) on investments	<u>(25,276)</u>	<u>(4,191)</u>	<u>(1,505,503)</u>	<u>481,419</u>	<u>(461,713)</u>	<u>97,986</u>
Increase (decrease) in net assets resulting from operations	<u>(17,030)</u>	<u>4,209</u>	<u>(572,143)</u>	<u>751,974</u>	<u>(300,570)</u>	<u>186,294</u>
CONTRACT TRANSACTIONS:						
Purchase payments	40,596	105,004	2,025,053	2,135,311	505,328	817,341
Transfers for contract benefits and terminations	(5,225)	(3,612)	(162,306)	(162,949)	(55,120)	(33,718)
Net transfers	21,825	12,166	899,870	795,180	40,126	223,890
Contract charges						
Adjustments to net assets allocated to contracts in payout phase			<u>(2,909)</u>	<u>(4,630)</u>		
Increase (decrease) in net assets resulting from contract transactions	<u>57,196</u>	<u>113,558</u>	<u>2,759,708</u>	<u>2,762,912</u>	<u>490,334</u>	<u>1,007,513</u>
Total increase (decrease) in net assets	40,166	117,767	2,187,565	3,514,886	189,764	1,193,807
NET ASSETS:						
Beginning of period	<u>274,213</u>	<u>156,446</u>	<u>5,716,449</u>	<u>2,201,563</u>	<u>1,840,583</u>	<u>646,776</u>
End of period	<u>\$ 314,379</u>	<u>\$ 274,213</u>	<u>\$ 7,904,014</u>	<u>\$ 5,716,449</u>	<u>\$ 2,030,347</u>	<u>\$ 1,840,583</u>
CHANGES IN UNITS OUTSTANDING:						
Units issued	6,119	10,658	725,354	322,298	47,659	85,734
Units redeemed	<u>(573)</u>	<u>(318)</u>	<u>(508,687)</u>	<u>(94,324)</u>	<u>(7,589)</u>	<u>(3,036)</u>
Net increase (decrease)	<u>5,546</u>	<u>10,340</u>	<u>216,667</u>	<u>227,974</u>	<u>40,070</u>	<u>82,698</u>

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	GREAT-WEST S&P SMALL CAP 600@ INDEX FUND		GREAT-WEST SECUREFOUNDATION@ BALANCED FUND		GREAT-WEST SHORT DURATION BOND FUND	
	2018	2017	2018	2017	2018	2017
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ 7,269	\$ 13,773	\$ 185,394	\$ 102,593	\$ 15,107	\$ 5,645
Net realized gain (loss) on investments	239,401	132,084	976,536	301,140	(429)	92
Change in net unrealized appreciation (depreciation) on investments	(478,673)	15,115	(2,494,789)	715,673	(12,743)	1,240
Increase (decrease) in net assets resulting from operations	(232,003)	160,972	(1,332,859)	1,119,406	1,935	6,977
CONTRACT TRANSACTIONS:						
Purchase payments	487,251	611,990	7,714,890	3,947,704	4,443	296,896
Transfers for contract benefits and terminations	(61,034)	(53,323)	(477,843)	(334,315)	(22,417)	(76,902)
Net transfers	85,052	272,734	(387,634)		18,695	727,751
Contract charges			(197,389)	(93,421)		
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	511,269	831,401	6,652,024	3,519,968	721	947,745
Total increase (decrease) in net assets	279,266	992,373	5,319,165	4,639,374	2,656	954,722
NET ASSETS:						
Beginning of period	1,611,654	619,281	12,753,488	8,114,114	1,049,352	94,630
End of period	\$ 1,890,920	\$ 1,611,654	\$ 18,072,653	\$ 12,753,488	\$ 1,052,008	\$ 1,049,352
CHANGES IN UNITS OUTSTANDING:						
Units issued	46,385	68,220	706,817	359,352	2,368	97,914
Units redeemed	(6,786)	(4,414)	(147,378)	(41,231)	(2,295)	(7,880)
Net increase (decrease)	39,599	63,806	559,439	318,121	73	90,034

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS				
	GREAT-WEST SMALL CAP GROWTH FUND		GREAT-WEST STOCK INDEX FUND	GREAT-WEST T. ROWE PRICE MID CAP GROWTH FUND	
	2018	2017	2017	2018	2017
			(1)		
INCREASE (DECREASE) IN NET ASSETS:					
OPERATIONS:					
Net investment income (loss)	\$ 5,198	\$ (191)	\$ 4,436	\$ (4,568)	\$ (542)
Net realized gain (loss) on investments	19,873	1,518	33,205	56,421	22,496
Change in net unrealized appreciation (depreciation) on investments	<u>(43,513)</u>	<u>1,650</u>	<u>6,384</u>	<u>(90,047)</u>	<u>38,564</u>
Increase (decrease) in net assets resulting from operations	<u>(18,442)</u>	<u>2,977</u>	<u>44,025</u>	<u>(38,194)</u>	<u>60,518</u>
CONTRACT TRANSACTIONS:					
Purchase payments	53,256	7,306	95,366	311,017	95,491
Transfers for contract benefits and terminations	(1,476)	(5,016)	(1,572)	(27,845)	(10,739)
Net transfers	54,423		(464,451)	85,235	86,287
Contract charges					
Adjustments to net assets allocated to contracts in payout phase					
Increase (decrease) in net assets resulting from contract transactions	<u>106,203</u>	<u>2,290</u>	<u>(370,657)</u>	<u>368,407</u>	<u>171,039</u>
Total increase (decrease) in net assets	87,761	5,267	(326,632)	330,213	231,557
NET ASSETS:					
Beginning of period	<u>20,027</u>	<u>14,760</u>	<u>326,632</u>	<u>407,534</u>	<u>175,977</u>
End of period	<u>\$ 107,788</u>	<u>\$ 20,027</u>	<u>\$ 0</u>	<u>\$ 737,747</u>	<u>\$ 407,534</u>
CHANGES IN UNITS OUTSTANDING:					
Units issued	8,558	598	18,009	35,270	13,806
Units redeemed	<u>(1,601)</u>	<u>(424)</u>	<u>(38,390)</u>	<u>(6,606)</u>	<u>(1,698)</u>
Net increase (decrease)	<u>6,957</u>	<u>174</u>	<u>(20,381)</u>	<u>28,664</u>	<u>12,108</u>

(1) For the period January 1, 2017 to July 17, 2017.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	GREAT-WEST U.S. GOVERNMENT SECURITIES FUND		INVESCO V.I. GLOBAL REAL ESTATE FUND		INVESCO V.I. GROWTH & INCOME FUND	
	2018	2017	2018	2017	2018	2017
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ 11,502	\$ 4,265	\$ 1,148	\$ 440	\$ 8,593	\$ 5,523
Net realized gain (loss) on investments	(5,062)	95	626	770	63,475	25,003
Change in net unrealized appreciation (depreciation) on investments	(4,614)	1,322	(4,550)	1,876	(171,102)	29,646
Increase (decrease) in net assets resulting from operations	1,826	5,682	(2,776)	3,086	(99,034)	60,172
CONTRACT TRANSACTIONS:						
Purchase payments	1,152,391	147,055	8,602	2,500	103,142	170,563
Transfers for contract benefits and terminations	(11,919)	(41,664)	(4,264)	(1,971)	(16,503)	(34,467)
Net transfers	(729,093)	384,375	12,120	(11,763)	(7)	310,175
Contract charges						
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	411,379	489,766	16,458	(11,234)	86,632	446,271
Total increase (decrease) in net assets	413,205	495,448	13,682	(8,148)	(12,402)	506,443
NET ASSETS:						
Beginning of period	582,422	86,974	24,894	33,042	616,203	109,760
End of period	\$ 995,627	\$ 582,422	\$ 38,576	\$ 24,894	\$ 603,801	\$ 616,203
CHANGES IN UNITS OUTSTANDING:						
Units issued	148,290	50,469	1,598	252	8,464	33,560
Units redeemed	(107,106)	(3,850)	(398)	(1,350)	(996)	(1,805)
Net increase (decrease)	41,184	46,619	1,200	(1,098)	7,468	31,755

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	INVESCO V.I. INTERNATIONAL GROWTH FUND		INVESCO V.I. SMALL CAP EQUITY FUND		IVY VIP ENERGY FUND	
	2018	2017	2018	2017 (1)	2018	2017
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ 2,338	\$ 1,277	\$ (125)	\$ (83)	\$ (2,189)	\$ 19
Net realized gain (loss) on investments	1,397	68	738	458	(11,825)	(3,875)
Change in net unrealized appreciation (depreciation) on investments	<u>(31,670)</u>	<u>24,931</u>	<u>(2,286)</u>	<u>606</u>	<u>(56,246)</u>	<u>(4,442)</u>
Increase (decrease) in net assets resulting from operations	<u>(27,935)</u>	<u>26,276</u>	<u>(1,673)</u>	<u>981</u>	<u>(70,260)</u>	<u>(8,298)</u>
CONTRACT TRANSACTIONS:						
Purchase payments	12,813	22,828		9,287	95,352	101,043
Transfers for contract benefits and terminations	(1,055)	(426)			(3,508)	(1,741)
Net transfers	7,199	6,000			(14,541)	(16,288)
Contract charges						
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	<u>18,957</u>	<u>28,402</u>	<u>0</u>	<u>9,287</u>	<u>77,303</u>	<u>83,014</u>
Total increase (decrease) in net assets	(8,978)	54,678	(1,673)	10,268	7,043	74,716
NET ASSETS:						
Beginning of period	<u>162,879</u>	<u>108,201</u>	<u>10,268</u>	<u>0</u>	<u>118,028</u>	<u>43,312</u>
End of period	<u>\$ 153,901</u>	<u>\$ 162,879</u>	<u>\$ 8,595</u>	<u>\$ 10,268</u>	<u>\$ 125,071</u>	<u>\$ 118,028</u>
CHANGES IN UNITS OUTSTANDING:						
Units issued	1,701	2,678		940	9,940	9,992
Units redeemed	<u>(102)</u>	<u>(42)</u>			<u>(2,730)</u>	<u>(2,144)</u>
Net increase (decrease)	<u>1,599</u>	<u>2,636</u>	<u>0</u>	<u>940</u>	<u>7,210</u>	<u>7,848</u>

(1) For the period April 13, 2017 to December 31, 2017.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	JANUS HENDERSON VIT BALANCED PORTFOLIO		JANUS HENDERSON VIT ENTERPRISE PORTFOLIO		JANUS HENDERSON VIT FLEXIBLE BOND PORTFOLIO	
	2018	2017	2018	2017	2018	2017
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ 15,103	\$ 13,406	\$ (4,339)	\$ (103)	\$ 6,264	\$ 2,313
Net realized gain (loss) on investments	270,762	7,924	24,806	24,049	(3,697)	(57)
Change in net unrealized appreciation (depreciation) on investments	<u>(219,874)</u>	<u>196,291</u>	<u>(66,126)</u>	<u>7,838</u>	<u>(6,156)</u>	<u>834</u>
Increase (decrease) in net assets resulting from operations	<u>65,991</u>	<u>217,621</u>	<u>(45,659)</u>	<u>31,784</u>	<u>(3,589)</u>	<u>3,090</u>
CONTRACT TRANSACTIONS:						
Purchase payments	248,738	2,414,265	357,576	128,011	280,571	24,866
Transfers for contract benefits and terminations	(23,773)	(50,656)	(2,570)	(5,347)	(3,383)	(2,717)
Net transfers	(2,257,405)	82,861	114,940	(105,616)	53,825	10,054
Contract charges						
Adjustments to net assets allocated to contracts in payout phase	<u>(3,105)</u>	<u>(4,317)</u>				
Increase (decrease) in net assets resulting from contract transactions	<u>(2,035,545)</u>	<u>2,442,153</u>	<u>469,946</u>	<u>17,048</u>	<u>331,013</u>	<u>32,203</u>
Total increase (decrease) in net assets	(1,969,554)	2,659,774	424,287	48,832	327,424	35,293
NET ASSETS:						
Beginning of period	<u>3,039,116</u>	<u>379,342</u>	<u>166,957</u>	<u>118,125</u>	<u>180,103</u>	<u>144,810</u>
End of period	<u>\$ 1,069,562</u>	<u>\$ 3,039,116</u>	<u>\$ 591,244</u>	<u>\$ 166,957</u>	<u>\$ 507,527</u>	<u>\$ 180,103</u>
CHANGES IN UNITS OUTSTANDING:						
Units issued	39,270	221,452	35,015	11,907	39,077	3,289
Units redeemed	<u>(205,700)</u>	<u>(3,178)</u>	<u>(2,567)</u>	<u>(10,364)</u>	<u>(5,799)</u>	<u>(267)</u>
Net increase (decrease)	<u>(166,430)</u>	<u>218,274</u>	<u>32,448</u>	<u>1,543</u>	<u>33,278</u>	<u>3,022</u>

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	JANUS HENDERSON VIT OVERSEAS PORTFOLIO		JPMORGAN INSURANCE TRUST INCOME BUILDER PORTFOLIO	JPMORGAN INSURANCE TRUST SMALL CAP CORE PORTFOLIO	LORD ABBETT SERIES DEVELOPING GROWTH PORTFOLIO	
	2018	2017	2018 (1)	2018 (2)	2018	2017
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ 222	\$ 157	\$ (326)	\$ (15)	\$ (180)	\$ (135)
Net realized gain (loss) on investments	(239)	(297)	21	(1)	4,045	1
Change in net unrealized appreciation (depreciation) on investments	(10,396)	14,768	(1,655)	(881)	(2,746)	5,841
Increase (decrease) in net assets resulting from operations	(10,413)	14,628	(1,960)	(897)	1,119	5,707
CONTRACT TRANSACTIONS:						
Purchase payments	1		45,232	5,801		326
Transfers for contract benefits and terminations			(780)		(280)	
Net transfers			(561)			
Contract charges	(3)					
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	(2)	0	43,891	5,801	(280)	326
Total increase (decrease) in net assets	(10,415)	14,628	41,931	4,904	839	6,033
NET ASSETS:						
Beginning of period	64,543	49,915	0	0	25,391	19,358
End of period	\$ 54,128	\$ 64,543	\$ 41,931	\$ 4,904	\$ 26,230	\$ 25,391
CHANGES IN UNITS OUTSTANDING:						
Units issued			4,325	572		31
Units redeemed			(131)		(18)	
Net increase (decrease)	0	0	4,194	572	(18)	31

(1) For the period February 13, 2018 to December 31, 2018.

(2) For the period August 1, 2018 to December 31, 2018.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	MFS VIT II BLENDED RESEARCH CORE EQUITY PORTFOLIO		MFS VIT II TECHNOLOGY PORTFOLIO		MFS VIT III BLENDED RESEARCH SMALL CAP EQUITY PORTFOLIO	
	2018	2017	2018	2017	2018	2017
						(1)
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ 400	\$ 14	\$ (10,523)	\$ (3,254)	\$ (213)	\$ (42)
Net realized gain (loss) on investments	6,323	297	147,317	145,649	5,205	1
Change in net unrealized appreciation (depreciation) on investments	<u>(18,979)</u>	<u>1,996</u>	<u>(176,618)</u>	<u>74,747</u>	<u>(10,322)</u>	<u>1,347</u>
Increase (decrease) in net assets resulting from operations	<u>(12,256)</u>	<u>2,307</u>	<u>(39,824)</u>	<u>217,142</u>	<u>(5,330)</u>	<u>1,306</u>
CONTRACT TRANSACTIONS:						
Purchase payments	16,226		472,627	355,949	20,114	26,756
Transfers for contract benefits and terminations			(89,522)	(72,772)		
Net transfers	75,985		117,561	(306,158)	10,004	
Contract charges						
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	<u>92,211</u>	<u>0</u>	<u>500,666</u>	<u>(22,981)</u>	<u>30,118</u>	<u>26,756</u>
Total increase (decrease) in net assets	79,955	2,307	460,842	194,161	24,788	28,062
NET ASSETS:						
Beginning of period	<u>14,436</u>	<u>12,129</u>	<u>850,345</u>	<u>656,184</u>	<u>28,062</u>	<u>0</u>
End of period	<u>\$ 94,391</u>	<u>\$ 14,436</u>	<u>\$ 1,311,187</u>	<u>\$ 850,345</u>	<u>\$ 52,850</u>	<u>\$ 28,062</u>
CHANGES IN UNITS OUTSTANDING:						
Units issued	9,356		48,815	55,680	2,593	2,560
Units redeemed	<u>(2,093)</u>		<u>(18,367)</u>	<u>(59,012)</u>		
Net increase (decrease)	<u>7,263</u>	<u>0</u>	<u>30,448</u>	<u>(3,332)</u>	<u>2,593</u>	<u>2,560</u>

(1) For the period November 14, 2017 to December 31, 2017.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS				
	NEUBERGER BERMAN AMT SUSTAINABLE EQUITY PORTFOLIO		NVIT EMERGING MARKETS FUND		OPPENHEIMER INTERNATIONAL GROWTH FUND/VA
	2018	2017	2018	2017	2018 (1)
INCREASE (DECREASE) IN NET ASSETS:					
OPERATIONS:					
Net investment income (loss)	\$ (706)	\$ 15	\$ (58)	\$ (22)	\$ (365)
Net realized gain (loss) on investments	7,626	589	17	23	(143)
Change in net unrealized appreciation (depreciation) on investments	<u>(19,128)</u>	<u>1,921</u>	<u>(1,063)</u>	<u>1,659</u>	<u>(12,577)</u>
Increase (decrease) in net assets resulting from operations	<u>(12,208)</u>	<u>2,525</u>	<u>(1,104)</u>	<u>1,660</u>	<u>(13,085)</u>
CONTRACT TRANSACTIONS:					
Purchase payments	92,607	1			101,203
Transfers for contract benefits and terminations				(51)	(856)
Net transfers	29,966				29,993
Contract charges			(3)		
Adjustments to net assets allocated to contracts in payout phase					
Increase (decrease) in net assets resulting from contract transactions	<u>122,573</u>	<u>1</u>	<u>(3)</u>	<u>(51)</u>	<u>130,340</u>
Total increase (decrease) in net assets	110,365	2,526	(1,107)	1,609	117,255
NET ASSETS:					
Beginning of period	<u>16,700</u>	<u>14,174</u>	<u>5,852</u>	<u>4,243</u>	<u>0</u>
End of period	<u>\$ 127,065</u>	<u>\$ 16,700</u>	<u>\$ 4,745</u>	<u>\$ 5,852</u>	<u>\$ 117,255</u>
CHANGES IN UNITS OUTSTANDING:					
Units issued	9,830				13,622
Units redeemed				(4)	(391)
Net increase (decrease)	<u>9,830</u>	<u>0</u>	<u>0</u>	<u>(4)</u>	<u>13,231</u>

