

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

	3 Months Ended June 30,		6 Months Ended June 30,	
	2012	2011	2012	2011
Revenues:				
Life premium	\$450,950	\$433,573	\$902,828	\$864,230
Health premium	254,506	238,617	520,950	487,723
Other premium	126	160	279	298
Total premium	705,582	672,350	1,424,057	1,352,251
Net investment income	175,176	173,104	349,297	344,751
Realized investment gains (losses)	4,661	31,292	9,667	8,569
Other-than-temporary impairments	0	-20	0	-20
Portion recognized in other comprehensive income	0	0	0	0
Other income	376	608	697	1,055
Total revenue	885,795	877,334	1,783,718	1,706,606
Benefits and expenses:				
Life policyholder benefits	292,784	277,848	583,472	556,186
Health policyholder benefits	181,037	166,423	392,129	341,693
Other policyholder benefits	10,986	10,423	21,853	20,942
Total policyholder benefits	484,807	454,694	997,454	918,821
Amortization of deferred acquisition costs	96,601	91,664	193,099	184,127
Commissions and premium taxes	50,600	55,999	101,356	111,517
Insurance G&A	39,857	40,170	80,427	84,888
Parent expense	2,289	2,386	4,210	4,811
Stock compensation expense	5,612	3,958	11,237	7,002
Interest expense	19,649	19,411	39,320	38,871
Total benefits and expenses	699,415	668,282	1,427,103	1,350,037
Income before income taxes	186,380	209,052	356,615	356,569
Income taxes	-57,392	-66,271	-108,950	-113,048
Loss on disposition of discontinued operations, net of tax	0	0	0	-599
Net income	\$128,988	\$142,781	\$247,665	\$242,922
Basic net income per share	\$1.33	\$1.29	\$2.51	\$2.13
Diluted net income per share	\$1.32	\$1.27	\$2.48	\$2.10