

**December 31, 2025 - Annual Statement**

*Iowa Company Number:* 0113

**Farmers Mutual Insurance Association**

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**December 31, 2025**

1. Ledger Assets, December 31 of previous year, Total, column 1, page 4.....					3,782,189
<b>INCOME - INCREASES IN LEDGER ASSETS</b>					
<b>PREMIUMS</b>					
	(1)	(2)	(3)	(4)	
	Direct Premiums	Reinsurance Premiums Assumed	Per Risk Reinsurance Premiums Ceded	Net Premiums (1+2-3=4)	
2. Fire	\$2,764,679	\$0	\$0	\$2,764,679	
3. Windstorm	2,037,720	0	0	2,037,720	
4. Other	0	0	0	0	
5. Totals	\$4,802,399	\$0	\$0	\$4,802,399	
6. All reinsurance premiums ceded other than Per Risk				2,107,725	
7. Total net premiums and fees (line 5, col. 4 - line 6 = line 8)					\$2,694,674
8. Interest received on bonds				84,312	
9. Increase in adjustment of bonds		\$ 8,404	, less		
	\$ 5,457	decrease in adjustment of bonds		2,947	
10. Dividends received				2,289	
11. Interest received on bank deposits (schedule C-2, column 7)				8,221	
12. Other interest				0	
13. Profit on sale of investment				0	
14. Rents received*				6,900	
15. Total income from investments (items 8 through 14)					\$104,669
16. Borrowed money				0	
17. Premiums collected for other companies (less refunds)				340,448	
18. Increase in ledger liabilities				6,716	
19. "Overwrite Fees" received				0	
20. Federal income tax refund				0	
21. Miscellaneous income				0	
22. Billing Fees				105	
23. Total (items 16 through 22)					\$347,269
24. Total income (items 7, 15, and 23)					\$3,146,612
25. Total assets and income (item 1 plus item 25)					\$6,928,801

**December 31, 2025**

1. Amount brought forward from line 29, page 2

\$6,928,801

**DISBURSEMENTS - DECREASES IN LEDGER ASSETS**

	(1) Direct Losses	(2) Reinsurance Assumed	(3) Per Risk Reinsurance Losses Ceded	(4) Net Losses Paid (1+2-3=4)
2. Fire	\$274,961	\$0	\$420,732	(\$145,771)
3. Windstorm	2,129,753	0	0	2,129,753
4. Other (Sch G)	0		0	
5. Totals	\$2,404,714	\$0	\$420,732	\$1,983,982

6. All reinsurance losses ceded other than Per Risk Losses

0

7. Net losses (line 6, col. 4 - line 7 = line 8)

\$1,983,982

**OPERATING EXPENSE**

8. Loss Adjustment Expenses				110,944
9. Commissions				491,243
10. Advertising				45,614
11. Boards, bureaus and associations				10,683
12. Inspection and loss prevention				29,716
13. Salaries of officers				61,856
14. Expenses of officers				0
15. Salaries of office employees				99,812
16. Employee welfare				65,235
17. Insurance				16,014
18. Directors' compensation				9,625
19. Directors' expenses				704
20. Rent and rent items				8,746
21. Equipment				46,606
22. Printing, stationery and supplies				16,105
23. Postage and telephone				12,761
24. Legal and auditing				21,665
25. State insurance taxes				
	March 1	7,045		
	June 1	16,982	August 15	16,982
				41,009
26. Insurance Division licenses and fees				276
27. Payroll taxes				20,690
28. All other taxes (excluding Federal income)				0
29. Real estate expenses				8,132
30. Real estate taxes				2,181
31. Interest on borrowed money				0
32. Miscellaneous				1,133
a. Annual meeting expense				6,338
b. Donations				899
c. Travel expenses				0
d. Over and Short				(438)
e. Agency expense reimbursement				0
33. Automobile Expense				
34. Total operating expense (items 9 through 34)				\$1,127,549