(1) For the period January 10, 2018 to December 31, 2018.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	OPPENHEIMER MAIN STREET SMALL CAP FUND/VA		PIMCO VIT COMMODITY REALRETURN STRATEGY PORTFOLIO		PIMCO VIT LONG TERM US GOVERNMENT PORTFOLIO	
	2018	2017	2018	2017	2018	2017
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ (3,125)	\$ (420)	\$ 594	\$ 3,219	\$ 434	\$ 365
Net realized gain (loss) on investments	27,037	10,758	(416)	(145)	(789)	(3,396)
Change in net unrealized appreciation (depreciation) on investments	(94,062)	(563)	(16,734)	(1,945)	(1,235)	5,871
Increase (decrease) in net assets resulting from operations	(70,150)	9,775	(16,556)	1,129	(1,590)	2,840
CONTRACT TRANSACTIONS:						
Purchase payments	341,561	92,208	79,148	15,862	10,343	19,789
Transfers for contract benefits and terminations	(6,582)	(9,377)	(1,158)	(828)	(8,541)	(7,644)
Net transfers	(4,363)	(23,534)	(5)		(41)	(15,079)
Contract charges						
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	330,616	59,297	77,985	15,034	1,761	(2,934)
Total increase (decrease) in net assets	260,466	69,072	61,429	16,163	171	(94)
NET ASSETS:						
Beginning of period	132,253	63,181	49,140	32,977	42,742	42,836
End of period	\$ 392,719	\$ 132,253	\$ 110,569	\$ 49,140	\$ 42,913	\$ 42,742
CHANGES IN UNITS OUTSTANDING:						
Units issued	33,356	8,955	9,220	1,862	1,082	2,078
Units redeemed	(6,608)	(3,720)	(175)	(139)	(903)	(2,409)
Net increase (decrease)	26,748	5,235	9,045	1,723	179	(331)

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS				
	PIMCO VIT LOW DURATION PORTFOLIO		PIMCO VIT REAL RETURN PORTFOLIO		PIMCO VIT SHORT TERM PORTFOLIO
	2018	2017	2018 (1)	2017 (2)	2018 (3)
INCREASE (DECREASE) IN NET ASSETS:					
OPERATIONS:					
Net investment income (loss)	\$ 4,384	\$ 2,537	\$ 8	\$ (1)	\$ 579
Net realized gain (loss) on investments	(1,427)	(1,109)		(152)	65
Change in net unrealized appreciation (depreciation) on investments	<u>(3,558)</u>	<u>1,127</u>	<u>(64)</u>	<u>159</u>	<u>(388)</u>
Increase (decrease) in net assets resulting from operations	<u>(601)</u>	<u>2,555</u>	<u>(56)</u>	<u>6</u>	<u>256</u>
CONTRACT TRANSACTIONS:					
Purchase payments	44,867		31,176		6,196
Transfers for contract benefits and terminations	(26,881)	(28,864)			
Net transfers	14,665	(7,924)	(2)	(7,810)	43,709
Contract charges					
Adjustments to net assets allocated to contracts in payout phase					
Increase (decrease) in net assets resulting from contract transactions	<u>32,651</u>	<u>(36,788)</u>	<u>31,174</u>	<u>(7,810)</u>	<u>49,905</u>
Total increase (decrease) in net assets	32,050	(34,233)	31,118	(7,804)	50,161
NET ASSETS:					
Beginning of period	<u>306,990</u>	<u>341,223</u>	<u>0</u>	<u>7,804</u>	<u>0</u>
End of period	<u>\$ 339,040</u>	<u>\$ 306,990</u>	<u>\$ 31,118</u>	<u>\$ 0</u>	<u>\$ 50,161</u>
CHANGES IN UNITS OUTSTANDING:					
Units issued	6,043		3,146		4,942
Units redeemed	<u>(2,578)</u>	<u>(3,540)</u>		<u>(779)</u>	<u>(84)</u>
Net increase (decrease)	<u>3,465</u>	<u>(3,540)</u>	<u>3,146</u>	<u>(779)</u>	<u>4,858</u>

(1) For the period August 6, 2018 to December 31, 2018.

(2) For the period January 1, 2017 to February 1, 2017.

(3) For the period April 20, 2018 to December 31, 2018.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	PIMCO VIT TOTAL RETURN PORTFOLIO		PUTNAM VT EQUITY INCOME FUND		PUTNAM VT GLOBAL ASSET ALLOCATION FUND	
	2018	2017	2018	2017 (1)	2018 (2)	2017 (3)
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ 9,264	\$ 5,393	\$ (341)	\$ (464)	\$ (95)	\$ (1)
Net realized gain (loss) on investments	4,449	(5,065)	2,994	22	(1)	294
Change in net unrealized appreciation (depreciation) on investments	<u>(17,194)</u>	<u>15,758</u>	<u>(8,935)</u>	<u>7,645</u>	<u>(2,414)</u>	<u>(255)</u>
Increase (decrease) in net assets resulting from operations	<u>(3,481)</u>	<u>16,086</u>	<u>(6,282)</u>	<u>7,203</u>	<u>(2,510)</u>	<u>38</u>
CONTRACT TRANSACTIONS:						
Purchase payments	246,387	67,585			76,621	
Transfers for contract benefits and terminations	(37,055)	(32,117)	(1)			
Net transfers	72,580	(92,786)		58,329	(5)	(8,222)
Contract charges						
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	<u>281,912</u>	<u>(57,318)</u>	<u>(1)</u>	<u>58,329</u>	<u>76,616</u>	<u>(8,222)</u>
Total increase (decrease) in net assets	278,431	(41,232)	(6,283)	65,532	74,106	(8,184)
NET ASSETS:						
Beginning of period	<u>400,565</u>	<u>441,797</u>	<u>65,532</u>	<u>0</u>	<u>0</u>	<u>8,184</u>
End of period	<u>\$ 678,996</u>	<u>\$ 400,565</u>	<u>\$ 59,249</u>	<u>\$ 65,532</u>	<u>\$ 74,106</u>	<u>\$ 0</u>
CHANGES IN UNITS OUTSTANDING:						
Units issued	34,474	8,015		5,807	7,051	
Units redeemed	<u>(7,468)</u>	<u>(12,643)</u>				<u>(813)</u>
Net increase (decrease)	<u>27,006</u>	<u>(4,628)</u>	<u>0</u>	<u>5,807</u>	<u>7,051</u>	<u>(813)</u>

- (1) For the period May 15, 2017 to December 31, 2017.
(2) For the period November 26, 2018 to December 31, 2018.
(3) For the period January 1, 2017 to January 4, 2017.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS				
	PUTNAM VT GLOBAL EQUITY FUND		PUTNAM VT GROWTH AND INCOME FUND	PUTNAM VT GROWTH OPPORTUNITIES FUND	
	2018	2017 (1)	2017 (2)	2018	2017
INCREASE (DECREASE) IN NET ASSETS:					
OPERATIONS:					
Net investment income (loss)	\$ (218)	\$ (24)	\$ 743	\$ (7,606)	\$ (1,378)
Net realized gain (loss) on investments	85	2	4,446	42,928	7,828
Change in net unrealized appreciation (depreciation) on investments	(4,268)	496	(3,028)	(51,708)	19,068
Increase (decrease) in net assets resulting from operations	(4,401)	474	2,161	(16,386)	25,518
CONTRACT TRANSACTIONS:					
Purchase payments	24,758	3,928	13,867	370,874	317,874
Transfers for contract benefits and terminations	(425)			(14,295)	(1,247)
Net transfers	83		(58,330)	32,508	(24,335)
Contract charges					
Adjustments to net assets allocated to contracts in payout phase					
Increase (decrease) in net assets resulting from contract transactions	24,416	3,928	(44,463)	389,087	292,292
Total increase (decrease) in net assets	20,015	4,402	(42,302)	372,701	317,810
NET ASSETS:					
Beginning of period	4,402	0	42,302	365,798	47,988
End of period	\$ 24,417	\$ 4,402	\$ 0	\$ 738,499	\$ 365,798
CHANGES IN UNITS OUTSTANDING:					
Units issued	2,103	382	1,307	33,435	26,049
Units redeemed	(36)		(5,425)	(5,422)	(2,694)
Net increase (decrease)	2,067	382	(4,118)	28,013	23,355

(1) For the period July 11, 2017 to December 31, 2017.

(2) For the period January 1, 2017 to May 15, 2017.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	PUTNAM VT INCOME FUND		PUTNAM VT INTERNATIONAL EQUITY FUND		PUTNAM VT INTERNATIONAL GROWTH FUND	
	2018	2017	2018	2017	2018	2017
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ 1,119	\$ 1,005	\$ 1,085	\$ (30)	\$ (121)	\$ 1,450
Net realized gain (loss) on investments	(369)	(25)	(4,426)	12	859	23,110
Change in net unrealized appreciation (depreciation) on investments	(1,207)	581	(21,311)	5,163	(2,724)	5,216
Increase (decrease) in net assets resulting from operations	(457)	1,561	(24,652)	5,145	(1,986)	29,776
CONTRACT TRANSACTIONS:						
Purchase payments	9,710	17,740				325
Transfers for contract benefits and terminations	(4,936)				(247)	
Net transfers	1,162	1,002	27,345	51,629		(176,527)
Contract charges						
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	5,936	18,742	27,345	51,629	(247)	(176,202)
Total increase (decrease) in net assets	5,479	20,303	2,693	56,774	(2,233)	(146,426)
NET ASSETS:						
Beginning of period	52,455	32,152	61,788	5,014	10,372	156,798
End of period	\$ 57,934	\$ 52,455	\$ 64,481	\$ 61,788	\$ 8,139	\$ 10,372
CHANGES IN UNITS OUTSTANDING:						
Units issued	1,077	1,846	18,289	5,006		133
Units redeemed	(483)		(16,811)		(21)	(12,612)
Net increase (decrease)	594	1,846	1,478	5,006	(21)	(12,479)

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS				
	PUTNAM VT INTERNATIONAL VALUE FUND	PUTNAM VT MORTGAGE SECURITIES FUND		PUTNAM VT MULTI-CAP CORE FUND	
	2018 (1)	2018	2017 (2)	2018	2017
INCREASE (DECREASE) IN NET ASSETS:					
OPERATIONS:					
Net investment income (loss)	\$ 75	\$ 1,155	\$ (62)	\$ (105)	\$ (60)
Net realized gain (loss) on investments	(6)	(24)		6,135	2,529
Change in net unrealized appreciation (depreciation) on investments	<u>(1,487)</u>	<u>(2,043)</u>	<u>17</u>	<u>(13,783)</u>	<u>6,652</u>
Increase (decrease) in net assets resulting from operations	<u>(1,418)</u>	<u>(912)</u>	<u>(45)</u>	<u>(7,753)</u>	<u>9,121</u>
CONTRACT TRANSACTIONS:					
Purchase payments	7,554	61,001	15,868	26,334	
Transfers for contract benefits and terminations				(1,858)	(459)
Net transfers	(1)	(4)		(2)	
Contract charges					
Adjustments to net assets allocated to contracts in payout phase					
Increase (decrease) in net assets resulting from contract transactions	<u>7,553</u>	<u>60,997</u>	<u>15,868</u>	<u>24,474</u>	<u>(459)</u>
Total increase (decrease) in net assets	6,135	60,085	15,823	16,721	8,662
NET ASSETS:					
Beginning of period	<u>0</u>	<u>15,823</u>	<u>0</u>	<u>51,521</u>	<u>42,859</u>
End of period	<u>\$ 6,135</u>	<u>\$ 75,908</u>	<u>\$ 15,823</u>	<u>\$ 68,242</u>	<u>\$ 51,521</u>
CHANGES IN UNITS OUTSTANDING:					
Units issued	2,320	6,272	1,608	1,991	
Units redeemed	<u>(1,703)</u>			<u>(142)</u>	<u>(41)</u>
Net increase (decrease)	<u>617</u>	<u>6,272</u>	<u>1,608</u>	<u>1,849</u>	<u>(41)</u>

(1) For the period March 8, 2018 to December 31, 2018.

(2) For the period September 5, 2017 to December 31, 2017.

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS					
	PUTNAM VT SMALL CAP GROWTH FUND		PUTNAM VT SMALL CAP VALUE FUND		T. ROWE PRICE BLUE CHIP GROWTH PORTFOLIO	
	2018	2017	2018	2017	2018	2017
INCREASE (DECREASE) IN NET ASSETS:						
OPERATIONS:						
Net investment income (loss)	\$ (230)	\$ (57)	\$ (1,085)	\$ 580	\$ (18,686)	\$ (5,447)
Net realized gain (loss) on investments	2,796	103	40,002	64,808	142,986	22,549
Change in net unrealized appreciation (depreciation) on investments	(5,682)	201	(66,910)	(52,615)	(313,408)	179,385
Increase (decrease) in net assets resulting from operations	(3,116)	247	(27,993)	12,773	(189,108)	196,487
CONTRACT TRANSACTIONS:						
Purchase payments	4,619	13,258	43,464	104,706	1,288,226	377,891
Transfers for contract benefits and terminations				(97,001)	(17,044)	(20,165)
Net transfers			(3)	(172,165)	652,718	343,932
Contract charges						
Adjustments to net assets allocated to contracts in payout phase						
Increase (decrease) in net assets resulting from contract transactions	4,619	13,258	43,461	(164,460)	1,923,900	701,658
Total increase (decrease) in net assets	1,503	13,505	15,468	(151,687)	1,734,792	898,145
NET ASSETS:						
Beginning of period	14,726	1,221	96,947	248,634	1,229,358	331,213
End of period	\$ 16,229	\$ 14,726	\$ 112,415	\$ 96,947	\$ 2,964,150	\$ 1,229,358
CHANGES IN UNITS OUTSTANDING:						
Units issued	388	1,201	3,681	14,247	135,861	56,833
Units redeemed				(27,355)	(7,263)	(2,621)
Net increase (decrease)	388	1,201	3,681	(13,108)	128,598	54,212

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

(Continued)

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

STATEMENT OF CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2018 AND 2017

	INVESTMENT DIVISIONS			
	T. ROWE PRICE HEALTH SCIENCES PORTFOLIO		VAN ECK VIP GLOBAL HARD ASSETS FUND	
	2018	2017	2018	2017
INCREASE (DECREASE) IN NET ASSETS:				
OPERATIONS:				
Net investment income (loss)	\$ (7,108)	\$ (2,722)	\$ (3,107)	\$ (1,821)
Net realized gain (loss) on investments	58,150	16,082	(102)	(391)
Change in net unrealized appreciation (depreciation) on investments	<u>(83,078)</u>	<u>47,910</u>	<u>(84,468)</u>	<u>(4,466)</u>
Increase (decrease) in net assets resulting from operations	<u>(32,036)</u>	<u>61,270</u>	<u>(87,677)</u>	<u>(6,678)</u>
CONTRACT TRANSACTIONS:				
Purchase payments	393,028	142,146	123,061	178,425
Transfers for contract benefits and terminations	(18,832)	(1,531)	(965)	
Net transfers	35,629	43,352	222	(17,567)
Contract charges				
Adjustments to net assets allocated to contracts in payout phase				
Increase (decrease) in net assets resulting from contract transactions	<u>409,825</u>	<u>183,967</u>	<u>122,318</u>	<u>160,858</u>
Total increase (decrease) in net assets	377,789	245,237	34,641	154,180
NET ASSETS:				
Beginning of period	<u>400,249</u>	<u>155,012</u>	<u>190,097</u>	<u>35,917</u>
End of period	<u>\$ 778,038</u>	<u>\$ 400,249</u>	<u>\$ 224,738</u>	<u>\$ 190,097</u>
CHANGES IN UNITS OUTSTANDING:				
Units issued	35,914	17,631	13,175	18,637
Units redeemed	<u>(4,231)</u>	<u>(670)</u>	<u>(122)</u>	<u>(2,737)</u>
Net increase (decrease)	<u>31,683</u>	<u>16,961</u>	<u>13,053</u>	<u>15,900</u>

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

(Concluded)

VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2018

1. ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

The Variable Annuity-2 Series Account (the Series Account), a separate account of Great-West Life & Annuity Insurance Company of New York (the Company), is registered as a unit investment trust under the Investment Company Act of 1940, as amended, and exists in accordance with regulations of the New York State Department of Financial Services. It was established to receive and invest premium payments under individual variable annuity policies issued by the Company. The Series Account consists of numerous investment divisions (Investment Divisions), each being treated as an individual accounting entity for financial reporting purposes, and each investing all of its investible assets in the named underlying mutual fund.

Under applicable insurance law, the assets and liabilities of each of the Investment Divisions of the Series Account are clearly identified and distinguished from the Company's other assets and liabilities. The portion of the Series Account's assets applicable to the reserves and other contract liabilities with respect to the Series Account is not chargeable with liabilities arising out of any other business the Company may conduct.

The preparation of financial statements and financial highlights of each of the Investment Divisions in conformity with accounting principles generally accepted in the United States of America (U.S. GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and financial highlights and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates. The Series Account is an investment company and, therefore, applies specialized accounting guidance in accordance with the Financial Accounting Standards Board (FASB) Accounting Standards Codification Topic 946 "Financial Services – Investment Companies" (ASC Topic 946). The following is a summary of the significant accounting policies of the Series Account.

Security Valuation

Mutual fund investments held by the Investment Divisions are valued at the reported net asset values of such underlying mutual funds, which value their investment securities at fair value.

The Series Account classifies its valuations into three levels based upon the observability of inputs to the valuation of the Series Account's investments. The valuation levels are not necessarily an indication of the risk or liquidity associated with the underlying investment. Classification is based on the lowest level of input significant to the fair value measurement. The three levels are defined as follows:

Level 1 – Unadjusted quoted prices for identical securities in active markets.

Level 2 – Inputs other than quoted prices included in Level 1 that are observable either directly or indirectly. These may include quoted prices for similar assets in active markets.

Level 3 – Unobservable inputs to the extent observable inputs are not available and may include prices obtained from single broker quotes. Unobservable inputs reflect the reporting entity's own assumptions and would be based on the best information available under the circumstances.

As of December 31, 2018, the only investments of each of the Investment Divisions of the Series Account were in underlying mutual funds that are actively traded, therefore 100% of the investments are valued using Level 1 inputs.

Fund of Funds Structure Risk

Since the Series Account invests directly in underlying funds, all risks associated with the eligible underlying funds apply to the Series Account. To the extent the Series Account invests more of its assets in one underlying fund than another, the Series Account will have greater exposure to the risks of the underlying fund.

