

December 31, 2025 - Annual Statement

Iowa Company Number: 0117

Farmers Mutual Insurance Association

Duane McGregor
915 BROADWAY, PO BOX 333
EMMETSBURG IA 50536

December 31, 2025

1.	Ledger Assets, December 31 of previous year, Total, column 1, page 4.....				9,950,292
INCOME - INCREASES IN LEDGER ASSETS					
PREMIUMS					
	(1)	(2)	(3)	(4)	
	Direct	Reinsurance	Per Risk	Net	
	Premiums	Premiums	Reinsurance	Premiums	
		Assumed	Premiums Ceded	(1+2-3=4)	
2.	Fire	\$2,994,911		\$209,830	\$2,785,081
3.	Windstorm	2,806,876		209,830	2,597,046
4.	Other				0
5.	Totals	\$5,801,787	\$0	\$419,660	\$5,382,127
6.	All reinsurance premiums ceded other than Per Risk			1,953,589	
7.	Total net premiums and fees (line 5, col. 4 - line 6 = line 8)				\$3,428,538
8.	Interest received on bonds			154,485	
9.	Increase in adjustment of bonds	\$	800	, less	
	\$ 25,895 decrease in adjustment of bonds				(25,095)
10.	Dividends received			242,543	
11.	Interest received on bank deposits (schedule C-2, column 7)			28,932	
12.	Other interest				
13.	Profit on sale of investment			43,827	
14.	Rents received*			2,400	
15.	Total income from investments (items 8 through 14)				\$447,092
16.	Borrowed money				
17.	Premiums collected for other companies (less refunds)				
18.	Increase in ledger liabilities			41,462	
19.	"Overwrite Fees" received			32,057	
20.	Federal income tax refund			20,686	
21.	Miscellaneous income				
22.	Crop Hail Contingency Commission				
23.	Total (items 16 through 22)				\$94,205
24.	Total income (items 7, 15, and 23)				\$3,969,835
25.	Total assets and income (item 1 plus item 25)				\$13,920,127

*Includes \$ 1,200 for association's occupancy of its own buildings.

ASSETS - DECEMBER 31, 2025

	(1)	(2)	(3)	(4)	(5)
	Ledger Assets	Non-ledger	Non-admitted Assets including excess of book over market or amortized values	Current Year Net Admitted Assets (1+2-3=4)	Prior Year Net Admitted Assets
1. Bonds (schedule A - part 1)	\$5,316,246			\$5,316,246	\$4,650,785
2. Stocks (schedule A - part 2)	2,878,585	1,087,350		3,965,935	3,520,313
3. Bank Balances					
3.1 Check (C-1)	246,520			246,520	239,114
3.2 Interest Bearing (C-2)	632,548			632,548	618,290
4. Real estate (schedule F)	114,666			114,666	119,084
5. Cash in office	50			50	50
6. Unpaid Premiums					
6.1 Due before November 1	119		119	0	
6.2 Due after November 1	1,426,956		1,398,402	28,554	51,919
7. Reinsurance receivable on paid losses				0	113,051
8. Accrued interest		44,178		44,178	42,139
9. Accrued rent due				0	
10. Equipment and furniture	11		11	0	
11. Automobiles	58,342		58,342	0	
12. Cash surrender value of life ins				0	
13. Federal income tax recoverable				0	
14. Electronic data processing equipment	5,000			5,000	11,668
15. Prepaid Reinsurance	1,300,000			1,300,000	500,000
16. Investment Receivable				0	
17. Totals	\$11,979,043	\$1,131,528	\$1,456,874	\$11,653,697	\$9,866,413

LIABILITIES - DECEMBER 31, 2025

		Current Year	Prior Year
1.	Unpaid claims (reported)	\$85,394	
2.	Unpaid claims (incurred but not reported)	15,000	
3.	Total unpaid losses	100,394	
4.	Less: reinsurance recoverable on unpaid losses		
5.	Net unpaid claims	\$100,394	\$49,318
6.	Unpaid adjusting expenses	4,000	4,000
7.	Ceded reinsurance balances payable	79,533	366,606
8.	Unpaid salaries and commissions	309,215	246,016
9.	Borrowed money		
10.	Interest due on borrowed money		
11.	Amounts withheld for the account of others	5,483	4,713
12.	Taxes payable: Real Estate	2,350	2,350
	Federal Income	95,800	
	Premium	5,019	13,444
	Other		
13.	Other unpaid expenses	5,544	6,501
14.	Premiums collected for other companies - not remitted	25,414	24,445
15.	Premiums received in advance	180,109	129,566
*16.	Unearned premium reserve	1,851,082	1,615,897
17.	Service Fees and Employee Benefits Payable		
18.	Miscellaneous Liabilities		
19.	Total liabilities	\$2,663,943	\$2,462,856
20.	Surplus	\$8,989,754	\$7,403,557
21.	Total liabilities and surplus	\$11,653,697	\$9,866,413

