

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

	3 Months Ended June 30,		6 Months Ended June 30,	
	2009	2008	2009	2008
Revenues:				
Life premium	\$415,044	\$406,492	\$827,792	\$809,440
Health premium	264,014	289,084	535,354	592,748
Other premium	2,483	3,828	4,880	7,809
Total premium	681,541	699,404	1,368,026	1,409,997
Net investment income	167,354	167,826	336,397	334,729
Realized investment gains (losses)	8,478	807	8,592	-1,738
Other-than-temporary impairments	-34,665	-8,505	-87,078	-12,924
Portion recognized in other comprehensive income	-3,442	0	2,562	0
Other income	468	960	873	2,861
Total revenue	819,734	860,492	1,629,372	1,732,925
Benefits and expenses:				
Life policyholder benefits	276,102	273,917	546,436	541,202
Health policyholder benefits	179,422	199,257	376,202	418,632
Other policyholder benefits	8,811	8,224	19,311	15,965
Total policyholder benefits	464,335	481,398	941,949	975,799
Amortization of deferred acquisition costs	104,205	97,634	218,873	196,272
Commissions and premium taxes	30,635	38,069	62,241	76,804
Insurance G&A	39,831	38,189	79,248	80,091
Parent expense	2,640	2,693	4,572	4,352
Stock compensation expense	2,765	3,085	5,206	5,581
Interest expense	14,916	14,818	30,580	30,990
Total benefits and expenses	659,327	675,886	1,342,669	1,369,889
Income before income taxes	160,407	184,606	286,703	363,036
Income taxes	-46,289	-50,880	-95,879	-111,137
Net income	\$114,118	\$133,726	\$190,824	\$251,899
Basic net income per share	\$1.38	\$1.49	\$2.29	\$2.79
Diluted net income per share	\$1.38	\$1.47	\$2.29	\$2.76