Beyond the expected.
PEKIN INSURANCE

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

October 30, 2026

To The Shareholders of Pekin Life Insurance Company:

The operating results for the first three quarters of 2026 are summarized below.

The results for the nine months ended September 30, 2026 reflect net income of $8.1 million, or $0.47 per share, compared to net income of $0.3 million, or $0.02 per share, last year. Realized capital gains were $3.1 million, or $0.18 per share, compared to realized capital gains of $1.2 million, or $0.07 per share, last year.

Premium decreased $36.1 million through September 30, 2026 compared to September 30, 2025 primarily due to ceded premium of $40.2 million in 2026 for the Preneed Life & Annuity business. The Preneed reinsurance agreement was effective fourth quarter of 2025.

Investment income excluding capital gains was $45.0 million for the first nine months of 2026, a decrease of 17.6 percent from last year. This decrease is due to the liquidation of a portion of our bond portfolio in third quarter of 2025 to fund the Preneed reinsurance transaction. Additionally, our bond portfolio is comprised of high-quality holdings, of which 94.8 percent are investment grade.

As of September 30, 2026, assets were $1.4 billion. Book value increased during the first three quarters of 2026 by $4.9 million from year end 2025. Book value per share was $8.09 at September 30, 2026.

Further information regarding the results for the year 2026 can be found on our website at *www.pekininsurance.com.*

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

Daniel V. Connell

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

PEKIN LIFE INSURANCE COMPANY
CONDENSED STATEMENT OF INCOME

	SEP 2026 YTD	SEP 2025 YTD
Premium Income	$ 105,923,599	$ 142,026,035
Investment Income (Loss)	45,037,656	54,648,705
Total Income	**150,961,255**	**196,674,740**
Benefits to Policyholders	102,583,583	140,108,449
Additions to Policy Reserves	7,489,225	14,516,826
Commissions and Services Fees	3,083,160	11,613,455
Expenses and Insurance Taxes	32,196,736	29,343,175
Total Deductions	**145,352,704**	**195,581,905**
Net Income (Loss) Before Income Taxes and Realized Capital Gains	**5,608,551**	**1,092,835**
Income Taxes	622,987	1,977,154
Net Income (Loss) Before Realized Capital Gains	**4,985,564**	**(884,319)**
Realized Capital Gains, Net of Tax	3,102,847	1,207,307
Net Income (Loss)	**$ 8,088,411**	**$ 322,988**
Net Income (Loss) Before Net Realized Capital Gains Per Share	$ 0.29	$ (0.05)
Net Realized Capital Gains Per Share	$ 0.18	$ 0.07
Net Income Per Share	$ 0.47	$ 0.02
Book Value Per Share	$ 8.09	$ 7.92
Weighted Average Shares Outstanding	17,068,023	17,068,023

OTHER FINANCIAL INFORMATION

Premium Income by Product Line:	SEP 2026 YTD	SEP 2025 YTD
Ordinary Life & Universal Life	$ 63,599,825	$ 65,941,298
Pre-Need Life & Annuity	560,018	37,897,558
Annuity	5,690,423	4,956,341
Medicare Supplement	34,485,996	31,911,426
Credit Life & Health	(175,406)	(485,629)
Group Life, Health & Annuity	1,762,743	1,805,041
Total	**$ 105,923,599**	**$ 142,026,035**
Assets	$ 1,404,705,924	$ 1,704,782,674
Capital and Surplus	$ 138,047,689	$ 135,113,653
Insurance In Force	$ 22,046,574,000	$ 21,917,046,000

NOTE:

Information for the nine months ended September 30, 2026 and 2025 is unaudited. The above is prepared on the basis of accounting practices prescribed by the Illinois Department of Insurance.

Beyond the expected.®

PEKIN®

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