

Torchmark Corporation
Excess Investment Income
(\$ in Millions, Except Per Share)

	<u>9/30/12</u>	<u>9/30/11</u>		<u>3Q'12</u>	<u>3Q'11</u>	<u>% Increase</u>	
Invested Assets (at amortized cost)	\$11,773	\$11,200		Net Investment Income	\$175.0	\$176.8	-1%
				Interest Expense:			
Net Policy Liabilities	7,158	6,778		Net Policy Liabilities	100.6	93.5	8%
Debt	1,405	1,136		Interest on Debt	<u>19.8</u>	<u>19.4</u>	2%
	<u> </u>	<u> </u>		Total	120.3	112.9	7%
Total Int. Bearing Liabilities	8,563	7,914		Excess Investment Income	<u>\$54.7</u>	<u>\$63.9</u>	<u>-14%</u>
Equity Assets	<u>\$3,210</u>	<u>\$3,286</u>		Per Share	\$0.57	\$0.61	-7%