Security Transactions and Investment Income

Transactions are recorded on the trade date. Realized gains and losses on sales of investments are determined on the basis of identified cost. Dividend income is recorded on the ex-dividend date and the amounts distributed to the Investment Division for its share of dividends are reinvested in additional full and fractional shares of the related mutual funds.

Contracts in the Payout Phase

Net assets of each Investment Division allocated to contracts in the payout phase are computed according to the 2000 Individual Annuitant Mortality Table. The assumed investment return is 4.5 percent. The mortality risk is fully borne by the Company and may result in additional amounts being transferred into the series annuity account by the Company to cover greater longevity of annuitants than expected. Conversely, if amounts allocated exceed amounts required, transfers may be made to the Company. Any adjustments to these amounts are reflected in Adjustments to net assets allocated to contracts in payout phase on the Statement of Changes in Net Assets of the applicable Investment Divisions.

Federal Income Taxes

The operations of each of the Investment Divisions of the Series Account are included in the federal income tax return of the Company, which is taxed as a life insurance company under the provisions of the Internal Revenue Code (IRC). The Company is included in the consolidated federal tax return of Great-West Lifeco U.S. Inc. Under the current provisions of the IRC, the Company does not expect to incur federal income taxes on the earnings of each of the Investment Divisions of the Series Account to the extent the earnings are credited under the contracts. Based on this, no charge is being made currently to the Series Account for federal income taxes. The Company will periodically review the status of the federal income tax policy in the event of changes in the tax law. A charge may be made in future years for any federal income taxes that would be attributable to the contracts.

Purchase Payments Received

Purchase payments received from contract owners by the Company are credited as accumulation units, and are reported as Contract Transactions on the Statement of Changes in Net Assets of the applicable Investment Divisions.

Net Transfers

Net transfers include transfers between Investment Divisions of the Series Account as well as transfers between other investment options of the Company, not included in the Series Account.

Application of Recent Accounting Pronouncements

In August 2018, the Financial Accounting Standards Board issued ASU No. 2018-13, "Fair-Value Measurement: Disclosure Framework - Changes to the Disclosure Requirements for Fair Value Measurement" (ASU No. 2018-13). ASU No. 2018-13 modifies the disclosure requirements on fair value measurements in Topic 820, Fair Value Measurement. The disclosure changes in ASU 2018-13 are effective for the first interim or annual period beginning after December 15, 2019. Early adoption is permitted for any eliminated or modified disclosures. Eliminated and modified disclosures have been adopted, and there was no impact to the financial statements.

2. PURCHASES AND SALES OF INVESTMENTS

The cost of purchases and proceeds from sales of investments for the year ended December 31, 2018 were as follows:

Investment Division	Purchases	Sales
Alger Capital Appreciation Portfolio	\$ 23,831	\$ 2,104
Alger Large Cap Growth Portfolio	17,902	1,526
Alger Mid Cap Growth Portfolio	8,556	1,203
Alger Small Cap Growth Portfolio	6,053	2,145
ALPS Alerian Energy Infrastructure Portfolio	61,544	5,339
ALPS Red Rocks Listed Private Equity Portfolio	198,274	54,365
American Century Investments VP Inflation Protection Fund	182,850	4,651
American Century Investments VP Mid Cap Value Fund	267,861	12,563
American Century Investments VP Value Fund	202,943	23,816
American Funds IS Global Growth and Income Fund	620,879	13,093
American Funds IS Growth Fund	246,033	786
American Funds IS Growth-Income Fund	422,864	1,195
American Funds IS International Fund	231,299	42,772
American Funds IS New World Fund	248,959	27,265
BlackRock Global Allocation VI Fund	345,785	23,146
BlackRock High Yield VI Fund	606,525	68,477
Clearbridge Variable Large Cap Growth Portfolio	314,522	3,259
Clearbridge Variable Mid Cap Portfolio	122,360	6,171
Clearbridge Variable Small Cap Growth Portfolio	515,987	38,496
Columbia Variable Portfolio - Seligman Global Technology Fund	41,431	7,449
Columbia Variable Portfolio - Strategic Income Fund	30,952	185
Delaware VIP Emerging Markets Series	402,766	128,436
Delaware VIP International Value Equity Series	55,139	15,000
Delaware VIP REIT Series	71,309	9,166
Delaware VIP Small Cap Value Series	427,579	245,999
Dimensional VA International Small Portfolio	28,499	93
Dimensional VA International Value Portfolio	27,215	93
Dimensional VA US Large Value Portfolio	114,643	1,993
Dimensional VA US Targeted Value Portfolio	5,862	58
Dreyfus IP Technology Growth Portfolio	4,648	1,143
Dreyfus Sustainable U.S. Equity Portfolio, Inc	1,292	97
Dreyfus VIF Growth and Income Portfolio	5,524	909
DWS Capital Growth VIP	9,109	9,352
Eaton Vance VT Floating-Rate Income Fund	225,439	8,893
Federated High Income Bond Fund II	255,915	6,683
Fidelity VIP Asset Manager Portfolio	8,365	3,720
Fidelity VIP Balanced Portfolio	1,342,362	12,980
Fidelity VIP Contrafund Portfolio	620	100
Fidelity VIP Government Money Market Portfolio	509	598
Fidelity VIP Growth Opportunities Portfolio	1,054	1,511
Fidelity VIP Growth Portfolio	2,134	497
Fidelity VIP High Income Portfolio	3,288	1,321
Fidelity VIP Index 500 Portfolio	2,729	10,156
Fidelity VIP International Capital Appreciation Portfolio	218,010	32,560

Investment Division	Purchases	Sales
Fidelity VIP Investment Grade Bond Portfolio	\$ 373	\$ 176
Fidelity VIP Overseas Portfolio	1,121	1,003
First Trust/Dow Jones Dividend & Income Allocation Portfolio	90,271	22,529
Franklin Income VIP Fund	297,869	36,907
Goldman Sachs VIT Multi-Strategy Alternatives Portfolio	54,194	3,516
Goldman Sachs VIT US Equity Insights Fund	207,485	53,080
Great-West Aggressive Profile Fund	172,761	13,473
Great-West Ariel Mid Cap Value Fund	16,703	952
Great-West Bond Index Fund	146,151	25,090
Great-West Conservative Profile Fund Class L	618,676	363,751
Great-West Conservative Profile Fund Investor Class	898,844	13,970
Great-West Core Bond Fund	48,449	18,543
Great-West Emerging Markets Equity Fund	3,165	4
Great-West Global Bond Fund	363,148	10,154
Great-West Government Money Market Fund	9,119,926	10,351,055
Great-West Inflation-Protected Securities Fund	13,630	20
Great-West International Growth Fund	143,519	4,093
Great-West International Index Fund	236,652	25,746
Great-West International Value Fund	228,674	19,968
Great-West Invesco Small Cap Value Fund	107,831	13,099
Great-West Large Cap Growth Fund	242,357	23,639
Great-West Lifetime 2020 Fund	88,852	2,444
Great-West Lifetime 2025 Fund	212,974	4,490
Great-West Lifetime 2030 Fund	182,374	7,193
Great-West Lifetime 2035 Fund	145,887	780
Great-West Lifetime 2040 Fund	741	131
Great-West Loomis Sayles Small Cap Value Fund	12,214	71,368
Great-West Mid Cap Value Fund	258,685	12,239
Great-West Moderate Profile Fund Class L	9,285,865	391,885
Great-West Moderate Profile Fund Investor Class	1,793,830	317,934
Great-West Moderately Aggressive Profile Fund	413,657	6,178
Great-West Moderately Conservative Profile Fund Class L	1,475,243	258,060
Great-West Moderately Conservative Profile Fund Investor Class	298,088	10,086
Great-West Multi-Sector Bond Fund	372,191	53,822
Great-West Putnam Equity Income Fund	384,080	108,463
Great-West Putnam High Yield Bond Fund	269,353	22,001
Great-West Real Estate Index Fund	75,534	9,049
Great-West S&P 500® Index Fund	9,643,290	6,242,418
Great-West S&P Mid Cap 400® Index Fund	754,511	130,626
Great-West S&P Small Cap 600® Index Fund	863,644	129,021
Great-West SecureFoundation® Balanced Fund	9,282,383	1,625,401
Great-West Short Duration Bond Fund	45,237	29,384
Great-West Small Cap Growth Fund	150,845	23,320
Great-West T. Rowe Price Mid Cap Growth Fund	497,617	92,015
Great-West U.S. Government Securities Fund	1,491,333	1,068,371
Invesco V.I. Global Real Estate Fund	22,731	4,620
Invesco V.I. Growth & Income Fund	179,894	20,156
Invesco V.I. International Growth Fund	24,404	1,867
Invesco V.I. Small Cap Equity Fund	730	125
Ivy VIP Energy Fund	95,557	20,435

Investment Division	Purchases	Sales
Janus Henderson VIT Balanced Portfolio	\$ 530,421	\$ 2,514,532
Janus Henderson VIT Enterprise Portfolio	526,758	41,057
Janus Henderson VIT Flexible Bond Portfolio	397,855	60,513
Janus Henderson VIT Overseas Portfolio	1,115	892
JPMorgan Insurance Trust Income Builder Portfolio	45,270	1,657
JPMorgan Insurance Trust Small Cap Core Portfolio	5,802	15
Lord Abbett Series Developing Growth Portfolio	3,916	459
MFS VIT II Blended Research Core Equity Portfolio	125,333	27,185
MFS VIT II Technology Portfolio	875,406	304,310
MFS VIT III Blended Research Small Cap Equity Portfolio	35,545	456
Neuberger Berman AMT Sustainable Equity Portfolio	130,479	980
NVIT Emerging Markets Fund	19	80
Oppenheimer International Growth Fund/VA	135,001	4,350
Oppenheimer Main Street Small Cap Fund/VA	422,279	65,065
Pimco VIT Commodity RealReturn Strategy Portfolio	80,642	2,050
Pimco VIT Long Term US Government Portfolio	11,457	9,060
Pimco VIT Low Duration Portfolio	65,645	28,597
Pimco VIT Real Return Portfolio	31,202	15
Pimco VIT Short Term Portfolio	51,477	928
Pimco VIT Total Return Portfolio	379,044	80,187
Putnam VT Equity Income Fund	3,376	793
Putnam VT Global Asset Allocation Fund	76,616	83
Putnam VT Global Equity Fund	24,912	710
Putnam VT Growth Opportunities Fund	470,123	56,510
Putnam VT Income Fund	12,678	5,619
Putnam VT International Equity Fund	211,756	183,325
Putnam VT International Growth Fund	811	368
Putnam VT International Value Fund	28,426	20,797
Putnam VT Mortgage Securities Fund	62,978	816
Putnam VT Multi-Cap Core Fund	32,821	2,631
Putnam VT Small Cap Growth Fund	7,426	229
Putnam VT Small Cap Value Fund	84,532	1,607
T. Rowe Price Blue Chip Growth Portfolio	2,129,137	123,544
T. Rowe Price Health Sciences Portfolio	506,683	56,786
Van Eck VIP Global Hard Assets Fund	123,283	4,054

3. EXPENSES AND RELATED PARTY TRANSACTIONS

Contract Maintenance Charges

The Company deducts from each participant account in the Varifund contract, an annual maintenance charge of \$30 on accounts under \$75,000, which is made directly to contract owner accounts through the redemption of units, for each contract. The maintenance charge, which is recorded as Contract charges in the accompanying Statement of Changes in Net Assets of the applicable Investment Divisions, is waived on certain contracts.

Transfer Fees

The Company deducts from each participant's account in the Varifund contract a fee of \$25 for each transfer between Investment Divisions in excess of 12 transfers in any calendar year. This charge is recorded as

Transfers for contract benefits and terminations on the Statement of Changes in Net Assets of the applicable Investment Divisions and may be waived under certain circumstances.

Charges Incurred for Surrenders

The Company deducts from each participant's account in the Varifund contract, a maximum fee of 6% and, in the SmartTrack II and SmartTrack II-5 Year contracts, a maximum fee of 7% of an amount withdrawn that is deemed to be premium in excess of the free withdrawal amount. This charge is recorded as Transfers for contract benefits and terminations on the Statement of Changes in Net Assets of the applicable Investment Divisions.

Deductions for Premium Taxes

The Company may deduct from each contribution any applicable premium tax, which currently ranges from 0% to 3.5%. This charge is netted with Purchase payments received on the Statement of Changes in Net Assets of the applicable Investment Divisions.

Deductions for Assumption of Mortality and Expense Risks and Administrative Charges

The Company assumes mortality and expense risks related to the operations of the Series Account. It deducts a daily charge from the unit value of each Investment Division of the Varifund contract equal to an effective annual rate of 1.25%; a daily charge from the unit value of each Investment Division of the SmartTrack II-5 Year contract equal to an effective annual rate of 1.20%; a daily charge from the unit value of each Investment Division of the SmartTrack contract equal to an effective annual rate of 0.25% or 0.45%; a daily charge from the unit value of each Investment Division of the SmartTrack Advisor contract equal to an effective annual rate of 0.20% or 0.40%; and a daily charge from the unit value of each Investment Division of the SmartTrack II contract equal to an effective annual rate of 1.00% or 1.20%, depending on if the death benefit option is chosen. In addition, an effective annual rate of 0.15% of each Investment Division is deducted as daily administration fees for Varifund contracts. These charges are recorded as Mortality and expense risk and Administrative charges, respectively, in the Statement of Operations of the applicable Investment Divisions.

Optional GLWB Rider Benefit Fee

The Company deducts a quarterly charge equal to a maximum annual rate of 1.50% from the covered fund value in SmartTrack and SmartTrack II annuity contracts and a quarterly charge equal to a maximum annual rate of 2.25% from the covered fund value in SmartTrack II-5 Year and SmartTrack Advisor contracts for the guaranteed lifetime withdrawal benefit rider if this option is chosen. Currently, this charge is 1.00% for SmartTrack contracts; 0.65% to 0.90% for SmartTrack II contracts, depending on the type of rider selected; 0.65% to 1.30% for SmartTrack II-5 Year contracts, depending on the type of rider selected; and 0.90% to 1.30% for SmartTrack Advisor contracts, depending on the type of rider selected. This charge is recorded as Contract charges on the Statement of Changes in Net Assets of the applicable Investment Division, if applicable.

Fund Facilitation Fee

The Company deducts from certain Investment Division assets in the SmartTrack Advisor and SmartTrack II-5 Year contracts, a daily charge equal to an effective annual rate of 0.35% for fund facilitation. These fees are recorded as Mortality and expense risk in the Statement of Operations of the applicable Investment Divisions.

Related Party Transactions

Great-West Funds, Inc., funds of which are underlying certain Investment Divisions, is a registered investment company affiliated with the Company. Great-West Capital Management, LLC (GWCM), a

wholly owned subsidiary of the Company, serves as investment adviser to Great-West Funds, Inc. Fees are assessed against the average daily net assets of the portfolios of Great-West Funds, Inc. to compensate GWCM for investment advisory services.

4. FINANCIAL HIGHLIGHTS

For each Investment Division, the accumulation units outstanding, net assets, investment income ratio, the range of lowest to highest expense ratio (excluding expenses of the underlying funds), total return and accumulation unit fair values for each year or period ended December 31 are included on the following pages. As the unit fair value for the Investment Divisions of the Series Account are presented as a range of minimum to maximum values, based on the product grouping representing the minimum and maximum expense ratio amounts, some unit values shown on the Statement of Assets and Liabilities which are calculated on an aggregated basis, may not be within the ranges presented. The unit values in the Financial Highlights are calculated based on the net assets and accumulation units outstanding as of December 31 of each year presented and may differ from the unit value reflected on the Statement of Assets and Liabilities due to rounding.

The Expense Ratios represent the annualized contract expenses of the respective Investment Divisions of the Series Account, consisting of mortality and expense charges, for each period indicated. The ratios include only those expenses that result in a direct reduction to unit values. Charges made directly to contract owner accounts through the redemption of units and expenses of the underlying fund have been excluded.

The Total Return amounts represent the total return for the periods indicated, including changes in the value of the underlying fund and expenses assessed through the reduction of unit values. These returns do not include any expenses assessed through the redemption of units. Investment Divisions with a date notation indicate the effective date that the investment option was available in the Series Account. The total returns are calculated for each 12-month period indicated or from the effective date through the end of the reporting period and are not annualized for periods less than one year. When a new Investment Division is added to the Series Account, the calculation of the total return begins on the day it is added even though it may not have had operations for all or some of the same period. Unit values and returns for bands or Investment Divisions that had no operations activity during the reporting period are not shown. As the total returns for the Investment Divisions of the Series Account are presented as a range of minimum to maximum values, based on the product grouping representing the minimum and maximum expense ratio amounts, some individual contract total returns are not within the ranges presented.

The Investment Income Ratio represents the dividends, excluding distributions of capital gains, received by the Investment Division from the underlying mutual fund divided by average net assets during the period. It is not annualized for periods less than one year. The ratio excludes those expenses, such as mortality and expense charges, that result in direct reductions in the unit values. The recognition of investment income by the Investment Division is affected by the timing of the declaration of dividends by the underlying fund in which the Investment Division invests.

