



2505 Court Street • Pekin, Illinois 61558
(309) 346-1161 • www.pekininsurance.com

August 1, 2025

To The Shareholders of Pekin Life Insurance Company:

The operating results for the second quarter of 2025 are summarized below.

The second quarter results for 2025 reflect a net loss of \$1.7 million, or \$-0.10 per share, compared to net income of \$7.7 million, or \$0.45 per share, last year primarily due to higher policyholder benefit payments in 2025. Realized capital gains were \$0.7 million, or \$0.04 per share, compared to a realized capital gains of \$1.0 million, or \$0.06 per share, last year.

Premium increased \$1.0 million through June 30, 2025 compared to June 30, 2024 due to increased Ordinary Life, Universal Life and Medicare Supplement premium slightly offset by decreased Annuity and Pre-need premium.

Investment income excluding capital gains increased to \$36.5 million in the second quarter of 2025, or 2.8 percent from last year. This increase is due to higher yields earned and a slightly larger investment portfolio compared to last year. Additionally, our bond portfolio is comprised of high-quality holdings, of which 96.1 percent are investment grade.

As of June 30, 2025, assets were \$1.7 billion. Book value decreased during the first half of 2025 by \$1.1 million from year end 2024. Book value per share was \$7.49 at June 30, 2025.

Further information regarding the results for the year 2025 can be found on our website at www.pekininsurance.com.

We appreciate the continued support of our shareholders, agents, and employees.

Daniel V. Connell, CPA
Chairman of the Board, President & Chief Executive Officer

CONDENSED STATEMENTS OF INCOME

**FOR THE
SIX MONTHS ENDED
JUNE 30,**

	2025	2024
Premium Income	\$ 95,643,410	\$ 94,739,943
Investment Income	36,503,760	35,500,465
Total Income	132,147,170	130,240,408
Benefits to Policyholders	97,583,710	84,745,035
Additions to Policy Reserves	7,767,483	9,449,900
Commissions and Service Fees	7,543,072	7,456,357
Expenses and Insurance Taxes	20,975,300	18,709,759
Total Deductions	133,869,565	120,361,051
Net Income (Loss) Before Income Taxes and Realized Capital Gains	(1,722,395)	9,879,357
Income Taxes	643,088	3,206,813
Net Income (Loss) Before Realized Capital Gains	(2,365,483)	6,672,544
Realized Capital Gains, Net of Tax	680,197	988,044
Net Income (Loss)	\$ (1,685,286)	\$ 7,660,588
Net Income (Loss) Before Net Realized Capital Gains Per Share	\$ -0.14	\$ 0.39
Net Realized Capital Gains Per Share	\$ 0.04	\$ 0.06
Net Income (Loss) Per Share	\$ -0.10	\$ 0.45
Book Value Per Share	\$ 7.49	\$ 7.37
Weighted Average Shares Outstanding	17,068,023	17,068,023

OTHER FINANCIAL INFORMATION

Premium Income by Product Line:

Ordinary Life & Universal Life	\$ 45,676,725	\$ 44,289,429
Pre-Need Life & Annuity	24,234,848	24,864,405
Annuity	3,641,213	4,444,902
Medicare Supplement	21,216,013	20,297,182
Credit Life & Health	(376,212)	(664,960)
Group Life, Health & Annuity	1,250,823	1,508,985
Total	\$ 95,643,410	\$ 94,739,943

AS OF

	June 30, 2025	December 31, 2024
Assets	\$ 1,709,771,239	\$ 1,712,897,432
Capital and Surplus	\$ 127,770,715	\$ 128,897,658
Insurance In Force	\$ 21,917,254,000	\$ 21,775,100,000

NOTE: Information for the six months ended June 30, 2025 and 2024 is unaudited. The above is prepared on the basis of accounting practices prescribed by the Illinois Department of Insurance.



Pekin Life Insurance Company, headquartered in Pekin, Illinois, became an integral member of the Pekin Insurance® group of companies in April 1965. Joining together with our property/casualty companies, The Farmers Automobile Insurance Association, Pekin Insurance Company, and Pekin Select Insurance Company, we are committed to providing quality insurance service to our policyholders spanning a 24-state marketing area. Our property/casualty products deliver coverage to protect homes, autos, businesses, and a wide range of other insurance needs. The Company's life and health products listed below offer a diverse portfolio of coverages to help families and businesses achieve secure financial futures. Whether for property/casualty, life, annuities, or medicare supplement insurance, we are committed to going the extra mile to provide the products and services necessary for your peace of mind. Now, more than ever, it is important that policyholders have complete trust in their insurance company.

Universal Life

Whole Life

Term Life

Transitional Life

Flexible & Single Premium Annuities

Medicare Supplement

Group Life

Qualified Retirement Programs for Individual & Business Needs

Funeral Preplanning

Voluntary Products