

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

	3 Months Ended December 31,		12 Months Ended December 31,	
	2009	2008	2009	2008
Revenues:				
Life premium	\$417,586	\$401,250	\$1,659,770	\$1,616,804
Health premium	241,303	265,371	1,017,711	1,127,059
Other premium	2,514	3,041	9,718	14,393
Total premium	661,403	669,662	2,687,199	2,758,256
Net investment income	168,910	167,732	674,915	671,495
Realized investment gains (losses)	1,762	3,395	18,788	-389
Other-than-temporary impairments	-19,458	-1,016	-181,213	-107,115
Portion recognized in other comprehensive income	-5,064	0	20,766	0
Other income	618	868	1,942	4,671
Total revenue	808,171	840,641	3,222,397	3,326,918
Benefits and expenses:				
Life policyholder benefits	275,744	264,380	1,094,533	1,073,920
Health policyholder benefits	148,805	166,593	677,319	759,588
Other policyholder benefits	10,970	14,907	40,948	39,407
Total policyholder benefits	435,519	445,880	1,812,800	1,872,915
Amortization of deferred acquisition costs	105,413	100,623	429,253	398,324
Commissions and premium taxes	34,347	34,663	131,130	145,981
Insurance G&A	37,638	43,032	154,639	161,412
Parent expense	2,588	4,604	9,590	12,977
Stock compensation expense	2,224	2,517	9,860	10,823
Interest expense	19,009	16,732	69,932	63,229
Total benefits and expenses	636,738	648,051	2,617,204	2,665,661
Income before income taxes	171,433	192,590	605,193	661,257
Income taxes	-58,104	-55,381	-200,240	-208,998
Net income	\$113,329	\$137,209	\$404,953	\$452,259
Basic net income per share	\$1.37	\$1.61	\$4.88	\$5.14
Diluted net income per share	\$1.36	\$1.61	\$4.88	\$5.11