**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

FINANCIAL HIGHLIGHTS

INVESTMENT DIVISIONS	At December 31			For the year or period ended December 31			
	Units (000s)	Unit Fair Value		Net Assets (000s)	Investment Income Ratio	Expense Ratio (lowest to highest)	Total Return
ALGER CAPITAL APPRECIATION PORTFOLIO							
2018	1	\$ 125.01	to \$ 125.01	\$ 134	0.08 %	1.40 % to 1.40 %	(1.50) % to (1.50) %
2017	1	\$ 126.94	to \$ 126.94	\$ 136	0.17 %	1.40 % to 1.40 %	29.27 % to 29.27 %
2016	1	\$ 98.18	to \$ 98.18	\$ 105	0.19 %	1.40 % to 1.40 %	(0.89) % to (0.89) %
2015	1	\$ 99.06	to \$ 99.06	\$ 106	0.08 %	1.40 % to 1.40 %	4.71 % to 4.71 %
2014	1	\$ 94.60	to \$ 94.60	\$ 101	0.10 %	1.40 % to 1.40 %	12.18 % to 12.18 %
ALGER LARGE CAP GROWTH PORTFOLIO							
2018	1	\$ 127.54	to \$ 127.54	\$ 96	0.00 %	1.40 % to 1.40 %	0.78 % to 0.78 %
2017	1	\$ 126.47	to \$ 126.47	\$ 96	0.00 %	1.40 % to 1.40 %	26.69 % to 26.69 %
2016	1	\$ 99.89	to \$ 99.89	\$ 76	0.00 %	1.40 % to 1.40 %	(2.20) % to (2.20) %
2015	1	\$ 102.14	to \$ 102.14	\$ 77	0.00 %	1.40 % to 1.40 %	0.30 % to 0.30 %
2014	1	\$ 101.84	to \$ 101.84	\$ 77	0.16 %	1.40 % to 1.40 %	9.45 % to 9.45 %
ALGER MID CAP GROWTH PORTFOLIO							
2018	1	\$ 82.03	to \$ 82.03	\$ 54	0.00 %	1.40 % to 1.40 %	(8.74) % to (8.74) %
2017	1	\$ 89.85	to \$ 89.85	\$ 60	0.00 %	1.40 % to 1.40 %	28.00 % to 28.00 %
2016	1	\$ 70.23	to \$ 70.23	\$ 47	0.00 %	1.40 % to 1.40 %	(0.43) % to (0.43) %
2015	1	\$ 70.53	to \$ 70.53	\$ 47	0.00 %	1.40 % to 1.40 %	(2.93) % to (2.93) %
2014	1	\$ 72.66	to \$ 72.66	\$ 49	0.00 %	1.40 % to 1.40 %	6.51 % to 6.51 %
ALGER SMALL CAP GROWTH PORTFOLIO							
2018	2	\$ 110.08	to \$ 11.70	\$ 138	0.00 %	1.20 % to 1.40 %	0.02 % to 0.22 %
2017	2	\$ 110.06	to \$ 11.68	\$ 138	0.00 %	1.20 % to 1.40 %	26.95 % to 27.20 %
2016	2	\$ 86.70	to \$ 9.18	\$ 109	0.00 %	1.20 % to 1.40 %	4.77 % to 4.97 %
2015	2	\$ 82.75	to \$ 8.75	\$ 104	0.00 %	1.20 % to 1.40 %	(4.66) % to (12.55) %
2014	1	\$ 86.80	to \$ 86.80	\$ 96	0.00 %	1.40 % to 1.40 %	(0.96) % to (0.96) %
ALPS ALERIAN ENERGY INFRASTRUCTURE PORTFOLIO (Effective date 04/22/2016)							
2018	22	\$ 9.53	to \$ 9.53	\$ 207	2.02 %	1.20 % to 1.20 %	(19.93) % to (19.93) %
2017	17	\$ 11.90	to \$ 11.90	\$ 203	2.06 %	1.20 % to 1.20 %	(2.02) % to (2.02) %
2016	4	\$ 12.15	to \$ 12.15	\$ 47	2.36 %	1.20 % to 1.20 %	21.50 % to 21.50 %
ALPS RED ROCKS LISTED PRIVATE EQUITY PORTFOLIO (Effective date 12/31/2014)							
2018	18	\$ 10.31	to \$ 10.89	\$ 183	5.85 %	0.20 % to 1.20 %	(13.58) % to (12.71) %
2017	7	\$ 11.93	to \$ 12.40	\$ 80	4.28 %	0.45 % to 1.20 %	23.47 % to 24.40 %
2016	0 *	\$ 9.66	to \$ 9.66	\$ 3	0.71 %	1.20 % to 1.20 %	6.69 % to 6.69 %
AMERICAN CENTURY INVESTMENTS VP INFLATION PROTECTION FUND (Effective date 10/21/2013)							
2018	23	\$ 9.93	to \$ 10.08	\$ 225	3.37 %	0.45 % to 1.20 %	(3.98) % to (3.25) %
2017	5	\$ 10.34	to \$ 10.42	\$ 56	2.42 %	0.45 % to 1.20 %	2.44 % to 3.21 %
2016	2	\$ 10.10	to \$ 10.10	\$ 19	0.44 %	1.20 % to 1.20 %	3.15 % to 3.15 %
AMERICAN CENTURY INVESTMENTS VP MID CAP VALUE FUND (Effective date 01/23/2012)							
2018	33	\$ 11.07	to \$ 19.42	\$ 376	1.27 %	0.25 % to 1.20 %	(14.00) % to (13.18) %
2017	14	\$ 12.88	to \$ 22.37	\$ 192	1.43 %	0.25 % to 1.20 %	10.15 % to 11.19 %
2016	2	\$ 11.69	to \$ 20.12	\$ 41	0.84 %	0.25 % to 1.20 %	21.25 % to 22.41 %
2015	1	\$ 16.43	to \$ 16.43	\$ 13	1.36 %	0.25 % to 0.25 %	(1.83) % to (1.83) %
2014	1	\$ 16.74	to \$ 16.74	\$ 23	0.55 %	0.25 % to 0.25 %	15.93 % to 15.93 %

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**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

FINANCIAL HIGHLIGHTS

INVESTMENT DIVISIONS	At December 31						For the year or period ended December 31					
	Units (000s)	Unit Fair Value				Net Assets (000s)	Investment Income Ratio	Expense Ratio (lowest to highest)			Total Return	
AMERICAN CENTURY INVESTMENTS VP VALUE FUND (Effective date 05/01/2015)												
2018	37	\$ 10.86	to \$ 9.81	\$ 399	1.62 %	0.20 %	to	1.20 %	(10.36) %	to	(9.45) %	
2017	22	\$ 12.11	to \$ 12.26	\$ 264	1.57 %	0.25 %	to	1.20 %	7.28 %	to	8.30 %	
2016	9	\$ 11.29	to \$ 11.28	\$ 100	0.89 %	0.45 %	to	1.20 %	18.85 %	to	19.74 %	
AMERICAN FUNDS IS GLOBAL GROWTH AND INCOME FUND (Effective date 04/28/2017)												
2018	54	\$ 10.13	to \$ 10.30	\$ 545	2.59 %	0.20 %	to	1.20 %	(10.97) %	to	(10.06) %	
2017	1	\$ 11.38	to \$ 11.38	\$ 16	2.92 %	1.20 %	to	1.20 %	13.78 %	to	13.78 %	
AMERICAN FUNDS IS GROWTH FUND (Effective date 04/30/2018)												
2018	24	\$ 9.41	to \$ 9.41	\$ 224	0.10 %	1.20 %	to	1.20 %	(5.85) %	to	(5.85) %	
AMERICAN FUNDS IS GROWTH-INCOME FUND (Effective date 04/30/2018)												
2018	40	\$ 9.43	to \$ 9.43	\$ 374	2.10 %	1.20 %	to	1.20 %	(5.66) %	to	(5.66) %	
AMERICAN FUNDS IS INTERNATIONAL FUND (Effective date 05/01/2015)												
2018	53	\$ 10.06	to \$ 11.38	\$ 538	1.69 %	0.20 %	to	1.20 %	(14.45) %	to	(13.58) %	
2017	39	\$ 11.76	to \$ 13.16	\$ 462	1.74 %	0.20 %	to	1.20 %	30.33 %	to	31.63 %	
2016	1	\$ 9.02	to \$ 8.96	\$ 12	0.65 %	0.45 %	to	1.20 %	1.99 %	to	2.76 %	
AMERICAN FUNDS IS NEW WORLD FUND (Effective date 04/22/2016)												
2018	22	\$ 11.02	to \$ 11.02	\$ 238	0.93 %	0.20 %	to	1.20 %	(15.28) %	to	(14.43) %	
2017	5	\$ 13.01	to \$ 13.01	\$ 59	1.27 %	1.20 %	to	1.20 %	27.53 %	to	27.53 %	
2016	1	\$ 10.20	to \$ 10.20	\$ 12	0.68 %	1.20 %	to	1.20 %	1.99 %	to	1.99 %	
BLACKROCK GLOBAL ALLOCATION VI FUND (Effective date 05/16/2014)												
2018	90	\$ 9.97	to \$ 10.78	\$ 910	1.02 %	0.25 %	to	1.20 %	(8.68) %	to	(7.81) %	
2017	65	\$ 10.92	to \$ 11.70	\$ 712	1.42 %	0.25 %	to	1.20 %	12.36 %	to	13.43 %	
2016	53	\$ 9.72	to \$ 10.31	\$ 517	1.14 %	0.25 %	to	1.20 %	2.56 %	to	3.54 %	
2015	10	\$ 9.93	to \$ 9.96	\$ 100	1.60 %	0.25 %	to	0.45 %	(1.44) %	to	(1.25) %	
2014	8	\$ 10.03	to \$ 10.03	\$ 83	2.12 %	1.20 %	to	1.20 %	0.27 %	to	0.27 %	
BLACKROCK HIGH YIELD VI FUND (Effective date 05/16/2014)												
2018	75	\$ 10.54	to \$ 10.36	\$ 795	5.28 %	0.20 %	to	1.20 %	(4.06) %	to	(3.13) %	
2017	28	\$ 10.98	to \$ 10.70	\$ 311	4.93 %	0.20 %	to	1.20 %	5.83 %	to	6.95 %	
2016	18	\$ 10.38	to \$ 10.65	\$ 186	4.86 %	0.25 %	to	1.20 %	11.47 %	to	12.53 %	
2015	10	\$ 9.31	to \$ 9.46	\$ 96	2.57 %	0.25 %	to	1.20 %	(6.89) %	to	(4.06) %	
CLEARBRIDGE VARIABLE LARGE CAP GROWTH PORTFOLIO (Effective date 04/28/2017)												
2018	28	\$ 11.21	to \$ 11.35	\$ 316	0.22 %	0.45 %	to	1.20 %	(1.42) %	to	(0.68) %	
2017	2	\$ 11.38	to \$ 11.38	\$ 27	0.14 %	1.20 %	to	1.20 %	13.75 %	to	13.75 %	
CLEARBRIDGE VARIABLE MID CAP PORTFOLIO (Effective date 04/28/2017)												
2018	11	\$ 9.22	to \$ 9.22	\$ 100	0.40 %	1.20 %	to	1.20 %	(13.84) %	to	(13.84) %	
CLEARBRIDGE VARIABLE SMALL CAP GROWTH PORTFOLIO (Effective date 05/01/2015)												
2018	39	\$ 12.12	to \$ 12.74	\$ 472	0.00 %	0.20 %	to	1.20 %	1.97 %	to	3.00 %	
2017	7	\$ 11.89	to \$ 12.37	\$ 82	0.00 %	0.20 %	to	1.20 %	22.44 %	to	23.66 %	
2016	2	\$ 9.71	to \$ 9.71	\$ 23	0.00 %	1.20 %	to	1.20 %	4.27 %	to	4.27 %	

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**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

FINANCIAL HIGHLIGHTS

INVESTMENT DIVISIONS	At December 31						For the year or period ended December 31							
	Units (000s)	Unit Fair Value				Net Assets (000s)	Investment Income Ratio	Expense Ratio (lowest to highest)		Total Return				
COLUMBIA VARIABLE PORTFOLIO - SELIGMAN GLOBAL TECHNOLOGY FUND (Effective date 03/11/2011)														
2018	15	\$	23.14	to \$	23.41	\$	349	0.00 %	1.25 %	to	1.40 %	(9.43) %	to	(9.30) %
2017	15	\$	25.55	to \$	25.81	\$	387	0.00 %	1.25 %	to	1.40 %	33.34 %	to	33.54 %
2016	15	\$	19.16	to \$	19.33	\$	295	0.00 %	1.25 %	to	1.40 %	17.73 %	to	17.91 %
2015	16	\$	16.27	to \$	16.39	\$	254	0.00 %	1.25 %	to	1.40 %	8.54 %	to	8.70 %
2014	16	\$	14.99	to \$	15.08	\$	242	0.00 %	1.25 %	to	1.40 %	23.68 %	to	23.91 %
COLUMBIA VARIABLE PORTFOLIO - STRATEGIC INCOME FUND (Effective date 04/30/2018)														
2018	3	\$	9.90	to \$	9.90	\$	30	3.23 %	1.20 %	to	1.20 %	(0.96) %	to	(0.96) %
DELAWARE VIP EMERGING MARKETS SERIES (Effective date 01/23/2012)														
2018	28	\$	11.18	to \$	11.89	\$	316	2.84 %	0.25 %	to	1.20 %	(17.03) %	to	(16.23) %
2017	8	\$	13.48	to \$	14.19	\$	109	0.23 %	0.25 %	to	1.20 %	38.56 %	to	39.88 %
2016	16	\$	9.73	to \$	10.05	\$	165	0.83 %	0.45 %	to	1.20 %	12.32 %	to	13.17 %
DELAWARE VIP INTERNATIONAL VALUE EQUITY SERIES (Effective date 04/22/2016)														
2018	4	\$	10.01	to \$	10.21	\$	45	2.90 %	0.45 %	to	1.20 %	(18.89) %	to	(18.27) %
2017	1	\$	12.50	to \$	12.50	\$	16	0.00 %	0.45 %	to	0.45 %	21.64 %	to	21.64 %
2016	1	\$	10.22	to \$	10.22	\$	8	0.00 %	1.20 %	to	1.20 %	2.22 %	to	2.22 %
DELAWARE VIP REIT SERIES (Effective date 01/23/2012)														
2018	17	\$	11.83	to \$	9.32	\$	167	1.70 %	0.20 %	to	1.20 %	(8.62) %	to	(7.75) %
2017	11	\$	12.94	to \$	10.11	\$	123	1.23 %	0.20 %	to	1.20 %	0.06 %	to	1.06 %
2016	11	\$	10.84	to \$	15.81	\$	122	0.66 %	0.45 %	to	1.20 %	4.35 %	to	5.14 %
2015	3	\$	12.40	to \$	10.38	\$	28	0.00 %	1.20 %	to	1.20 %	2.29 %	to	3.84 %
DELAWARE VIP SMALL CAP VALUE SERIES (Effective date 10/21/2013)														
2018	26	\$	10.78	to \$	9.25	\$	291	0.51 %	0.20 %	to	1.20 %	(17.94) %	to	(17.11) %
2017	15	\$	13.14	to \$	11.15	\$	203	0.57 %	0.20 %	to	1.20 %	10.43 %	to	11.53 %
2016	1	\$	11.90	to \$	11.90	\$	9	0.00 %	1.20 %	to	1.20 %	29.52 %	to	29.52 %
DIMENSIONAL VA INTERNATIONAL SMALL PORTFOLIO (Effective date 09/29/2017)														
2018	3	\$	8.34	to \$	8.34	\$	22	1.80 %	0.55 %	to	0.55 %	(20.21) %	to	(20.21) %
DIMENSIONAL VA INTERNATIONAL VALUE PORTFOLIO (Effective date 09/29/2017)														
2018	3	\$	8.67	to \$	8.67	\$	22	2.85 %	0.55 %	to	0.55 %	(17.55) %	to	(17.55) %
DIMENSIONAL VA US LARGE VALUE PORTFOLIO (Effective date 09/29/2017)														
2018	11	\$	9.40	to \$	9.40	\$	100	2.19 %	0.55 %	to	0.55 %	(12.60) %	to	(12.60) %
DIMENSIONAL VA US TARGETED VALUE PORTFOLIO (Effective date 12/29/2017)														
2018	1	\$	8.28	to \$	8.28	\$	5	0.98 %	1.55 %	to	1.55 %	(17.17) %	to	(17.17) %
DREYFUS IP TECHNOLOGY GROWTH PORTFOLIO (Effective date 01/23/2012)														
2018	5	\$	13.99	to \$	23.35	\$	78	0.00 %	0.25 %	to	1.20 %	(2.45) %	to	(1.52) %
2017	5	\$	14.34	to \$	23.71	\$	80	0.00 %	0.25 %	to	1.20 %	40.66 %	to	42.01 %
2016	5	\$	10.20	to \$	16.70	\$	57	0.00 %	0.25 %	to	1.20 %	3.15 %	to	4.13 %
2015	4	\$	11.58	to \$	16.04	\$	51	0.00 %	0.25 %	to	1.20 %	4.65 %	to	5.65 %
2014	4	\$	11.07	to \$	15.18	\$	45	0.00 %	0.25 %	to	1.20 %	5.33 %	to	6.30 %

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**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

FINANCIAL HIGHLIGHTS

INVESTMENT DIVISIONS	At December 31			For the year or period ended December 31			
	Units (000s)	Unit Fair Value		Net Assets (000s)	Investment Income Ratio	Expense Ratio (lowest to highest)	Total Return
DREYFUS SUSTAINABLE U.S. EQUITY PORTFOLIO, INC.							
2018	0 *	\$ 55.11	to \$ 55.11	\$ 6	1.74 %	1.40 % to 1.40 %	(5.71) % to (5.71) %
2017	0 *	\$ 58.48	to \$ 58.48	\$ 6	1.12 %	1.40 % to 1.40 %	13.73 % to 13.73 %
2016	0 *	\$ 51.39	to \$ 51.39	\$ 6	1.27 %	1.40 % to 1.40 %	8.84 % to 8.84 %
2015	0 *	\$ 47.21	to \$ 47.21	\$ 5	1.02 %	1.40 % to 1.40 %	(4.54) % to (4.54) %
2014	0 *	\$ 49.46	to \$ 49.46	\$ 5	1.03 %	1.40 % to 1.40 %	11.88 % to 11.88 %
DREYFUS VIF GROWTH AND INCOME PORTFOLIO							
2018	1	\$ 59.69	to \$ 59.69	\$ 51	0.81 %	1.40 % to 1.40 %	(6.02) % to (6.02) %
2017	1	\$ 63.50	to \$ 63.50	\$ 55	0.75 %	1.40 % to 1.40 %	18.05 % to 18.05 %
2016	1	\$ 53.80	to \$ 53.80	\$ 47	1.22 %	1.40 % to 1.40 %	8.51 % to 8.51 %
2015	1	\$ 49.58	to \$ 49.58	\$ 43	0.86 %	1.40 % to 1.40 %	0.17 % to 0.17 %
2014	1	\$ 49.50	to \$ 49.50	\$ 43	0.79 %	1.40 % to 1.40 %	8.55 % to 8.55 %
DWS CAPITAL GROWTH VIP (Effective date 01/23/2012)							
2018	6	\$ 12.10	to \$ 22.54	\$ 84	0.47 %	0.25 % to 1.20 %	(3.05) % to (2.12) %
2017	7	\$ 12.48	to \$ 23.02	\$ 94	0.62 %	0.25 % to 1.20 %	24.47 % to 25.66 %
2016	7	\$ 10.02	to \$ 18.32	\$ 95	0.43 %	0.25 % to 1.20 %	2.76 % to 3.74 %
2015	2	\$ 17.52	to \$ 17.66	\$ 43	0.13 %	0.25 % to 0.45 %	7.85 % to 8.06 %
2014	1	\$ 16.35	to \$ 16.35	\$ 13	0.00 %	0.25 % to 0.25 %	12.45 % to 12.45 %
EATON VANCE VT FLOATING-RATE INCOME FUND (Effective date 05/02/2016)							
2018	43	\$ 10.53	to \$ 10.29	\$ 450	3.81 %	0.20 % to 1.20 %	(1.27) % to (0.27) %
2017	24	\$ 10.66	to \$ 10.32	\$ 252	3.23 %	0.20 % to 1.20 %	2.19 % to 3.22 %
2016	12	\$ 10.43	to \$ 10.43	\$ 121	1.60 %	1.20 % to 1.20 %	4.34 % to 4.34 %
FEDERATED HIGH INCOME BOND FUND II (Effective date 04/28/2017)							
2018	32	\$ 9.74	to \$ 9.87	\$ 315	4.75 %	0.40 % to 1.20 %	(4.59) % to (3.82) %
2017	8	\$ 10.21	to \$ 10.21	\$ 87	0.00 %	1.20 % to 1.20 %	2.06 % to 2.06 %
FIDELITY VIP ASSET MANAGER PORTFOLIO							
2018	3	\$ 48.81	to \$ 51.01	\$ 157	1.71 %	1.25 % to 1.40 %	(6.67) % to (6.53) %
2017	3	\$ 52.30	to \$ 54.58	\$ 170	1.89 %	1.25 % to 1.40 %	12.52 % to 12.69 %
2016	3	\$ 46.48	to \$ 48.43	\$ 153	1.50 %	1.25 % to 1.40 %	1.64 % to 1.79 %
2015	3	\$ 45.73	to \$ 47.58	\$ 153	1.58 %	1.25 % to 1.40 %	(1.25) % to (1.10) %
2014	3	\$ 46.31	to \$ 48.11	\$ 157	1.47 %	1.25 % to 1.40 %	4.37 % to 4.52 %
FIDELITY VIP BALANCED PORTFOLIO (Effective date 04/28/2017)							
2018	135	\$ 10.20	to \$ 10.37	\$ 1,389	1.20 %	0.20 % to 1.20 %	(5.59) % to (4.64) %
2017	16	\$ 10.80	to \$ 10.80	\$ 174	0.67 %	1.20 % to 1.20 %	8.05 % to 8.05 %
FIDELITY VIP CONTRAFUND PORTFOLIO							
2018	0 *	\$ 77.69	to \$ 77.69	\$ 6	0.71 %	1.40 % to 1.40 %	(7.66) % to (7.66) %
2017	0 *	\$ 84.13	to \$ 84.13	\$ 7	1.01 %	1.40 % to 1.40 %	20.19 % to 20.19 %
2016	0 *	\$ 70.00	to \$ 70.00	\$ 6	0.83 %	1.40 % to 1.40 %	6.51 % to 6.51 %
2015	0 *	\$ 65.72	to \$ 65.72	\$ 5	1.04 %	1.40 % to 1.40 %	(0.73) % to (0.73) %
2014	0 *	\$ 66.21	to \$ 66.21	\$ 5	0.98 %	1.40 % to 1.40 %	10.41 % to 10.41 %

