

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

	3 Months Ended December 31,		12 Months Ended December 31,	
	2005	2004	2005	2004
Revenues:				
Life premium	\$368,727	\$351,974	\$1,468,288	\$1,395,490
Health premium	245,991	255,324	1,014,857	1,048,666
Other premium	6,475	7,167	24,929	27,744
Total premium	621,193	614,465	2,508,074	2,471,900
Net investment income	152,152	146,053	603,068	577,035
Realized investment gains (losses)	-4,387	142	280	22,216
Other income	139	182	14,488	391
Total revenue	769,097	760,842	3,125,910	3,071,542
Benefits and expenses:				
Life policyholder benefits	239,564	227,939	966,093	919,775
Health policyholder benefits	162,009	171,681	668,205	697,645
Other policyholder benefits	6,473	7,165	26,888	28,248
Total policyholder benefits	408,046	406,785	1,661,186	1,645,668
Amortization of deferred acquisition costs	86,844	87,716	349,959	347,249
Commissions and premium taxes	37,975	37,554	149,451	150,138
Insurance G&A	49,570	36,009	162,631	141,620
Parent expense	2,649	2,556	10,228	9,575
Interest expense	15,567	14,351	60,934	56,491
Total benefits and expenses	600,651	584,971	2,394,389	2,350,741
Pretax operating income	168,446	175,871	731,521	720,801
Income taxes	-42,310	-60,360	-236,131	-245,083
Change in accounting standard, net of tax	0	0	0	-7,163
Net income	\$126,136	\$115,511	\$495,390	\$468,555
Basic net income per share	\$1.22	\$1.07	\$4.73	\$4.26
Diluted net income per share	\$1.21	\$1.05	\$4.68	\$4.19