

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

	3 Months Ended	
	March 31,	
	2010	2009
Revenues:		
Life premium	\$430,299	\$412,748
Health premium	256,866	271,340
Other premium	2,204	2,397
	<hr/>	<hr/>
Total premium	689,369	686,485
Net investment income	177,299	169,043
Realized investment gains (losses)	9,465	114
Other-than-temporary impairments	-1,712	-52,413
Portion recognized in other comprehensive income	0	6,004
Other income	384	405
	<hr/>	<hr/>
Total revenue	874,805	809,638
Benefits and expenses:		
Life policyholder benefits	282,630	270,334
Health policyholder benefits	189,545	196,780
Other policyholder benefits	11,598	10,500
	<hr/>	<hr/>
Total policyholder benefits	483,773	477,614
Amortization of deferred acquisition costs	113,406	114,668
Commissions and premium taxes	31,824	31,606
Insurance G&A	37,832	39,417
Parent expense	2,562	1,932
Stock compensation expense	3,036	2,441
Interest expense	18,937	15,664
	<hr/>	<hr/>
Total benefits and expenses	691,370	683,342
Income before income taxes	183,435	126,296
Income taxes	-61,759	-49,590
	<hr/>	<hr/>
Net income	\$121,676	\$76,706
	<hr/>	<hr/>
Basic net income per share	\$1.47	\$0.91
	<hr/>	<hr/>
Diluted net income per share	\$1.46	\$0.91
	<hr/>	<hr/>