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

* Method of calculation: Actual; Daily Pro-Rata

HISTORICAL INFORMATION

	2025	2024	2023	2022	2021
Gross Premium					
Fire	2,994,911	2,322,588	1,868,095	1,406,158	1,347,496
Windstorm	2,806,876	2,816,024	1,750,702	1,299,796	1,237,674
Other	0	0	46,777	41,982	37,317
Total Direct Premiums	5,801,787	5,138,612	3,665,574	2,747,936	2,622,487
Net Premiums Written					
Fire	2,785,081	2,093,899	1,769,614	1,326,915	1,278,393
Windstorm	2,597,046	2,587,336	1,652,221	1,220,552	1,168,572
Other	0		46,777	41,982	37,317
Total Direct Premiums	5,382,127	4,681,235	3,468,612	2,589,449	2,484,282
Total Net of Reinsurance	3,428,538	3,009,202	2,974,334	2,209,875	2,174,363
Gross Losses Paid					
Fire	338,613	861,185	652,937	407,695	336,020
Windstorm	140,195	268,701	2,588,429	920,196	82,345
Other	0			130,752	91,110
Total	478,808	1,129,886	3,241,366	1,458,643	509,475
Net Losses Paid					
Fire	338,613	861,185	652,937	370,645	93,732
Windstorm	140,195	268,701	2,588,429	920,196	82,345
Other	0			130,752	91,110
Total	478,808	1,129,886	3,241,366	1,421,593	267,187
Total Net of Reinsurance	336,376	921,231	2,172,422	1,421,593	253,441
Loss Percentage (Direct)					
Fire Losses/Fire Prem	11.31%	37.08%	34.95%	28.99%	24.94%
Windstorm Losses/Windstorm Prem	4.99%	9.54%	147.85%	70.80%	6.65%
Other Losses/Other Premiums	0.00%	0.00%	0.00%	311.45%	244.15%
Total Losses/Total Prem	8.25%	21.99%	88.43%	53.08%	19.43%
Loss Percentage (Net)					
Fire Losses/Fire Prem	12.16%	41.13%	36.90%	27.93%	7.33%
Windstorm Losses/Windstorm Prem	5.40%	10.39%	156.66%	75.39%	7.05%
Other Losses/Other Premiums	0.00%	0.00%	0.00%	311.45%	244.15%
Total Losses/Total Prem	8.90%	24.14%	93.45%	54.90%	10.76%
Net Losses/Net Premiums	9.81%	30.61%	73.04%	64.33%	11.66%
Balance Sheet Items					
Total Admitted Assets	11,653,697	9,866,413	8,859,253	8,741,811	9,559,265
Liabilities	2,663,943	2,462,856	1,872,572	145,799	2,037,500
Surplus	8,989,754	7,403,557	6,986,681	7,266,012	7,521,765
Bonds	5,316,246	4,650,785	4,528,596	4,894,669	4,843,825
Stocks	3,965,935	3,520,313	3,024,382	2,603,462	3,473,626
Real Estate	114,666	119,084	123,501	127,918	132,336
Unpaid Premium (line 6.1)	119	38	(21)	0	0
Unpaid Premium (line 6.2)	28,554	51,919	10,562	5,365	3,925
Unearned Premium	1,851,082	1,615,897	1,320,603	1,009,114	933,513
Balance Sheet Percentages					
Bonds/Admitted Assets	45.62%	47.14%	51.12%	55.99%	50.67%
Stocks/Admitted Assets	34.03%	35.68%	34.14%	29.78%	36.34%
Real Estate/Admitted Assets	0.98%	1.21%	1.39%	1.46%	1.38%
Unpaid Prem (line 6.2)/Admitted Assets	0.25%	0.53%	0.12%	0.06%	0.04%
Income/Disbursement Items					
Total Income	3,969,835	3,422,581	3,417,792	2,487,819	2,614,923
Total Disbursements	1,941,084	2,295,530	3,424,441	2,551,228	1,215,814
Operating Expense	1,513,740	1,218,184	1,207,658	939,656	909,743
Commissions	770,891	665,398	509,433	390,656	373,874
Investment Income	447,092	357,254	406,371	260,250	416,846
Salaries (lines 14-17)	233,721	198,041	202,023	200,426	202,018
Other					
Gross Risk in Force	896,618,592	830,583,909	847,632,147	738,992,270	683,978,876
Number of Policies	1,842	1,904	2,128	2,099	2,088
Operating Expense/Net Premium	44.15%	40.48%	40.60%	42.52%	41.84%