**NON-OPERATING EXPENSE**

35. Borrowed money repaid				0
36. Depreciation on real estate				3,907
37. Loss on sale of investments				18,505
38. Federal income tax				
	Prior year	0	Current year	0
				0
39. Premium collections transmitted to other companies				279,431
40. Commissions paid agents for other companies				35,497
41. Decrease in ledger liabilities				0
42.				
43. Total non-operating expense (items 36 through 43)				\$337,340
44. Total disbursements (items 8, 35 and 44)				\$3,448,871
45. Balance - ledger assets, December 31st must agree with Line 22,Column 1,Page 4				\$3,479,930

**ASSETS - DECEMBER 31, 2025**

	(1) Ledger Assets	(2) Non-ledger	(3) Non-admitted Assets including excess of book over market or amortized values	(4) Current Year Net Admitted Assets (1+2-3=4)	(5) Prior Year Net Admitted Assets
1. Bonds (schedule A - part 1)	\$2,690,849	\$0	0	\$2,690,849	\$3,177,902
2. Stocks (schedule A - part 2)	180,185	37,340	0	217,525	40,034
3. Bank Balances					
3.1 Check (C-1)	62,788	0	0	62,788	125,377
3.2 Interest Bearing (C-2)	467,962	0	0	467,962	362,961
4. Real estate (schedule F)	67,140	0	0	67,140	68,269
5. Cash in office	50	0	0	50	50
6. Unpaid Premiums					
6.1 Due before November 1	0	459	459	0	0
6.2 Due after November 1	0	20,965	0	20,965	7,469
7. Reinsurance receivable on paid losses	0	0	0	0	0
8. Accrued interest		18,401	0	18,401	21,336
9. Accrued rent due		0	0	0	0
10. Equipment and furniture	0	0	0	0	0
11. Automobiles	0	0	0	0	0
12. Cash surrender value of life ins	0	0	0	0	0
13. Federal income tax recoverable	0	0	0	0	0
14. Electronic data processing equipment	10,957	0	10,700	257	770
15. Contingency Receivable	0	0	0	0	0
16. Investment Receivable	0	0	0	0	0
17. Totals	\$3,479,931	\$77,165	\$11,159	\$3,545,937	\$3,804,168

## LIABILITIES - DECEMBER 31, 2025

		Current Year	Prior Year
1.	Unpaid claims (reported)	\$51,850	
2.	Unpaid claims (incurred but not reported)	0	
3.	Total unpaid losses	51,850	
4.	Less: reinsurance recoverable on unpaid losses	0	
5.	Net unpaid claims	\$51,850	\$38,499
6.	Unpaid adjusting expenses	2,700	10,700
7.	Ceded reinsurance balances payable	138,903	210,581
8.	Unpaid salaries and commissions	62,945	10,338
9.	Borrowed money	0	0
10.	Interest due on borrowed money	0	0
11.	Amounts withheld for the account of others	2,286	1,896
12.	Taxes payable: Real Estate	2,224	2,138
	Federal Income	0	0
	Premium	11,659	7,045
	Other	2,506	1,082
13.	Other unpaid expenses	6,662	7,786
14.	Premiums collected for other companies - not remitted	20,483	17,987
15.	Premiums received in advance	76,736	52,445
*16.	Unearned premium reserve	1,917,000	1,390,000
17.	Service Fees and Employee Benefits Payable	24,049	16,543
18.	Miscellaneous Liabilities	0	0
19.	Total liabilities	\$2,320,003	\$1,767,040
20.	Surplus	\$1,225,934	\$2,037,128
21.	Total liabilities and surplus	\$3,545,937	\$3,804,168

(line 21 must agree with line 17, column 4, page 4)

