

TORCHMARK CORPORATION
CONSOLIDATED STATEMENT OF OPERATIONS
(Unaudited and in thousands except per share data)

	3 Months Ended September 30,		9 Months Ended September 30,	
	2005	2004	2005	2004
Revenues:				
Life premium	\$365,812	\$349,814	\$1,099,561	\$1,043,516
Health premium	248,678	259,630	768,866	793,342
Other premium	6,067	6,545	18,454	20,577
Total premium	620,557	615,989	1,886,881	1,857,435
Net investment income	151,120	145,255	450,916	430,982
Realized investment gains (losses)	-2,908	12,890	4,667	22,074
Other income	253	65	14,349	209
Total revenue	769,022	774,199	2,356,813	2,310,700
Benefits and expenses:				
Life policyholder benefits	240,631	230,806	726,529	691,836
Health policyholder benefits	163,263	173,767	506,196	525,964
Other policyholder benefits	6,989	7,140	20,415	21,083
Total policyholder benefits	410,883	411,713	1,253,140	1,238,883
Amortization of deferred acquisition costs	85,994	90,889	263,115	259,533
Commissions and premium taxes	37,054	30,687	111,476	112,584
Insurance G&A	36,160	35,286	113,061	105,611
Parent expense	2,258	2,109	7,579	7,019
Interest expense	15,281	14,055	45,367	42,140
Total benefits and expenses	587,630	584,739	1,793,738	1,765,770
Pretax operating income	181,392	189,460	563,075	544,930
Income taxes	-62,346	-65,328	-193,821	-184,723
Change in accounting standard, net of tax	0	0	0	-7,163
Net income	\$119,046	\$124,132	\$369,254	\$353,044
Basic net income per share	\$1.14	\$1.14	\$3.51	\$3.19
Diluted net income per share	\$1.14	\$1.12	\$3.48	\$3.14