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**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

FINANCIAL HIGHLIGHTS

INVESTMENT DIVISIONS	At December 31					For the year or period ended December 31				
	Units (000s)	Unit Fair Value		Net Assets (000s)	Investment Income Ratio	Expense Ratio (lowest to highest)		Total Return		
FIDELITY VIP GOVERNMENT MONEY MARKET PORTFOLIO										
2018	2	\$ 14.49	to \$ 14.49	\$ 31	1.64 %	1.40 %	to 1.40 %	0.24 %	to 0.24 %	
2017	2	\$ 14.46	to \$ 14.46	\$ 31	0.67 %	1.40 %	to 1.40 %	(0.73) %	to (0.73) %	
2016	2	\$ 14.56	to \$ 14.56	\$ 32	0.20 %	1.40 %	to 1.40 %	(1.19) %	to (1.19) %	
2015	3	\$ 14.74	to \$ 15.22	\$ 39	0.03 %	1.25 %	to 1.40 %	(1.36) %	to (1.22) %	
2014	3	\$ 14.94	to \$ 15.41	\$ 41	0.01 %	1.25 %	to 1.40 %	(1.39) %	to (1.22) %	
FIDELITY VIP GROWTH OPPORTUNITIES PORTFOLIO										
2018	0 *	\$ 50.85	to \$ 50.85	\$ 17	0.12 %	1.40 %	to 1.40 %	10.89 %	to 10.89 %	
2017	0 *	\$ 45.86	to \$ 45.86	\$ 17	0.31 %	1.40 %	to 1.40 %	32.65 %	to 32.65 %	
2016	0 *	\$ 34.57	to \$ 34.57	\$ 13	0.33 %	1.40 %	to 1.40 %	(1.06) %	to (1.06) %	
2015	0 *	\$ 34.94	to \$ 34.94	\$ 15	0.18 %	1.40 %	to 1.40 %	4.14 %	to 4.14 %	
2014	0 *	\$ 33.55	to \$ 33.55	\$ 15	0.23 %	1.40 %	to 1.40 %	10.65 %	to 10.65 %	
FIDELITY VIP GROWTH PORTFOLIO										
2018	0 *	\$ 134.00	to \$ 134.00	\$ 14	0.24 %	1.40 %	to 1.40 %	(1.58) %	to (1.58) %	
2017	0 *	\$ 136.15	to \$ 136.15	\$ 15	0.22 %	1.40 %	to 1.40 %	33.26 %	to 33.26 %	
2016	0 *	\$ 102.16	to \$ 102.16	\$ 12	0.04 %	1.40 %	to 1.40 %	(0.60) %	to (0.60) %	
2015	0 *	\$ 102.78	to \$ 102.78	\$ 14	0.25 %	1.40 %	to 1.40 %	5.68 %	to 5.68 %	
2014	0 *	\$ 97.25	to \$ 97.25	\$ 16	0.16 %	1.40 %	to 1.40 %	9.75 %	to 9.75 %	
FIDELITY VIP HIGH INCOME PORTFOLIO										
2018	1	\$ 56.98	to \$ 56.98	\$ 56	5.59 %	1.40 %	to 1.40 %	(4.64) %	to (4.64) %	
2017	1	\$ 59.74	to \$ 59.74	\$ 59	5.35 %	1.40 %	to 1.40 %	5.45 %	to 5.45 %	
2016	1	\$ 56.66	to \$ 56.66	\$ 56	5.45 %	1.40 %	to 1.40 %	13.02 %	to 13.02 %	
2015	1	\$ 50.13	to \$ 50.13	\$ 50	6.55 %	1.40 %	to 1.40 %	(4.97) %	to (4.97) %	
2014	1	\$ 52.75	to \$ 52.75	\$ 53	5.49 %	1.40 %	to 1.40 %	(0.25) %	to (0.25) %	
FIDELITY VIP INDEX 500 PORTFOLIO										
2018	0 *	\$ 341.03	to \$ 341.03	\$ 103	1.88 %	1.40 %	to 1.40 %	(5.83) %	to (5.83) %	
2017	0 *	\$ 362.14	to \$ 362.14	\$ 118	1.82 %	1.40 %	to 1.40 %	20.02 %	to 20.02 %	
2016	0 *	\$ 301.74	to \$ 301.74	\$ 99	1.50 %	1.40 %	to 1.40 %	10.31 %	to 10.31 %	
2015	0 *	\$ 273.55	to \$ 273.55	\$ 90	1.79 %	1.40 %	to 1.40 %	(0.08) %	to (0.08) %	
2014	0 *	\$ 273.76	to \$ 273.76	\$ 126	1.67 %	1.40 %	to 1.40 %	11.99 %	to 11.99 %	
FIDELITY VIP INTERNATIONAL CAPITAL APPRECIATION PORTFOLIO (Effective date 04/28/2017)										
2018	19	\$ 10.05	to \$ 10.22	\$ 194	1.46 %	0.20 %	to 1.20 %	(14.03) %	to (13.15) %	
2017	3	\$ 11.69	to \$ 11.77	\$ 32	0.44 %	0.20 %	to 1.20 %	16.90 %	to 17.68 %	
FIDELITY VIP INVESTMENT GRADE BOND PORTFOLIO										
2018	0 *	\$ 32.34	to \$ 32.34	\$ 12	2.49 %	1.40 %	to 1.40 %	(1.92) %	to (1.92) %	
2017	0 *	\$ 32.96	to \$ 32.96	\$ 12	2.41 %	1.40 %	to 1.40 %	2.77 %	to 2.77 %	
2016	0 *	\$ 32.09	to \$ 32.09	\$ 12	2.37 %	1.40 %	to 1.40 %	3.29 %	to 3.29 %	
2015	0 *	\$ 31.07	to \$ 31.07	\$ 12	2.60 %	1.40 %	to 1.40 %	(1.98) %	to (1.98) %	
2014	0 *	\$ 31.69	to \$ 31.69	\$ 12	2.20 %	1.40 %	to 1.40 %	4.35 %	to 4.35 %	
FIDELITY VIP OVERSEAS PORTFOLIO										
2018	2	\$ 35.05	to \$ 35.05	\$ 62	1.58 %	1.40 %	to 1.40 %	(16.00) %	to (16.00) %	
2017	2	\$ 41.73	to \$ 41.73	\$ 73	1.45 %	1.40 %	to 1.40 %	28.48 %	to 28.48 %	
2016	2	\$ 32.48	to \$ 32.48	\$ 57	1.47 %	1.40 %	to 1.40 %	(6.38) %	to (6.38) %	
2015	2	\$ 34.69	to \$ 34.69	\$ 61	1.36 %	1.40 %	to 1.40 %	2.19 %	to 2.19 %	
2014	2	\$ 33.95	to \$ 33.95	\$ 60	1.36 %	1.40 %	to 1.40 %	(9.35) %	to (9.35) %	
FIRST TRUST/DOW JONES DIVIDEND & INCOME ALLOCATION PORTFOLIO (Effective date 04/28/2017)										
2018	7	\$ 10.17	to \$ 10.17	\$ 73	2.37 %	1.20 %	to 1.20 %	(6.06) %	to (6.06) %	
2017	1	\$ 10.82	to \$ 10.82	\$ 8	1.26 %	1.20 %	to 1.20 %	8.27 %	to 8.27 %	

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FINANCIAL HIGHLIGHTS

INVESTMENT DIVISIONS	At December 31					For the year or period ended December 31						
	Units (000s)	Unit Fair Value			Net Assets (000s)	Investment Income Ratio	Expense Ratio (lowest to highest)		Total Return			
FRANKLIN INCOME VIP FUND												
(Effective date 12/31/2014)												
2018	77	\$	10.67	to \$	10.67	\$	823	4.87 %	1.20 %	to 1.20 %	(5.56) %	to (5.56) %
2017	57	\$	11.30	to \$	11.30	\$	641	3.54 %	1.20 %	to 1.20 %	8.25 %	to 8.25 %
2016	28	\$	10.44	to \$	10.21	\$	284	4.70 %	0.45 %	to 1.20 %	12.51 %	to 13.35 %
2015	3	\$	9.28	to \$	9.28	\$	26	0.00 %	1.20 %	to 1.20 %	(7.21) %	to (7.21) %
GOLDMAN SACHS VIT MULTI-STRATEGY ALTERNATIVES PORTFOLIO												
(Effective date 12/31/2014)												
2018	10	\$	8.84	to \$	9.73	\$	87	2.73 %	0.20 %	to 1.20 %	(8.21) %	to (7.28) %
2017	5	\$	9.63	to \$	9.88	\$	44	2.05 %	0.25 %	to 1.20 %	3.90 %	to 4.88 %
2016	4	\$	9.27	to \$	9.42	\$	41	0.79 %	0.25 %	to 1.20 %	(0.92) %	to 0.02 %
2015	4	\$	9.35	to \$	9.42	\$	36	1.89 %	0.25 %	to 1.20 %	(6.46) %	to (5.81) %
GOLDMAN SACHS VIT US EQUITY INSIGHTS FUND												
(Effective date 04/22/2016)												
2018	10	\$	12.20	to \$	12.20	\$	121	2.94 %	1.20 %	to 1.20 %	(7.48) %	to (7.48) %
2017	0 *	\$	13.18	to \$	13.18	\$	5	1.09 %	1.20 %	to 1.20 %	22.32 %	to 22.32 %
GREAT-WEST AGGRESSIVE PROFILE FUND												
(Effective date 04/28/2017)												
2018	18	\$	9.90	to \$	9.90	\$	183	2.68 %	1.20 %	to 1.20 %	(11.48) %	to (11.48) %
2017	7	\$	11.19	to \$	11.19	\$	76	2.64 %	1.20 %	to 1.20 %	11.89 %	to 11.89 %
GREAT-WEST ARIEL MID CAP VALUE FUND												
(Effective date 01/23/2012)												
2018	5	\$	11.40	to \$	9.62	\$	49	0.69 %	1.20 %	to 1.20 %	(15.43) %	to (15.43) %
2017	4	\$	13.49	to \$	11.37	\$	42	2.39 %	1.20 %	to 1.20 %	13.64 %	to 13.64 %
2016	4	\$	11.87	to \$	10.01	\$	37	0.97 %	1.20 %	to 1.20 %	11.70 %	to 11.70 %
2015	1	\$	10.62	to \$	16.48	\$	9	0.85 %	0.25 %	to 1.20 %	(7.21) %	to (6.33) %
2014	0 *	\$	17.59	to \$	17.59	\$	8	0.61 %	0.25 %	to 0.25 %	7.52 %	to 7.52 %
GREAT-WEST BOND INDEX FUND												
(Effective date 01/23/2012)												
2018	28	\$	10.08	to \$	10.22	\$	300	1.38 %	0.20 %	to 1.20 %	(1.60) %	to (0.61) %
2017	17	\$	10.25	to \$	11.15	\$	184	0.86 %	0.25 %	to 1.20 %	1.83 %	to 2.79 %
2016	17	\$	10.07	to \$	10.84	\$	182	0.95 %	0.25 %	to 1.20 %	0.73 %	to 1.69 %
2015	9	\$	9.99	to \$	10.66	\$	97	0.42 %	0.25 %	to 1.20 %	(0.08) %	to (0.02) %
GREAT-WEST CONSERVATIVE PROFILE FUND CLASS L												
(Effective date 04/28/2017)												
2018	79	\$	9.86	to \$	9.86	\$	783	2.37 %	1.20 %	to 1.20 %	(4.47) %	to (4.47) %
2017	57	\$	10.33	to \$	10.33	\$	588	0.98 %	1.20 %	to 1.20 %	3.25 %	to 3.25 %
GREAT-WEST CONSERVATIVE PROFILE FUND INVESTOR CLASS												
(Effective date 04/28/2017)												
2018	152	\$	9.89	to \$	10.05	\$	1,513	3.04 %	0.25 %	to 1.20 %	(4.31) %	to (3.39) %
2017	73	\$	10.34	to \$	10.41	\$	758	1.16 %	0.25 %	to 1.20 %	3.41 %	to 4.07 %
GREAT-WEST CORE BOND FUND												
(Effective date 01/23/2012)												
2018	12	\$	11.37	to \$	10.22	\$	128	2.49 %	0.20 %	to 0.25 %	(1.46) %	to (1.40) %
2017	9	\$	10.45	to \$	10.37	\$	101	1.93 %	0.20 %	to 1.20 %	2.66 %	to 3.68 %
2016	8	\$	10.18	to \$	11.13	\$	90	2.33 %	0.25 %	to 1.20 %	3.46 %	to 4.44 %
2015	7	\$	9.84	to \$	10.66	\$	73	2.00 %	0.25 %	to 1.20 %	(1.62) %	to (1.41) %
GREAT-WEST EMERGING MARKETS EQUITY FUND												
(Effective date 04/30/2018)												
2018	0 *	\$	8.18	to \$	8.18	\$	3	0.80 %	1.20 %	to 1.20 %	(18.21) %	to (18.21) %

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FINANCIAL HIGHLIGHTS

INVESTMENT DIVISIONS	At December 31					For the year or period ended December 31					
	Units (000s)	Unit Fair Value		Net Assets (000s)		Investment Income Ratio	Expense Ratio (lowest to highest)		Total Return		
GREAT-WEST GLOBAL BOND FUND											
(Effective date 10/21/2013)											
2018	43	\$	9.54	to	\$	9.54	\$	412	2.92 %	1.20 % to 1.20 %	(1.47) % to (1.47) %
2017	7	\$	9.69	to	\$	9.69	\$	71	1.63 %	1.20 % to 1.20 %	0.74 % to 0.74 %
2016	5	\$	9.62	to	\$	9.62	\$	48	0.00 %	1.20 % to 1.20 %	1.75 % to 1.75 %
GREAT-WEST GOVERNMENT MONEY MARKET FUND											
(Effective date 01/23/2012)											
2018	234	\$	9.57	to	\$	10.14	\$	2,339	1.42 %	0.20 % to 1.20 %	0.18 % to 1.18 %
2017	361	\$	9.55	to	\$	10.02	\$	3,570	0.33 %	0.20 % to 1.20 %	(0.78) % to 0.21 %
2016	478	\$	9.83	to	\$	9.88	\$	4,693	0.00 %	0.25 % to 1.20 %	(1.20) % to (0.25) %
2015	290	\$	9.95	to	\$	9.90	\$	2,874	0.00 %	0.25 % to 1.20 %	(0.55) % to (0.25) %
2014	300	\$	9.87	to	\$	9.93	\$	2,979	0.00 %	0.25 % to 0.45 %	(0.40) % to (0.20) %
GREAT-WEST INFLATION-PROTECTED SECURITIES FUND											
(Effective date 04/30/2018)											
2018	1	\$	9.88	to	\$	9.88	\$	13	3.41 %	1.20 % to 1.20 %	(1.22) % to (1.22) %
GREAT-WEST INTERNATIONAL GROWTH FUND											
(Effective date 10/21/2013)											
2018	13	\$	9.12	to	\$	9.12	\$	121	0.00 %	1.20 % to 1.20 %	(17.87) % to (17.87) %
2017	2	\$	11.11	to	\$	11.11	\$	19	1.09 %	1.20 % to 1.20 %	25.11 % to 25.11 %
GREAT-WEST INTERNATIONAL INDEX FUND											
(Effective date 01/23/2012)											
2018	61	\$	9.40	to	\$	10.69	\$	668	1.90 %	0.20 % to 1.20 %	(14.87) % to (14.01) %
2017	45	\$	11.05	to	\$	15.51	\$	584	1.76 %	0.25 % to 1.20 %	23.14 % to 24.31 %
2016	35	\$	8.97	to	\$	12.47	\$	388	2.10 %	0.25 % to 1.20 %	(0.55) % to 0.40 %
2015	25	\$	9.02	to	\$	12.42	\$	303	0.98 %	0.25 % to 1.20 %	(9.80) % to (1.33) %
2014	22	\$	12.52	to	\$	12.52	\$	269	5.52 %	0.45 % to 0.45 %	(6.57) % to (6.57) %
GREAT-WEST INTERNATIONAL VALUE FUND											
(Effective date 01/23/2012)											
2018	35	\$	10.34	to	\$	14.98	\$	373	1.50 %	0.25 % to 1.20 %	(16.59) % to (15.79) %
2017	24	\$	12.39	to	\$	17.78	\$	308	1.12 %	0.25 % to 1.20 %	24.97 % to 26.16 %
2016	17	\$	9.92	to	\$	14.10	\$	181	1.18 %	0.25 % to 1.20 %	2.65 % to 3.62 %
2015	3	\$	9.66	to	\$	13.60	\$	43	1.04 %	0.25 % to 1.20 %	(3.39) % to 6.19 %
2014	0 *	\$	12.81	to	\$	12.81	\$	0 *	0.00 %	0.25 % to 0.25 %	0.71 % to 0.71 %
GREAT-WEST INVESCO SMALL CAP VALUE FUND											
(Effective date 12/31/2014)											
2018	20	\$	9.92	to	\$	10.33	\$	196	2.91 %	0.25 % to 1.20 %	(14.89) % to (14.06) %
2017	13	\$	11.65	to	\$	12.02	\$	147	0.28 %	0.25 % to 1.20 %	5.54 % to 6.54 %
2016	1	\$	11.04	to	\$	11.04	\$	9	0.00 %	1.20 % to 1.20 %	22.11 % to 22.11 %
GREAT-WEST LARGE CAP GROWTH FUND											
(Effective date 04/22/2016)											
2018	20	\$	13.05	to	\$	12.96	\$	267	0.29 %	0.20 % to 1.20 %	(1.15) % to (0.15) %
2017	9	\$	13.20	to	\$	12.98	\$	116	1.58 %	0.20 % to 1.20 %	28.51 % to 29.79 %
2016	2	\$	10.27	to	\$	10.27	\$	24	0.00 %	1.20 % to 1.20 %	2.73 % to 2.73 %
GREAT-WEST LIFETIME 2020 FUND											
(Effective date 04/29/2016)											
2018	23	\$	10.85	to	\$	10.85	\$	246	3.14 %	1.20 % to 1.20 %	(6.08) % to (6.08) %
2017	16	\$	11.55	to	\$	11.55	\$	185	2.24 %	1.20 % to 1.20 %	11.10 % to 11.10 %