\* Method of calculation: 40% Method

## HISTORICAL INFORMATION

	2025	2024	2023	2022	2021
<b>Gross Premium</b>					
Fire	2,764,679	1,928,745	1,496,332	1,391,249	1,395,659
Windstorm	2,037,720	1,554,670	1,195,333	1,142,243	1,150,116
Other	0	0	0	0	0
Total Direct Premiums	4,802,399	3,483,415	2,691,665	2,533,492	2,545,775
<b>Net Premiums Written</b>					
Fire	2,764,679	1,928,745	1,496,332	1,391,249	1,342,936
Windstorm	2,037,720	1,554,670	1,195,333	1,142,243	1,150,116
Other	0	0	0	0	0
Total Direct Premiums	4,802,399	3,483,415	2,691,665	2,533,492	2,493,052
Total Net of Reinsurance	2,694,674	1,719,940	1,643,618	1,535,266	1,601,027
<b>Gross Losses Paid</b>					
Fire	274,961	1,022,813	664,080	955,666	408,643
Windstorm	2,129,753	917,289	899,112	1,208,356	455,906
Other	0	0	0	0	0
Total	2,404,714	1,940,102	1,563,192	2,164,022	864,549
<b>Net Losses Paid</b>					
Fire	(145,771)	1,022,813	575,925	763,011	401,609
Windstorm	2,129,753	917,289	832,807	1,034,548	455,906
Other	0	0	0	0	0
Total	1,983,982	1,940,102	1,408,732	1,797,559	857,515
Total Net of Reinsurance	1,983,982	1,760,807	1,101,453	1,503,984	857,515
<b>Loss Percentage (Direct)</b>					
Fire Losses/Fire Prem	9.95%	53.03%	44.38%	68.69%	29.28%
Windstorm Losses/Windstorm Prem	104.52%	59.00%	75.22%	105.79%	39.64%
Other Losses/"Other Premiums	0.00%	0.00%	0.00%	0.00%	0.00%
Total Losses/Total Prem	50.07%	55.70%	58.08%	85.42%	33.96%
<b>Loss Percentage (Net)</b>					
Fire Losses/Fire Prem	-5.27%	53.03%	38.49%	54.84%	29.91%
Windstorm Losses/Windstorm Prem	104.52%	59.00%	69.67%	90.57%	39.64%
Other Losses/"Other Premiums	0.00%	0.00%	0.00%	0.00%	0.00%
Total Losses/Total Prem	41.31%	55.70%	52.34%	70.95%	34.40%
Net Losses/Net Premiums	73.63%	102.38%	67.01%	97.96%	53.56%
<b>Balance Sheet Items</b>					
Total Admitted Assets	3,545,937	3,804,168	4,689,742	4,874,164	5,479,209
Liabilities	2,320,003	1,767,040	1,422,369	1,207,644	1,520,200
Surplus	1,225,934	2,037,128	3,267,373	3,666,520	3,959,009
Bonds	2,690,849	3,177,902	4,459,579	4,302,486	4,627,612
Stocks	217,525	40,034	42,167	38,022	37,164
Real Estate	67,140	68,269	63,211	66,570	69,929
Unpaid Premium (line 6.1)	0	0	0	0	0
Unpaid Premium (line 6.2)	20,965	7,469	4,566	13,826	5,562
Unearned Premium	1,917,000	1,390,000	1,068,000	1,019,000	1,018,000
<b>Balance Sheet Percentages</b>					
Bonds/Admitted Assets	75.89%	83.54%	95.09%	88.27%	84.46%
Stocks/Admitted Assets	6.13%	1.05%	0.90%	0.78%	0.68%
Real Estate/Admitted Assets	1.89%	1.79%	1.35%	1.37%	1.28%
Unpaid Prem (line 6.2)/Admitted Assets	0.59%	0.20%	0.10%	0.28%	0.10%
<b>Income/Disbursement Items</b>					
Total Income	3,146,612	2,145,125	1,971,768	1,859,306	1,923,913
Total Disbursements	3,448,871	3,014,551	2,107,986	2,476,381	1,809,367
Operating Expense	1,127,549	955,943	830,760	800,699	783,415
Commissions	491,243	396,577	306,869	288,421	288,665
Investment Income	104,669	143,753	140,070	146,703	142,747
Salaries (lines 14-17)	226,903	189,926	184,190	184,907	173,965
<b>Other</b>					
Gross Risk in Force	1,124,779,908	971,948,019	863,245,966	789,237,198	757,704,001
Number of Policies	1,633	1,649	1,635	1,678	1,761
Operating Expense/Net Premium	41.84%	55.58%	50.54%	52.15%	48.93%