

STATUTORY STATEMENTS OF FINANCIAL POSITION

December 31

Admitted Assets	2008	2007
Bonds at Amortized Cost	\$6,547,130,536	\$6,476,311,379
Preferred Stock at Cost (Market \$82,572,938 in 2008 & \$29,395,280 in 2007)	104,542,086	29,919,680
Common Stock at Market (Cost \$372,547,266 in 2008 & \$370,931,647 in 2007)	291,361,559	468,179,007
Mortgage Loans	1,381,363,348	1,258,652,259
Real Estate at Cost less Depreciation	12,711,469	13,277,577
Partnership Interests	550,913,484	499,149,638
Cash & Short-term Investments	320,612,795	400,998,078
Policy Loans	396,606,000	377,273,566
Deferred Income Taxes	24,857,565	26,036,576
Premiums Deferred & Uncollected	162,510,462	150,735,169
Accrued Investment Income	100,419,060	96,692,735
Other Assets	28,905,471	10,597,523
Separate Account Assets	98,089,741	141,501,836
Total Assets	\$10,020,023,576	\$9,949,325,023

*See Accompanying Note to Financial Statements

STATUTORY STATEMENTS OF FINANCIAL POSITION

	December 31	
Liabilities & Stockholders' Equity	2008	2007
Policy Reserves	\$7,341,313,112	\$7,027,914,357
Policy and Contract Claims	25,966,770	28,208,410
Advanced Premiums and Funds on Deposit	4,027,415	3,825,690
Accrued Policy Dividends	49,490,536	48,570,412
Dividends Left on Deposit	297,453,162	301,136,971
Pension Plan Administration Funds	488,555,768	535,774,422
Taxes Other Than Federal Income Tax	6,839,750	5,528,635
Commissions & Due to Affiliates	19,248,418	16,644,474
Other Liabilities	68,809,546	88,113,385
Asset Valuation Reserve	49,591,205	164,915,098
Separate Account Liabilities	98,089,741	141,501,836
Total Liabilities	\$8,449,385,423	\$8,362,133,690
Stockholders' Equity:		
Common Stock @ \$100 Par Value Authorized 20,000 Shares; Issued and Outstanding 15,000 Shares	\$1,500,000	\$1,500,000
Paid-in Capital in Excess of Par	400,000	400,000
Retained Earnings	1,568,738,153	1,585,291,333
Total Stockholders' Equity	\$1,570,638,153	\$1,587,191,333
Total Liabilities & Stockholders' Equity	\$10,020,023,576	\$9,949,325,023

Note: Basis of financial statement presentation. The accompanying financial statements are prepared in conformity with statutory insurance accounting principles prescribed or permitted by the Insurance Department, State of Mississippi. Such accounting practices differ in some respects from generally accepted accounting principles. The aggregate effect of such differences on the accompanying financial statements has not been determined.

*See Accompanying Note to Financial Statements

STATUTORY STATEMENTS OF OPERATION

December 31

Revenue	2008	2007
Life Premiums	\$508,630,772	\$495,102,451
Annuity Premiums	249,187,259	146,853,986
Accident & Health Premiums	23,001,284	23,939,090
Supplementary Contracts	10,861,704	9,717,448
Investment Income	506,123,421	523,199,855
Other Revenue	2,098,417	2,246,994
Total Revenue	\$1,299,902,857	\$1,201,059,824
Policy Benefits & Expenses		
Death Benefits	158,402,087	160,620,191
Accident & Health Benefits	10,259,835	9,345,770
Surrender & Other Life Benefits	99,855,758	95,670,666
Annuity Benefits	284,763,667	359,447,211
Amounts added to Policy Reserves held for Policyholders	302,404,712	113,119,397
Interest on Policy and Contract Funds	27,914,315	40,488,684
Payments on Supplementary Contracts	15,022,578	14,770,004
Commissions	60,888,266	54,209,310
General Insurance Expenses	115,923,682	115,100,984
Taxes, Licenses, Fees	18,013,272	17,609,952
Total Policy Benefits & Expenses	1,093,448,172	980,382,169
Net Gain from Operations before Dividends and Federal Income Tax	206,454,685	220,677,655
Dividends to Policyholders	48,348,462	47,385,358
Net Gain from Operations before Federal Income Tax	158,106,223	173,292,297
Federal Income Tax	34,700,000	48,425,000
Net Gain from Operations	\$123,406,223	\$124,867,297

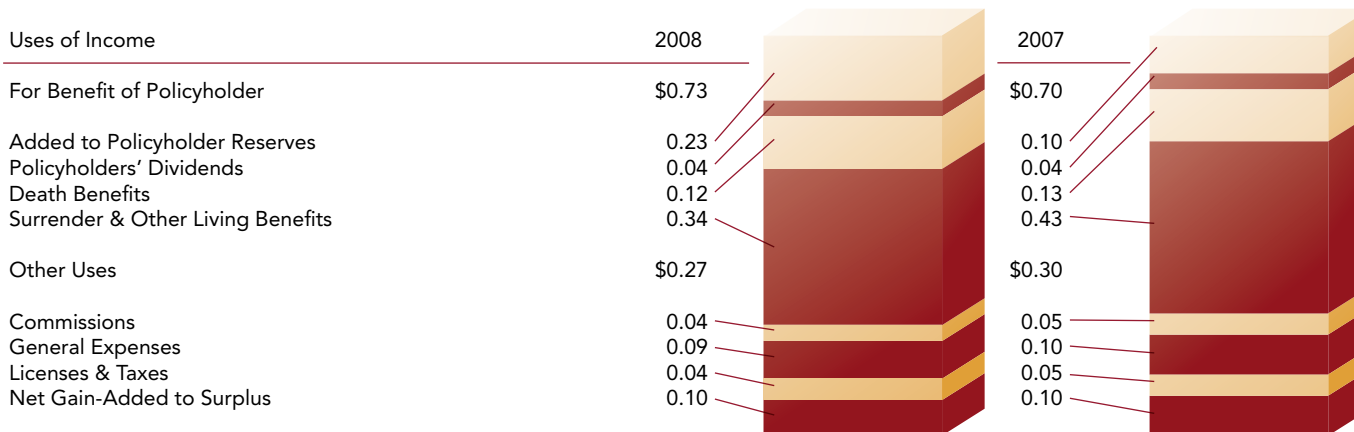
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STATUTORY STATEMENTS OF STOCKHOLDER EQUITY

December 31

	2008	2007
Common Stock	\$1,500,000	\$1,500,000
Paid-in Capital in Excess of Par	400,000	400,000
Retained Earnings:		
Balance at Beginning of Year	1,585,291,333	1,481,326,537
Net Gain from Operations	123,406,223	124,867,297
Realized & Unrealized Capital		
Gains/(Losses) Net	(237,050,985)	(35,275,216)
(Increase)/Decrease in AVR	115,323,893	10,015,317
Dividends to Stockholders	(112,800)	(116,250)
Other	(18,119,511)	4,473,648
	\$1,568,738,153	\$1,585,291,333

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