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FINANCIAL HIGHLIGHTS

INVESTMENT DIVISIONS	At December 31					For the year or period ended December 31				
	Units (000s)	Unit Fair Value		Net Assets (000s)		Investment Income Ratio	Expense Ratio (lowest to highest)		Total Return	
GREAT-WEST LIFETIME 2025 FUND (Effective date 04/22/2016)										
2018	44	\$ 10.93	to \$ 10.93	\$ 482	2.42 %	1.20 %	to 1.20 %	(6.86) %	to (6.86) %	
2017	28	\$ 11.73	to \$ 11.73	\$ 333	3.47 %	1.20 %	to 1.20 %	12.78 %	to 12.78 %	
2016	7	\$ 10.40	to \$ 10.40	\$ 73	1.15 %	1.20 %	to 1.20 %	4.04 %	to 4.04 %	
GREAT-WEST LIFETIME 2030 FUND (Effective date 04/29/2016)										
2018	30	\$ 11.13	to \$ 11.13	\$ 339	3.43 %	1.20 %	to 1.20 %	(7.85) %	to (7.85) %	
2017	17	\$ 12.08	to \$ 12.08	\$ 207	8.87 %	1.20 %	to 1.20 %	14.79 %	to 14.79 %	
GREAT-WEST LIFETIME 2035 FUND (Effective date 04/22/2016)										
2018	26	\$ 11.17	to \$ 11.46	\$ 290	1.64 %	0.25 %	to 1.20 %	(8.97) %	to (8.10) %	
2017	16	\$ 12.47	to \$ 12.47	\$ 194	1.80 %	0.25 %	to 0.25 %	18.07 %	to 18.07 %	
2016	16	\$ 10.56	to \$ 10.56	\$ 164	1.18 %	0.25 %	to 0.25 %	5.63 %	to 5.63 %	
GREAT-WEST LIFETIME 2040 FUND (Effective date 04/29/2016)										
2018	1	\$ 11.31	to \$ 11.31	\$ 10	2.77 %	1.20 %	to 1.20 %	(9.85) %	to (9.85) %	
2017	1	\$ 12.55	to \$ 12.55	\$ 11	2.73 %	1.20 %	to 1.20 %	18.11 %	to 18.11 %	
GREAT-WEST LOOMIS SAYLES SMALL CAP VALUE FUND (Effective date 01/23/2012)										
2018	13	\$ 10.25	to \$ 17.15	\$ 142	0.00 %	0.25 %	to 1.20 %	(17.20) %	to (16.41) %	
2017	19	\$ 12.38	to \$ 20.52	\$ 238	0.07 %	0.25 %	to 1.20 %	8.43 %	to 9.47 %	
2016	11	\$ 11.42	to \$ 18.74	\$ 142	0.07 %	0.25 %	to 1.20 %	24.32 %	to 25.52 %	
2015	2	\$ 9.19	to \$ 14.93	\$ 27	0.15 %	0.25 %	to 1.20 %	(8.14) %	to (3.70) %	
GREAT-WEST MID CAP VALUE FUND (Effective date 12/31/2014)										
2018	28	\$ 11.16	to \$ 11.16	\$ 316	5.17 %	1.20 %	to 1.20 %	(13.36) %	to (13.36) %	
2017	10	\$ 12.88	to \$ 12.88	\$ 133	11.59 %	1.20 %	to 1.20 %	15.59 %	to 15.59 %	
2016	1	\$ 11.14	to \$ 11.14	\$ 13	3.64 %	1.20 %	to 1.20 %	18.86 %	to 18.86 %	
2015	0 *	\$ 9.37	to \$ 9.37	\$ 1	3.03 %	1.20 %	to 1.20 %	(6.27) %	to (6.27) %	
GREAT-WEST MODERATE PROFILE FUND CLASS L (Effective date 04/28/2017)										
2018	1,019	\$ 9.87	to \$ 10.04	\$ 10,064	1.91 %	0.20 %	to 1.20 %	(7.58) %	to (6.64) %	
2017	236	\$ 10.68	to \$ 10.68	\$ 2,516	2.32 %	1.20 %	to 1.20 %	6.84 %	to 6.84 %	
GREAT-WEST MODERATE PROFILE FUND INVESTOR CLASS (Effective date 04/28/2017)										
2018	493	\$ 9.91	to \$ 10.07	\$ 4,893	3.15 %	0.25 %	to 1.20 %	(7.41) %	to (6.53) %	
2017	392	\$ 10.71	to \$ 10.78	\$ 4,205	2.01 %	0.25 %	to 1.20 %	7.09 %	to 7.78 %	
GREAT-WEST MODERATELY AGGRESSIVE PROFILE FUND (Effective date 04/28/2017)										
2018	133	\$ 9.91	to \$ 10.08	\$ 1,336	2.82 %	0.20 %	to 1.20 %	(8.73) %	to (7.81) %	
2017	109	\$ 10.86	to \$ 10.93	\$ 1,185	2.05 %	0.25 %	to 1.20 %	8.61 %	to 9.30 %	
GREAT-WEST MODERATELY CONSERVATIVE PROFILE FUND CLASS L (Effective date 04/28/2017)										
2018	170	\$ 9.86	to \$ 10.00	\$ 1,680	2.64 %	0.40 %	to 1.20 %	(6.02) %	to (5.26) %	
2017	63	\$ 10.49	to \$ 10.49	\$ 659	2.15 %	1.20 %	to 1.20 %	4.94 %	to 4.94 %	

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**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

FINANCIAL HIGHLIGHTS

INVESTMENT DIVISIONS	At December 31					For the year or period ended December 31				
	Units (000s)	Unit Fair Value		Net Assets (000s)		Investment Income Ratio	Expense Ratio (lowest to highest)		Total Return	
GREAT-WEST MODERATELY CONSERVATIVE PROFILE FUND INVESTOR CLASS										
(Effective date 04/28/2017)										
2018	55	\$ 9.90	to \$ 9.90	\$ 545	2.95 %	1.20 %	to 1.20 %	(5.86) %	to (5.86) %	
2017	31	\$ 10.52	to \$ 10.52	\$ 327	1.87 %	1.20 %	to 1.20 %	5.21 %	to 5.21 %	
GREAT-WEST MULTI-SECTOR BOND FUND										
(Effective date 01/23/2012)										
2018	81	\$ 10.45	to \$ 13.23	\$ 887	2.63 %	0.25 %	to 1.20 %	(4.27) %	to (3.34) %	
2017	53	\$ 10.92	to \$ 13.69	\$ 620	1.86 %	0.25 %	to 1.20 %	5.00 %	to 6.01 %	
2016	28	\$ 10.40	to \$ 12.92	\$ 337	2.34 %	0.25 %	to 1.20 %	10.07 %	to 11.10 %	
2015	21	\$ 9.50	to \$ 11.63	\$ 232	2.59 %	0.25 %	to 1.20 %	(7.66) %	to (6.78) %	
2014	8	\$ 12.40	to \$ 12.47	\$ 95	3.02 %	0.25 %	to 0.45 %	2.99 %	to 3.14 %	
GREAT-WEST PUTNAM EQUITY INCOME FUND										
(Effective date 10/21/2013)										
2018	44	\$ 10.98	to \$ 15.21	\$ 492	1.40 %	0.45 %	to 1.20 %	(9.90) %	to (9.22) %	
2017	24	\$ 12.19	to \$ 16.76	\$ 306	0.57 %	0.45 %	to 1.20 %	17.31 %	to 18.19 %	
2016	5	\$ 10.39	to \$ 10.39	\$ 56	0.00 %	1.20 %	to 1.20 %	11.78 %	to 11.78 %	
GREAT-WEST PUTNAM HIGH YIELD BOND FUND										
(Effective date 01/23/2012)										
2018	58	\$ 10.55	to \$ 13.73	\$ 626	7.87 %	0.25 %	to 1.20 %	(5.08) %	to (4.16) %	
2017	39	\$ 11.11	to \$ 14.32	\$ 448	6.23 %	0.25 %	to 1.20 %	5.36 %	to 6.36 %	
2016	24	\$ 10.55	to \$ 13.47	\$ 282	6.35 %	0.25 %	to 1.20 %	14.17 %	to 15.25 %	
2015	3	\$ 9.61	to \$ 11.59	\$ 29	4.49 %	0.45 %	to 1.20 %	(5.83) %	to (5.12) %	
2014	1	\$ 12.22	to \$ 12.22	\$ 13	4.52 %	0.45 %	to 0.45 %	1.66 %	to 1.66 %	
GREAT-WEST REAL ESTATE INDEX FUND										
(Effective date 05/01/2013)										
2018	30	\$ 10.42	to \$ 9.77	\$ 314	2.04 %	0.20 %	to 1.20 %	(5.99) %	to (5.04) %	
2017	24	\$ 11.08	to \$ 12.99	\$ 274	0.97 %	0.25 %	to 1.20 %	1.87 %	to 2.84 %	
2016	14	\$ 10.88	to \$ 12.63	\$ 156	1.81 %	0.25 %	to 1.20 %	4.56 %	to 5.56 %	
2015	4	\$ 10.41	to \$ 11.97	\$ 42	3.18 %	0.25 %	to 1.20 %	4.06 %	to 3.42 %	
GREAT-WEST S&P 500® INDEX FUND										
(Effective date 01/23/2012)										
2018	608	\$ 14.58	to \$ 11.48	\$ 7,904	0.76 %	0.20 %	to 1.20 %	(6.03) %	to (5.08) %	
2017	391	\$ 15.52	to \$ 12.09	\$ 5,716	0.94 %	0.20 %	to 1.20 %	19.74 %	to 20.93 %	
2016	163	\$ 10.59	to \$ 18.14	\$ 2,202	1.04 %	0.25 %	to 1.20 %	9.94 %	to 10.99 %	
2015	71	\$ 11.79	to \$ 16.35	\$ 1,107	1.29 %	0.25 %	to 1.20 %	(0.46) %	to 0.50 %	
2014	45	\$ 16.17	to \$ 16.27	\$ 736	1.10 %	0.25 %	to 0.45 %	12.06 %	to 12.75 %	
GREAT-WEST S&P MID CAP 400® INDEX FUND										
(Effective date 01/23/2012)										
2018	176	\$ 10.89	to \$ 10.19	\$ 2,030	0.70 %	0.20 %	to 1.20 %	(12.63) %	to (11.74) %	
2017	136	\$ 12.47	to \$ 11.54	\$ 1,841	0.65 %	0.20 %	to 1.20 %	14.27 %	to 15.41 %	
2016	53	\$ 10.91	to \$ 18.50	\$ 647	0.59 %	0.25 %	to 1.20 %	18.54 %	to 19.67 %	
2015	15	\$ 9.20	to \$ 15.46	\$ 192	0.94 %	0.25 %	to 1.20 %	(7.98) %	to (3.02) %	
2014	8	\$ 15.84	to \$ 15.94	\$ 127	0.90 %	0.25 %	to 0.45 %	8.72 %	to 8.95 %	
GREAT-WEST S&P SMALL CAP 600® INDEX FUND										
(Effective date 01/23/2012)										
2018	147	\$ 11.48	to \$ 10.22	\$ 1,891	1.27 %	0.20 %	to 1.20 %	(10.08) %	to (9.17) %	
2017	107	\$ 12.77	to \$ 11.25	\$ 1,612	1.96 %	0.20 %	to 1.20 %	11.41 %	to 12.52 %	
2016	43	\$ 11.46	to \$ 19.67	\$ 619	1.05 %	0.25 %	to 1.20 %	24.24 %	to 25.42 %	
2015	16	\$ 9.22	to \$ 15.69	\$ 242	1.21 %	0.25 %	to 1.20 %	(7.77) %	to (2.78) %	
2014	11	\$ 16.04	to \$ 16.13	\$ 184	1.59 %	0.25 %	to 0.45 %	4.70 %	to 4.88 %	

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**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

FINANCIAL HIGHLIGHTS

INVESTMENT DIVISIONS	At December 31					For the year or period ended December 31				
	Units (000s)	Unit Fair Value		Net Assets (000s)		Investment Income Ratio	Expense Ratio (lowest to highest)		Total Return	
GREAT-WEST SECUREFOUNDATION® BALANCED FUND										
(Effective date 01/23/2012)										
2018	1,655	\$ 11.65	to \$ 10.60	\$ 18,073	2.37 %	0.20 %	to 1.20 %	(6.67) %	to (5.72) %	
2017	1,095	\$ 12.48	to \$ 11.24	\$ 12,753	2.15 %	0.20 %	to 1.20 %	11.30 %	to 12.41 %	
2016	777	\$ 10.26	to \$ 14.05	\$ 8,114	2.57 %	0.25 %	to 1.20 %	7.07 %	to 8.09 %	
2015	174	\$ 10.47	to \$ 13.00	\$ 1,703	1.94 %	0.25 %	to 1.20 %	(2.06) %	to (1.12) %	
2014	0 *	\$ 13.15	to \$ 13.15	\$ 0 *	0.00 %	0.25 %	to 0.25 %	5.71 %	to 5.71 %	
GREAT-WEST SHORT DURATION BOND FUND										
(Effective date 01/23/2012)										
2018	99	\$ 9.99	to \$ 10.22	\$ 1,052	1.89 %	0.20 %	to 1.20 %	(0.58) %	to 0.42 %	
2017	99	\$ 10.05	to \$ 10.18	\$ 1,049	1.03 %	0.20 %	to 1.20 %	0.74 %	to 1.76 %	
2016	9	\$ 9.97	to \$ 10.79	\$ 95	1.47 %	0.25 %	to 1.20 %	0.49 %	to 1.45 %	
2015	5	\$ 10.56	to \$ 10.64	\$ 55	1.07 %	0.25 %	to 0.45 %	0.09 %	to 0.28 %	
2014	10	\$ 9.97	to \$ 10.55	\$ 99	1.10 %	0.45 %	to 1.20 %	(0.20) %	to 0.57 %	
GREAT-WEST SMALL CAP GROWTH FUND										
(Effective date 04/22/2016)										
2018	8	\$ 12.70	to \$ 12.95	\$ 108	7.47 %	0.45 %	to 1.20 %	(4.15) %	to (3.43) %	
2017	2	\$ 13.25	to \$ 13.25	\$ 20	0.00 %	1.20 %	to 1.20 %	20.05 %	to 20.05 %	
2016	1	\$ 11.03	to \$ 11.03	\$ 15	0.00 %	1.20 %	to 1.20 %	10.33 %	to 10.33 %	
GREAT-WEST T. ROWE PRICE MID CAP GROWTH FUND										
(Effective date 01/23/2012)										
2018	52	\$ 12.01	to \$ 22.40	\$ 738	0.09 %	0.25 %	to 1.20 %	(3.50) %	to (2.57) %	
2017	23	\$ 12.45	to \$ 23.00	\$ 408	0.33 %	0.25 %	to 1.20 %	22.96 %	to 24.12 %	
2016	11	\$ 10.12	to \$ 18.53	\$ 176	0.05 %	0.25 %	to 1.20 %	4.91 %	to 5.92 %	
2015	10	\$ 9.65	to \$ 17.49	\$ 154	0.02 %	0.25 %	to 1.20 %	(3.52) %	to 6.25 %	
2014	4	\$ 16.37	to \$ 16.46	\$ 62	1.21 %	0.25 %	to 0.45 %	12.28 %	to 12.51 %	
GREAT-WEST U.S. GOVERNMENT SECURITIES FUND										
(Effective date 01/23/2012)										
2018	96	\$ 10.03	to \$ 10.23	\$ 996	1.64 %	0.20 %	to 1.20 %	(0.74) %	to 0.26 %	
2017	55	\$ 10.83	to \$ 10.20	\$ 582	1.25 %	0.20 %	to 0.45 %	1.76 %	to 2.01 %	
2016	8	\$ 10.64	to \$ 10.75	\$ 87	1.51 %	0.25 %	to 0.45 %	0.78 %	to 0.97 %	
2015	6	\$ 10.64	to \$ 10.64	\$ 59	2.15 %	0.25 %	to 0.25 %	0.55 %	to 0.55 %	
INVESCO V.I. GLOBAL REAL ESTATE FUND										
(Effective date 10/21/2013)										
2018	3	\$ 10.04	to \$ 14.61	\$ 39	3.71 %	0.25 %	to 1.20 %	(7.46) %	to (6.57) %	
2017	2	\$ 10.85	to \$ 11.78	\$ 25	2.90 %	1.00 %	to 1.20 %	11.39 %	to 11.58 %	
2016	3	\$ 9.74	to \$ 10.56	\$ 33	0.04 %	1.00 %	to 1.20 %	0.61 %	to 0.82 %	
2015	0 *	\$ 10.47	to \$ 10.47	\$ 1	3.76 %	1.00 %	to 1.00 %	(2.70) %	to (2.70) %	
INVESCO V.I. GROWTH & INCOME FUND										
(Effective date 01/23/2012)										
2018	46	\$ 10.44	to \$ 9.81	\$ 604	1.83 %	0.20 %	to 1.20 %	(14.63) %	to (13.77) %	
2017	38	\$ 12.23	to \$ 11.38	\$ 616	1.61 %	0.20 %	to 1.20 %	12.68 %	to 13.81 %	
2016	6	\$ 10.85	to \$ 18.38	\$ 110	0.80 %	0.25 %	to 1.20 %	18.00 %	to 19.13 %	
2015	4	\$ 15.31	to \$ 15.43	\$ 63	3.15 %	0.25 %	to 0.45 %	(3.74) %	to (3.55) %	
INVESCO V.I. INTERNATIONAL GROWTH FUND										
(Effective date 01/23/2012)										
2018	13	\$ 9.14	to \$ 12.97	\$ 154	1.89 %	0.25 %	to 1.20 %	(16.23) %	to (15.42) %	
2017	12	\$ 10.91	to \$ 15.34	\$ 163	1.35 %	0.25 %	to 1.20 %	21.27 %	to 22.42 %	
2016	9	\$ 8.99	to \$ 12.53	\$ 108	1.20 %	0.25 %	to 1.20 %	(1.88) %	to (0.95) %	
2015	7	\$ 12.65	to \$ 12.65	\$ 87	1.51 %	0.25 %	to 0.25 %	(2.86) %	to (2.86) %	

