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July 31, 2024

To The Shareholders of Pekin Life Insurance Company:

Operating results for the first half of 2024 show significant improvement over the first half of 2023 as summarized below.

Net income was \$7.7 million, or \$0.45 per share, in the first half of 2024 compared to net income of \$0.8 million, or \$0.05 per share, last year. Realized capital gains in the first half of 2024 were \$1.0 million, or \$0.06 per share, compared to realized capital gains of \$0.7 million, or \$0.04 per share, in 2023.

Overall, premium through June 30, 2024 was consistent with premium income through June 30, 2023. Premium growth was attained in several product lines. Pre-need lines saw the most significant growth, increasing by \$1.5 million to \$24.9 million, or 6.3%. Ordinary life, universal life, Medicare supplement, and group lines also showed growth over 2023. These increases in premium were offset by a \$1.1 million decrease in premium for our credit insurance lines, resulting from the strategic decision to exit those lines at the end of 2022. Individual annuities also decreased \$1.1 million, or 19.9 percent.

Investment income excluding capital gains increased to \$35.5 million in the second quarter of 2024, or 3.8 percent from last year. This increase is due to higher yields earned on our bond portfolio compared to the prior year. Additionally, our bond portfolio is comprised of high-quality holdings, of which 96.1 percent are investment grade.

As of June 30, 2024, assets were \$1.7 billion. Book value increased during the first half of the year by \$9.9 million, or 8.5 percent from year end 2023. This increase is attributable to increased earnings in the first half of the year in addition to unrealized gains on our equity portfolio. Book value per share was \$7.37 on June 30, 2024.

Further information regarding the results of the first half of 2024 can be found on our website at www.pekininsurance.com.

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

A handwritten signature in dark ink that reads "Daniel V. Connell". The signature is written in a cursive style.

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