

TORCHMARK CORPORATION
Summary of Net Realized Investment Losses
(In thousands)

	<u>Qtr Ended</u> <u>03/31/2009</u>	<u>Qtr Ended</u> <u>06/30/2009</u>	<u>Qtr Ended</u> <u>09/30/2009</u>	<u>Qtr Ended</u> <u>12/31/2009</u>	<u>YTD</u> <u>12/31/2009</u>
Realized Gain (Loss), Before Tax	114	8,477	8,434	1,762	18,787
Impairments, Before Tax	<u>-46,409</u>	<u>-38,106</u>	<u>-51,409</u>	<u>-24,522</u>	<u>-160,446</u>
Capital Gain (Loss), Before Tax	(A) <u>-\$46,295</u>	<u>-\$29,629</u>	<u>-\$42,975</u>	<u>-\$22,760</u>	<u>-\$141,659</u>
Income taxes:					
Tax benefit @ 35%	\$16,203	\$10,369	\$15,043	\$7,966	\$49,581
Valuation allowance on deferred tax assets	<u>-10,953</u>	<u>7,503</u>	<u>2,450</u>	<u>-176</u>	<u>-1,176</u>
Net income tax benefit	(B) <u>\$5,250</u>	<u>\$17,872</u>	<u>\$17,493</u>	<u>\$7,790</u>	<u>\$48,405</u>
Capital Gain (Loss), Net of Tax	(A) + (B) <u>-\$41,045</u>	<u>-\$11,757</u>	<u>-\$25,482</u>	<u>-\$14,970</u>	<u>-\$93,254</u>
Effective tax rate	(B)/(A) 11.34%	60.32%	40.71%	34.23%	34.17%
Detail of Impairments:					
	<u>Book</u>	<u>Market</u> <u>Value</u>	<u>Pre Tax</u> <u>Realized</u> <u>Loss</u>		
Alesco Preferred Funding (CDO)	\$34,469	\$32,097	-\$7,436		
MMA Financial Holdings	1,986	0	-1,986		
PMI Capital	17,607	3,268	-14,339		
Triad Guaranty	<u>2,755</u>	<u>1,994</u>	<u>-761</u>		
Total Impairments	\$56,817	\$37,359	-\$24,522		