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**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

FINANCIAL HIGHLIGHTS

INVESTMENT DIVISIONS	At December 31						For the year or period ended December 31								
	Units (000s)	Unit Fair Value				Net Assets (000s)	Investment Income Ratio	Expense Ratio (lowest to highest)		Total Return					
INVESCO V.I. SMALL CAP EQUITY FUND															
(Effective date 10/21/2013)															
2018	1	\$	9.14	to	\$	9.14	\$	9	0.00 %	1.20 %	to	1.20 %	(16.30) %	to	(16.30) %
2017	1	\$	10.92	to	\$	10.92	\$	10	0.00 %	1.20 %	to	1.20 %	12.38 %	to	12.38 %
IVY VIP ENERGY FUND															
(Effective date 04/22/2016)															
2018	19	\$	6.69	to	\$	6.69	\$	125	0.00 %	1.20 %	to	1.20 %	(34.92) %	to	(34.92) %
2017	11	\$	10.29	to	\$	10.29	\$	118	1.09 %	1.20 %	to	1.20 %	(13.68) %	to	(13.68) %
2016	4	\$	11.92	to	\$	11.98	\$	43	0.00 %	0.45 %	to	1.20 %	19.19 %	to	19.80 %
JANUS HENDERSON VIT BALANCED PORTFOLIO															
(Effective date 01/23/2012)															
2018	78	\$	11.68	to	\$	11.82	\$	1,070	1.83 %	0.20 %	to	1.20 %	(0.77) %	to	0.23 %
2017	245	\$	11.78	to	\$	11.79	\$	3,039	1.41 %	0.20 %	to	1.20 %	16.73 %	to	17.90 %
2016	26	\$	10.09	to	\$	14.67	\$	379	2.02 %	0.25 %	to	1.20 %	3.08 %	to	4.07 %
2015	23	\$	9.79	to	\$	14.09	\$	313	1.17 %	0.25 %	to	1.20 %	(2.13) %	to	0.16 %
2014	5	\$	14.07	to	\$	14.07	\$	64	1.51 %	0.25 %	to	0.25 %	7.98 %	to	7.98 %
JANUS HENDERSON VIT ENTERPRISE PORTFOLIO															
(Effective date 05/01/2015)															
2018	45	\$	13.15	to	\$	12.57	\$	591	0.13 %	0.20 %	to	1.20 %	(1.85) %	to	(0.88) %
2017	12	\$	13.40	to	\$	12.69	\$	167	0.45 %	0.20 %	to	1.20 %	25.58 %	to	26.85 %
2016	11	\$	10.67	to	\$	10.87	\$	118	0.02 %	0.45 %	to	1.20 %	10.76 %	to	11.60 %
2015	0 *	\$	9.64	to	\$	9.64	\$	3	0.24 %	1.20 %	to	1.20 %	(3.64) %	to	(3.64) %
JANUS HENDERSON VIT FLEXIBLE BOND PORTFOLIO															
(Effective date 10/21/2013)															
2018	51	\$	9.97	to	\$	10.16	\$	508	3.35 %	0.20 %	to	1.20 %	(2.48) %	to	(1.46) %
2017	17	\$	10.22	to	\$	10.32	\$	180	2.47 %	0.20 %	to	1.20 %	2.13 %	to	3.15 %
2016	14	\$	10.01	to	\$	10.01	\$	145	2.39 %	1.20 %	to	1.20 %	1.00 %	to	1.00 %
JANUS HENDERSON VIT OVERSEAS PORTFOLIO															
2018	3	\$	18.27	to	\$	18.27	\$	54	1.76 %	1.40 %	to	1.40 %	(16.13) %	to	(16.13) %
2017	3	\$	21.79	to	\$	21.79	\$	65	1.66 %	1.40 %	to	1.40 %	29.30 %	to	29.30 %
2016	3	\$	16.85	to	\$	16.85	\$	50	4.68 %	1.40 %	to	1.40 %	(7.75) %	to	(7.75) %
2015	3	\$	18.27	to	\$	18.27	\$	54	0.60 %	1.40 %	to	1.40 %	(9.86) %	to	(9.86) %
2014	3	\$	20.27	to	\$	20.27	\$	60	5.83 %	1.40 %	to	1.40 %	(13.08) %	to	(13.08) %
JPMORGAN INSURANCE TRUST INCOME BUILDER PORTFOLIO															
(Effective date 04/28/2017)															
2018	4	\$	10.00	to	\$	10.00	\$	42	0.00 %	1.20 %	to	1.20 %	(6.05) %	to	(6.05) %
JPMORGAN INSURANCE TRUST SMALL CAP CORE PORTFOLIO															
(Effective date 04/30/2018)															
2018	1	\$	8.58	to	\$	8.58	\$	5	0.00 %	1.20 %	to	1.20 %	(14.24) %	to	(14.24) %
LORD ABBETT SERIES DEVELOPING GROWTH PORTFOLIO															
(Effective date 05/16/2014)															
2018	2	\$	13.08	to	\$	13.67	\$	26	0.00 %	0.25 %	to	1.20 %	3.62 %	to	4.62 %
2017	2	\$	12.62	to	\$	13.06	\$	25	0.00 %	0.25 %	to	1.20 %	28.38 %	to	29.59 %
2016	2	\$	9.83	to	\$	10.08	\$	19	0.00 %	0.25 %	to	1.20 %	(3.77) %	to	(2.85) %
2015	2	\$	10.22	to	\$	10.38	\$	20	0.00 %	0.25 %	to	1.20 %	(9.30) %	to	(8.44) %
2014	1	\$	11.33	to	\$	11.33	\$	9	0.00 %	0.25 %	to	0.25 %	13.32 %	to	13.32 %

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**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

FINANCIAL HIGHLIGHTS

INVESTMENT DIVISIONS	At December 31					For the year or period ended December 31					
	Units (000s)	Unit Fair Value		Net Assets (000s)		Investment Income Ratio	Expense Ratio (lowest to highest)		Total Return		
MFS VIT II BLENDED RESEARCH CORE EQUITY PORTFOLIO (Effective date 04/22/2016)											
2018	8	\$	11.37	to	\$	11.04	\$	94	1.10 %	0.20 % to 1.20 %	(9.10) % to (8.18) %
2017	1	\$	12.51	to	\$	12.51	\$	14	1.30 %	1.20 % to 1.20 %	19.05 % to 19.05 %
2016	1	\$	10.51	to	\$	10.51	\$	12	0.00 %	1.20 % to 1.20 %	5.06 % to 5.06 %
MFS VIT II TECHNOLOGY PORTFOLIO (Effective date 04/22/2016)											
2018	87	\$	14.93	to	\$	14.02	\$	1,311	0.00 %	0.20 % to 1.20 %	0.30 % to 1.32 %
2017	57	\$	14.89	to	\$	13.84	\$	850	0.00 %	0.20 % to 1.20 %	37.00 % to 38.37 %
2016	60	\$	10.87	to	\$	10.94	\$	656	0.00 %	0.25 % to 1.20 %	8.68 % to 9.39 %
MFS VIT III BLENDED RESEARCH SMALL CAP EQUITY PORTFOLIO (Effective date 04/28/2017)											
2018	5	\$	10.25	to	\$	10.42	\$	53	0.62 %	0.20 % to 1.20 %	(6.49) % to (5.54) %
2017	3	\$	10.96	to	\$	10.96	\$	28	0.00 %	1.20 % to 1.20 %	9.62 % to 9.62 %
NEUBERGER BERMAN AMT SUSTAINABLE EQUITY PORTFOLIO (Effective date 01/23/2012)											
2018	11	\$	11.33	to	\$	19.17	\$	127	0.22 %	0.25 % to 1.20 %	(7.07) % to (6.17) %
2017	1	\$	20.44	to	\$	20.44	\$	17	0.35 %	0.25 % to 0.25 %	17.82 % to 17.82 %
2016	1	\$	17.34	to	\$	17.34	\$	14	0.49 %	0.25 % to 0.25 %	9.37 % to 9.37 %
2015	1	\$	15.85	to	\$	15.85	\$	13	0.32 %	0.25 % to 0.25 %	(0.84) % to (0.84) %
2014	1	\$	15.99	to	\$	15.99	\$	13	0.12 %	0.25 % to 0.25 %	9.82 % to 9.82 %
NVIT EMERGING MARKETS FUND (Effective date 08/05/2016)											
2018	0 *	\$	10.86	to	\$	10.86	\$	5	0.35 %	1.40 % to 1.40 %	(18.86) % to (18.86) %
2017	0 *	\$	13.39	to	\$	13.39	\$	6	0.96 %	1.40 % to 1.40 %	39.15 % to 39.15 %
2016	0 *	\$	9.62	to	\$	9.62	\$	4	0.80 %	1.40 % to 1.40 %	(3.82) % to (3.82) %
OPPENHEIMER INTERNATIONAL GROWTH FUND/VA (Effective date 04/28/2017)											
2018	13	\$	8.86	to	\$	8.86	\$	117	0.42 %	1.20 % to 1.20 %	(20.52) % to (20.52) %
OPPENHEIMER MAIN STREET SMALL CAP FUND/VA (Effective date 05/16/2014)											
2018	38	\$	10.31	to	\$	12.11	\$	393	0.05 %	1.20 % to 1.20 %	(11.61) % to (11.61) %
2017	11	\$	13.70	to	\$	11.67	\$	132	0.67 %	1.20 % to 1.20 %	12.56 % to 12.56 %
2016	6	\$	12.17	to	\$	10.37	\$	63	0.05 %	1.20 % to 1.20 %	16.27 % to 16.26 %
2015	1	\$	10.47	to	\$	10.47	\$	8	0.00 %	1.20 % to 1.20 %	(7.21) % to (7.21) %
PIMCO VIT COMMODITY REALRETURN STRATEGY PORTFOLIO (Effective date 01/23/2012)											
2018	15	\$	7.58	to	\$	5.24	\$	111	1.83 %	0.25 % to 1.20 %	(15.23) % to (14.41) %
2017	6	\$	8.94	to	\$	6.12	\$	49	10.67 %	0.25 % to 1.20 %	0.83 % to 1.80 %
2016	4	\$	8.87	to	\$	6.01	\$	33	0.53 %	0.25 % to 1.20 %	13.49 % to 14.58 %
2015	2	\$	5.25	to	\$	5.25	\$	10	0.00 %	0.25 % to 0.25 %	(25.84) % to (25.84) %
PIMCO VIT LONG TERM US GOVERNMENT PORTFOLIO (Effective date 04/22/2016)											
2018	4	\$	9.70	to	\$	9.70	\$	43	2.30 %	1.20 % to 1.20 %	(3.66) % to (3.66) %
2017	4	\$	10.06	to	\$	10.06	\$	43	2.07 %	1.20 % to 1.20 %	7.56 % to 7.56 %
2016	5	\$	9.36	to	\$	9.36	\$	43	0.80 %	1.20 % to 1.20 %	(6.43) % to (6.43) %

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**VARIABLE ANNUITY-2 SERIES ACCOUNT OF
GREAT-WEST LIFE & ANNUITY INSURANCE COMPANY OF NEW YORK**

FINANCIAL HIGHLIGHTS

INVESTMENT DIVISIONS	At December 31			For the year or period ended December 31			
	Units (000s)	Unit Fair Value		Net Assets (000s)	Investment Income Ratio	Expense Ratio (lowest to highest)	Total Return
PIMCO VIT LOW DURATION PORTFOLIO							
(Effective date 01/23/2012)							
2018	32	\$ 9.79	to \$ 10.11	\$ 339	1.83 %	0.20 % to 1.20 %	(0.96) % to 0.04 %
2017	29	\$ 10.57	to \$ 10.57	\$ 307	1.24 %	0.45 % to 0.45 %	0.79 % to 0.79 %
2016	33	\$ 9.88	to \$ 10.49	\$ 341	1.37 %	0.45 % to 1.20 %	0.10 % to 0.85 %
2015	35	\$ 10.40	to \$ 10.40	\$ 360	3.27 %	0.45 % to 0.45 %	(0.23) % to (0.23) %
2014	38	\$ 10.43	to \$ 10.43	\$ 395	0.29 %	0.45 % to 0.45 %	0.29 % to 0.29 %
PIMCO VIT REAL RETURN PORTFOLIO							
(Effective date 10/21/2013)							
2018	3	\$ 9.89	to \$ 9.89	\$ 31	1.70 %	1.20 % to 1.20 %	(3.47) % to (3.47) %
PIMCO VIT SHORT TERM PORTFOLIO							
(Effective date 04/22/2016)							
2018	5	\$ 10.25	to \$ 10.34	\$ 50	1.42 %	0.20 % to 1.20 %	0.20 % to 1.23 %
PIMCO VIT TOTAL RETURN PORTFOLIO							
(Effective date 01/23/2012)							
2018	62	\$ 10.19	to \$ 11.68	\$ 679	2.50 %	0.25 % to 1.20 %	(1.83) % to (0.88) %
2017	35	\$ 10.38	to \$ 11.78	\$ 401	1.79 %	0.25 % to 1.20 %	3.57 % to 4.55 %
2016	40	\$ 10.03	to \$ 11.27	\$ 442	1.94 %	0.25 % to 1.20 %	1.37 % to 2.32 %
2015	41	\$ 10.93	to \$ 11.02	\$ 445	4.42 %	0.25 % to 0.45 %	(0.11) % to 0.10 %
2014	36	\$ 10.94	to \$ 10.94	\$ 397	0.94 %	0.45 % to 0.45 %	3.70 % to 3.70 %
PUTNAM VT EQUITY INCOME FUND							
(Effective date 04/28/2017)							
2018	6	\$ 10.20	to \$ 10.20	\$ 59	0.69 %	1.20 % to 1.20 %	(9.59) % to (9.59) %
2017	6	\$ 11.29	to \$ 11.29	\$ 66	0.00 %	1.20 % to 1.20 %	12.86 % to 12.86 %
PUTNAM VT GLOBAL ASSET ALLOCATION FUND							
(Effective date 12/31/2014)							
2018	7	\$ 10.51	to \$ 10.51	\$ 74	0.00 %	1.20 % to 1.20 %	(8.37) % to (8.37) %
PUTNAM VT GLOBAL EQUITY FUND							
(Effective date 12/31/2014)							
2018	2	\$ 9.97	to \$ 9.97	\$ 24	0.30 %	1.20 % to 1.20 %	(13.49) % to (13.49) %
2017	0 *	\$ 11.52	to \$ 11.52	\$ 4	0.00 %	1.20 % to 1.20 %	26.85 % to 26.85 %
PUTNAM VT GROWTH OPPORTUNITIES FUND							
(Effective date 12/31/2014)							
2018	56	\$ 13.15	to \$ 13.15	\$ 738	0.00 %	1.20 % to 1.20 %	1.15 % to 1.15 %
2017	28	\$ 13.01	to \$ 13.01	\$ 366	0.06 %	1.20 % to 1.20 %	29.35 % to 29.35 %
2016	5	\$ 10.05	to \$ 10.05	\$ 48	0.00 %	1.20 % to 1.20 %	5.24 % to 5.24 %
PUTNAM VT INCOME FUND							
(Effective date 12/31/2014)							
2018	6	\$ 10.14	to \$ 10.21	\$ 58	3.14 %	1.00 % to 1.20 %	(1.01) % to (0.82) %
2017	5	\$ 10.24	to \$ 10.30	\$ 52	3.56 %	1.00 % to 1.20 %	4.34 % to 4.54 %
2016	3	\$ 9.81	to \$ 9.85	\$ 32	4.12 %	1.00 % to 1.20 %	0.78 % to 0.97 %
2015	3	\$ 9.74	to \$ 9.76	\$ 26	0.00 %	1.00 % to 1.20 %	(2.64) % to (2.44) %
PUTNAM VT INTERNATIONAL EQUITY FUND							
(Effective date 05/01/2015)							
2018	7	\$ 8.69	to \$ 10.20	\$ 64	1.45 %	0.20 % to 1.20 %	(20.09) % to (19.27) %
2017	6	\$ 10.88	to \$ 11.09	\$ 62	0.21 %	0.45 % to 1.20 %	25.09 % to 26.01 %
2016	1	\$ 8.69	to \$ 8.69	\$ 5	0.00 %	1.20 % to 1.20 %	(3.61) % to (3.61) %

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INVESTMENT DIVISIONS	At December 31					For the year or period ended December 31				
	Units (000s)	Unit Fair Value		Net Assets (000s)		Investment Income Ratio	Expense Ratio (lowest to highest)		Total Return	
PUTNAM VT INTERNATIONAL GROWTH FUND (Effective date 01/23/2012)										
2018	1	\$ 9.46	to \$ 9.46	\$ 8	0.00 %	1.20 %	to 1.20 %	(19.62) %	to (19.62) %	
2017	1	\$ 11.77	to \$ 11.77	\$ 10	2.12 %	1.20 %	to 1.20 %	33.43 %	to 33.43 %	
2016	13	\$ 8.83	to \$ 11.93	\$ 157	0.04 %	0.45 %	to 1.20 %	(7.82) %	to (7.13) %	
2015	1	\$ 9.57	to \$ 9.57	\$ 8	0.00 %	1.20 %	to 1.20 %	(0.08) %	to (0.08) %	
PUTNAM VT INTERNATIONAL VALUE FUND (Effective date 04/22/2016)										
2018	1	\$ 9.95	to \$ 9.95	\$ 6	2.05 %	1.20 %	to 1.20 %	(18.61) %	to (18.61) %	
PUTNAM VT MORTGAGE SECURITIES FUND (Effective date 10/21/2013)										
2018	8	\$ 9.63	to \$ 9.63	\$ 76	2.88 %	1.20 %	to 1.20 %	(2.09) %	to (2.09) %	
2017	2	\$ 9.84	to \$ 9.84	\$ 16	0.00 %	1.20 %	to 1.20 %	0.75 %	to 0.75 %	
PUTNAM VT MULTI-CAP CORE FUND (Effective date 05/01/2015)										
2018	6	\$ 11.48	to \$ 11.48	\$ 68	1.04 %	1.20 %	to 1.20 %	(8.74) %	to (8.74) %	
2017	4	\$ 12.58	to \$ 12.58	\$ 52	1.07 %	1.20 %	to 1.20 %	21.39 %	to 21.39 %	
2016	4	\$ 10.36	to \$ 10.36	\$ 43	0.99 %	1.20 %	to 1.20 %	10.72 %	to 10.72 %	
2015	2	\$ 9.36	to \$ 9.36	\$ 18	0.00 %	1.20 %	to 1.20 %	(6.42) %	to (6.42) %	
PUTNAM VT SMALL CAP GROWTH FUND (Effective date 10/21/2013)										
2018	2	\$ 9.51	to \$ 9.51	\$ 16	0.00 %	1.20 %	to 1.20 %	(14.88) %	to (14.88) %	
2017	1	\$ 11.17	to \$ 11.17	\$ 15	0.11 %	1.20 %	to 1.20 %	6.64 %	to 6.64 %	
2016	0 *	\$ 10.48	to \$ 10.48	\$ 1	0.83 %	1.20 %	to 1.20 %	14.15 %	to 14.15 %	
2015	0 *	\$ 9.18	to \$ 9.18	\$ 1	0.00 %	1.20 %	to 1.20 %	(8.22) %	to (8.22) %	
PUTNAM VT SMALL CAP VALUE FUND (Effective date 05/01/2015)										
2018	12	\$ 9.70	to \$ 9.70	\$ 112	0.40 %	1.20 %	to 1.20 %	(20.89) %	to (20.89) %	
2017	8	\$ 12.27	to \$ 12.27	\$ 97	1.05 %	1.20 %	to 1.20 %	6.59 %	to 6.59 %	
2016	21	\$ 11.83	to \$ 11.83	\$ 249	0.00 %	0.45 %	to 0.45 %	26.93 %	to 26.93 %	
T. ROWE PRICE BLUE CHIP GROWTH PORTFOLIO (Effective date 05/16/2014)										
2018	213	\$ 13.29	to \$ 13.75	\$ 2,964	0.00 %	0.20 %	to 1.20 %	0.44 %	to 1.45 %	
2017	84	\$ 13.24	to \$ 13.56	\$ 1,229	0.00 %	0.20 %	to 1.20 %	34.20 %	to 35.55 %	
2016	30	\$ 9.86	to \$ 12.45	\$ 331	0.00 %	0.25 %	to 1.20 %	(0.65) %	to 0.28 %	
2015	12	\$ 12.26	to \$ 12.41	\$ 149	0.00 %	0.25 %	to 1.00 %	9.70 %	to 10.53 %	
T. ROWE PRICE HEALTH SCIENCES PORTFOLIO (Effective date 01/23/2012)										
2018	60	\$ 12.01	to \$ 12.79	\$ 778	0.00 %	0.20 %	to 1.20 %	(0.36) %	to 0.65 %	
2017	29	\$ 12.05	to \$ 12.71	\$ 400	0.00 %	0.20 %	to 1.20 %	25.79 %	to 27.05 %	
2016	12	\$ 9.58	to \$ 23.92	\$ 155	0.00 %	0.25 %	to 1.20 %	(4.20) %	to (10.94) %	
2015	5	\$ 15.57	to \$ 26.86	\$ 128	0.00 %	0.25 %	to 1.00 %	11.36 %	to 12.19 %	
2014	7	\$ 13.95	to \$ 23.94	\$ 142	0.00 %	0.25 %	to 1.20 %	29.65 %	to 30.89 %	
VAN ECK VIP GLOBAL HARD ASSETS FUND (Effective date 10/21/2013)										
2018	33	\$ 6.91	to \$ 4.94	\$ 225	0.00 %	1.20 %	to 1.20 %	(29.29) %	to (29.28) %	
2017	20	\$ 9.78	to \$ 6.98	\$ 190	0.00 %	1.20 %	to 1.20 %	(3.13) %	to (3.14) %	
2016	4	\$ 10.09	to \$ 7.21	\$ 36	0.11 %	1.20 %	to 1.20 %	41.70 %	to 41.70 %	
2015	1	\$ 5.09	to \$ 5.09	\$ 7	0.00 %	1.20 %	to 1.20 %	(34.42) %	to (34.42) %	

* The Investment Division has units that round to less than 1,000 units.

(Concluded)

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Contract Owners of Variable Annuity-2 Series Account and the Board of Directors of Great-West Life & Annuity Insurance Company of New York

Opinion on the Financial Statements

We have audited the accompanying statements of assets and liabilities of the investment divisions listed in Appendix A of the Variable Annuity-2 Series Account of Great-West Life & Annuity Insurance Company of New York (the "Series Account") as of December 31, 2018, the related statements of operations and changes in net assets for the periods indicated in Appendix A, and the related notes. In our opinion, the financial statements present fairly, in all material respects, the financial position of each of the investment divisions constituting the Series Account as of December 31, 2018, the results of their operations and the changes in their net assets for each of the periods indicated in Appendix A, in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinion

These financial statements are the responsibility of the Series Account's management. Our responsibility is to express an opinion on the Series Account's financial statements 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 the Series Account 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. The Series Account 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 the Series Account'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 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. Our procedures included confirmation of securities owned as of December 31, 2018, by correspondence with mutual fund companies; when replies were not received from mutual fund companies, we performed other auditing procedures. We believe that our audits provide a reasonable basis for our opinion.

/s/ DELOITTE & TOUCHE LLP

Denver, Colorado

April 8, 2019

We have served as the auditor of one or more Great-West investment company separate accounts since 1981.

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APPENDIX A

Investment division	Statement of assets and liabilities	Statement of operations	Statements of changes in net assets
ALGER CAPITAL APPRECIATION PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
ALGER LARGE CAP GROWTH PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
ALGER MID CAP GROWTH PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
ALGER SMALL CAP GROWTH PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
ALPS ALERIAN ENERGY INFRASTRUCTURE PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
ALPS RED ROCKS LISTED PRIVATE EQUITY PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
AMERICAN CENTURY INVESTMENTS VP INFLATION PROTECTION FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
AMERICAN CENTURY INVESTMENTS VP MID CAP VALUE FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
AMERICAN CENTURY INVESTMENTS VP VALUE FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
AMERICAN FUNDS IS GLOBAL GROWTH AND INCOME FUND	December 31, 2018	For the year ended December 31, 2018	For the year ended December 31, 2018 and for the period September 19, 2017 to December 31, 2017
AMERICAN FUNDS IS GROWTH FUND	December 31, 2018	For the period May 15, 2018 to December 31, 2018	For the period May 15, 2018 to December 31, 2018
AMERICAN FUNDS IS GROWTH-INCOME FUND	December 31, 2018	For the period June 25, 2018 to December 31, 2018	For the period June 25, 2018 to December 31, 2018
AMERICAN FUNDS IS INTERNATIONAL FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
AMERICAN FUNDS IS NEW WORLD FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
BLACKROCK GLOBAL ALLOCATION VI FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
BLACKROCK HIGH YIELD VI FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
CLEARBRIDGE VARIABLE LARGE CAP GROWTH PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For the year ended December 31, 2018 and for the period November 7, 2017 to December 31, 2017

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CLEARBRIDGE VARIABLE MID CAP PORTFOLIO	December 31, 2018	For the period March 9, 2018 to December 31, 2018	For the period March 9, 2018 to December 31, 2018
CLEARBRIDGE VARIABLE SMALL CAP GROWTH PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
COLUMBIA VARIABLE PORTFOLIO - SELIGMAN GLOBAL TECHNOLOGY FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
COLUMBIA VARIABLE PORTFOLIO - STRATEGIC INCOME FUND	December 31, 2018	For the period June 25, 2018 to December 31, 2018	For the period June 25, 2018 to December 31, 2018
DELAWARE VIP EMERGING MARKETS SERIES	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
DELAWARE VIP INTERNATIONAL VALUE EQUITY SERIES	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
DELAWARE VIP REIT SERIES	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
DELAWARE VIP SMALL CAP VALUE SERIES	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
DIMENSIONAL VA INTERNATIONAL SMALL PORTFOLIO	December 31, 2018	For the period April 10, 2018 to December 31, 2018	For the period April 10, 2018 to December 31, 2018
DIMENSIONAL VA INTERNATIONAL VALUE PORTFOLIO	December 31, 2018	For the period April 10, 2018 to December 31, 2018	For the period April 10, 2018 to December 31, 2018
DIMENSIONAL VA US LARGE VALUE PORTFOLIO	December 31, 2018	For the period April 10, 2018 to December 31, 2018	For the period April 10, 2018 to December 31, 2018
DIMENSIONAL VA US TARGETED VALUE PORTFOLIO	December 31, 2018	For the period April 24, 2018 to December 31, 2018	For the period April 24, 2018 to December 31, 2018
DREYFUS IP TECHNOLOGY GROWTH PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
DREYFUS SUSTAINABLE U.S. EQUITY PORTFOLIO, INC.	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
DREYFUS VIF GROWTH AND INCOME PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
DWS CAPITAL GROWTH VIP	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
DWS GLOBAL SMALL CAP VIP	N/A	N/A	For the period January 1, 2017 to November 30, 2017
EATON VANCE VT FLOATING-RATE INCOME FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018

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FEDERATED HIGH INCOME BOND FUND II	December 31, 2018	For the year ended December 31, 2018	For the year ended December 31, 2018 and for the period July 5, 2017 to December 31, 2017
FIDELITY VIP ASSET MANAGER PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
FIDELITY VIP BALANCED PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For the year ended December 31, 2018 and for the period October 11, 2017 to December 31, 2017
FIDELITY VIP CONTRAFUND PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
FIDELITY VIP GOVERNMENT MONEY MARKET PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
FIDELITY VIP GROWTH OPPORTUNITIES PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
FIDELITY VIP GROWTH PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
FIDELITY VIP HIGH INCOME PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
FIDELITY VIP INDEX 500 PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
FIDELITY VIP INTERNATIONAL CAPITAL APPRECIATION PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For the year ended December 31, 2018 and for the period May 30, 2017 to December 31, 2017
FIDELITY VIP INVESTMENT GRADE BOND PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
FIDELITY VIP OVERSEAS PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
FIRST TRUST/DOW JONES DIVIDEND & INCOME ALLOCATION PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For the year ended December 31, 2018 and for the period July 5, 2017 to December 31, 2017
FRANKLIN INCOME VIP FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
GOLDMAN SACHS VIT MULTI-STRATEGY ALTERNATIVES PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
GOLDMAN SACHS VIT US EQUITY INSIGHTS FUND	December 31, 2018	For the year ended December 31, 2018	For the year ended December 31, 2018 and for the period September 18, 2017 to December 31, 2017
GREAT-WEST AGGRESSIVE PROFILE FUND	December 31, 2018	For the year ended December 31, 2018	For the year ended December 31, 2018 and for the period September 19, 2017 to December 31, 2017
GREAT-WEST ARIEL MID CAP VALUE FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
GREAT-WEST BOND INDEX FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018

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GREAT-WEST CONSERVATIVE PROFILE FUND CLASS L	December 31, 2018	For the year ended December 31, 2018	For the year ended December 31, 2018 and for the period May 30, 2017 to December 31, 2017
GREAT-WEST CONSERVATIVE PROFILE FUND INVESTOR CLASS	December 31, 2018	For the year ended December 31, 2018	For the year ended December 31, 2018 and for the period July 5, 2017 to December 31, 2017
GREAT-WEST CONSERVATIVE PROFILE I FUND	N/A	N/A	For the period January 1, 2017 to July 17, 2017
GREAT-WEST CORE BOND FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
GREAT-WEST EMERGING MARKETS EQUITY FUND	December 31, 2018	For the period November 14, 2018 to December 31, 2018	For the period November 14, 2018 to December 31, 2018
GREAT-WEST GLOBAL BOND FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
GREAT-WEST GOVERNMENT MONEY MARKET FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
GREAT-WEST INFLATION- PROTECTED SECURITIES FUND	December 31, 2018	For the period November 7, 2018 to December 31, 2018	For the period November 7, 2018 to December 31, 2018
GREAT-WEST INTERNATIONAL GROWTH FUND	December 31, 2018	For the year ended December 31, 2018	For the year ended December 31, 2018 and for the period March 8, 2017 to December 31, 2017
GREAT-WEST INTERNATIONAL INDEX FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
GREAT-WEST INTERNATIONAL VALUE FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
GREAT-WEST INVESCO SMALL CAP VALUE FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
GREAT-WEST LARGE CAP GROWTH FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
GREAT-WEST LIFETIME 2020 FUND	December 31, 2018	For the year ended December 31, 2018	For the year ended December 31, 2018 and for the period December 8, 2017 to December 31, 2017
GREAT-WEST LIFETIME 2025 FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
GREAT-WEST LIFETIME 2030 FUND	December 31, 2018	For the year ended December 31, 2018	For the year ended December 31, 2018 and for the period September 19, 2017 to December 31, 2017
GREAT-WEST LIFETIME 2035 FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
GREAT-WEST LIFETIME 2040 FUND	December 31, 2018	For the year ended December 31, 2018	For the year ended December 31, 2018 and for the period November 21, 2017 to December 31, 2017

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GREAT-WEST LOOMIS SAYLES SMALL CAP VALUE FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
GREAT-WEST MID CAP VALUE FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
GREAT-WEST MODERATE PROFILE FUND CLASS L	December 31, 2018	For the year ended December 31, 2018	For the year ended December 31, 2018 and for the period May 15, 2017 to December 31, 2017
GREAT-WEST MODERATE PROFILE FUND INVESTOR CLASS	December 31, 2018	For the year ended December 31, 2018	For the year ended December 31, 2018 and for the period May 26, 2017 to December 31, 2017
GREAT-WEST MODERATE PROFILE I FUND	N/A	N/A	For the period January 1, 2017 to July 17, 2017
GREAT-WEST MODERATELY AGGRESSIVE PROFILE FUND	December 31, 2018	For the year ended December 31, 2018	For the year ended December 31, 2018 and for the period July 11, 2017 to December 31, 2017
GREAT-WEST MODERATELY AGGRESSIVE PROFILE I FUND	N/A	N/A	For the period January 1, 2017 to July 17, 2017
GREAT-WEST MODERATELY CONSERVATIVE PROFILE FUND CLASS L	December 31, 2018	For the year ended December 31, 2018	For the year ended December 31, 2018 and for the period May 30, 2017 to December 31, 2017
GREAT-WEST MODERATELY CONSERVATIVE PROFILE FUND INVESTOR CLASS	December 31, 2018	For the year ended December 31, 2018	For the year ended December 31, 2018 and for the period May 19, 2017 to December 31, 2017
GREAT-WEST MODERATELY CONSERVATIVE PROFILE I FUND	N/A	N/A	For the period January 1, 2017 to July 17, 2017
GREAT-WEST MULTI-SECTOR BOND FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
GREAT-WEST PUTNAM EQUITY INCOME FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
GREAT-WEST PUTNAM HIGH YIELD BOND FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
GREAT-WEST REAL ESTATE INDEX FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
GREAT-WEST S&P 500® INDEX FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
GREAT-WEST S&P MID CAP 400® INDEX FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
GREAT-WEST S&P SMALL CAP 600® INDEX FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018

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GREAT-WEST SECUREFOUNDATION® BALANCED FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
GREAT-WEST SHORT DURATION BOND FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
GREAT-WEST SMALL CAP GROWTH FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
GREAT-WEST STOCK INDEX FUND	N/A	N/A	For the period January 1, 2017 to July 17, 2017
GREAT-WEST T. ROWE PRICE MID CAP GROWTH FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
GREAT-WEST U.S. GOVERNMENT SECURITIES FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
INVESCO V.I. GLOBAL REAL ESTATE FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
INVESCO V.I. GROWTH & INCOME FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
INVESCO V.I. INTERNATIONAL GROWTH FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
INVESCO V.I. SMALL CAP EQUITY FUND	December 31, 2018	For the year ended December 31, 2018	For the year ended December 31, 2018 and for the period April 13, 2017 to December 31, 2017
IVY VIP ENERGY FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
JANUS HENDERSON VIT BALANCED PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
JANUS HENDERSON VIT ENTERPRISE PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
JANUS HENDERSON VIT FLEXIBLE BOND PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
JANUS HENDERSON VIT OVERSEAS PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
JPMORGAN INSURANCE TRUST INCOME BUILDER PORTFOLIO	December 31, 2018	For the period February 13, 2018 to December 31, 2018	For the period February 13, 2018 to December 31, 2018
JPMORGAN INSURANCE TRUST SMALL CAP CORE PORTFOLIO	December 31, 2018	For the period August 1, 2018 to December 31, 2018	For the period August 1, 2018 to December 31, 2018
LORD ABBETT SERIES DEVELOPING GROWTH PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
MFS VIT II BLENDED RESEARCH CORE EQUITY PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018

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MFS VIT II TECHNOLOGY PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
MFS VIT III BLENDED RESEARCH SMALL CAP EQUITY PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For the year ended December 31, 2018 and for the period November 14, 2017 to December 31, 2017
NEUBERGER BERMAN AMT SUSTAINABLE EQUITY PORTFOLIO	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
NVIT EMERGING MARKETS FUND	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018
OPPENHEIMER INTERNATIONAL GROWTH FUND/VA	December 31, 2018	For the period January 10, 2018 to December 31, 2018	For the period January 10, 2018 to December 31, 2018
OPPENHEIMER MAIN STREET SMALL CAP FUND/VA	December 31, 2018	For the year ended December 31, 2018	For each of the two years in the period ended December 31, 2018