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## Section 1: 8-K (8-K)

UNITED STATES SECURITIES AND EXCHANGE COMMISSION  
Washington, D. C. 20549

### FORM 8-K

#### CURRENT REPORT

Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

Date of report (date of earliest event reported): November 2, 2017

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### FBL Financial Group, Inc.

(Exact name of registrant as specified in its charter)

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Iowa	1-11917	42-1411715
(State of incorporation)	(Commission File Number)	(I.R.S. Employer Identification No.)

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5400 University Avenue, West Des Moines, Iowa	50266-5997
(Address of principal executive offices)	(Zip Code)

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(515) 225-5400

(Registrant's telephone number, including area code)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a.12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

## Item 2.02. Results of Operations and Financial Condition

On November 2, 2017, FBL Financial Group, Inc. issued a news release reporting its financial results for the three months ended September 30, 2017 and a related financial supplement. The news release is furnished as Exhibit 99.1 hereto and the Financial Supplement is furnished as Exhibit 99.2 hereto.

The information contained in this Form 8-K including the exhibits attached hereto, shall not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, as amended, or incorporated by reference in any filing under the Securities Act of 1933, as amended, except as shall be expressly set forth by specific reference in such filing.

## Item 9.01. Financial Statements and Exhibits

(d) Exhibits.

<u>Exhibit No.</u>	<u>Description</u>
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99.1	News release of FBL Financial Group, Inc. dated November 2, 2017
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99.2	Financial Supplement of FBL Financial Group, Inc. for the quarter ended September 30, 2017
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### SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

Date: November 2, 2017

**FBL FINANCIAL GROUP, INC.**

By /s/ Donald J. Seibel  
Donald J. Seibel  
Chief Financial Officer

### EXHIBIT INDEX

Exhibit No: Description

[Exhibit 99.1 News release of FBL Financial Group, Inc. dated November 2, 2017](#)

[Exhibit 99.2 Financial Supplement of FBL Financial Group, Inc. for the quarter ended September 30, 2017](#)

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## Section 2: EX-99.1 (EXHIBIT 99.1)

**FOR IMMEDIATE RELEASE**

**CONTACT:**

**FBL Financial Group Reports Third Quarter 2017 Results****West Des Moines, Iowa, November 2, 2017 -****Financial Highlights**

(Dollars in thousands, except per share data)

	Three months ended September 30,	
	2017	2016
Net income attributable to FBL Financial Group	\$ 27,104	\$ 30,017
Operating income <sup>(1)</sup>	25,753	28,882
Earnings per common share (assuming dilution):		
Net income	1.08	1.20
Operating income <sup>(1)</sup>	1.03	1.15

**FBL Financial Group, Inc. (NYSE: FFG)** today reported net income attributable to FBL Financial Group for the third quarter of 2017 of \$27.1 million, or \$1.08 per diluted common share, compared to \$30.0 million, or \$1.20 per diluted common share, for the third quarter of 2016. Operating income<sup>(1)</sup> totaled \$25.8 million, or \$1.03 per common share, for the third quarter of 2017, compared to \$28.9 million, or \$1.15 per common share, for the third quarter of 2016. Third quarter 2017 earnings per share reflects:

- A growing book of profitable business
- The benefit of other investment-related income of \$0.03 per share
- The favorable impact of \$0.03 per share from unlocking assumptions used in the calculation of deferred acquisition costs, unearned revenue reserves and certain reserves on interest sensitive products
- Unfavorable mortality results, primarily in the Corporate & Other segment

Operating income differs from the GAAP measure, net income attributable to FBL Financial Group, in that it excludes the impact of realized gains and losses on investments and the change in net unrealized gains and losses on derivatives. For further information on this non-GAAP financial measure, please refer to Note (1) and the reconciliation provided within this release.

“FBL Financial Group’s third quarter 2017 earnings results were solid, but below our expectations. This was due primarily to mortality experience, which can fluctuate on a quarterly basis,” said James P. Brannen, Chief Executive Officer of FBL Financial Group, Inc. “With the first nine months of the year completed, I am pleased with our year-to-date results. As we look ahead toward the close of 2017, we’re focused on financial discipline and supporting our Farm Bureau Financial Services agents as they serve clients, all to fulfill our purpose of protecting livelihoods and futures.”

**Product Revenues.** Premiums and product charges for the third quarter of 2017 totaled \$75.1 million compared to \$73.5 million in the third quarter of 2016. Interest sensitive product charges increased eight percent while traditional life insurance premiums decreased one percent during the quarter. Premiums collected<sup>(2)</sup> in the third quarter of 2017 totaled \$141.6 million compared to \$156.4 million in the third quarter of 2016. Annuity premiums collected decreased 24 percent while life insurance premiums collected increased six percent.

**Investment Income.** Net investment income in the third quarter of 2017 totaled \$103.0 million, compared to \$103.5 million in the third quarter of 2016. The decrease is due to lower investment yields and a decline in other investment-related income. The annualized yield earned on average invested assets, with securities at amortized cost, including investments held as securities and indebtedness of related parties, was 5.31 percent for the nine months ended September 30, 2017, compared to 5.46 percent for the nine months ended September 30, 2016. At September 30, 2017, 96 percent of the fixed maturity securities in FBL Financial Group's investment portfolio were investment grade debt securities.

**Benefits and Expenses.** Benefits and expenses totaled \$146.0 million in the third quarter of 2017, compared to \$141.3 million in the third quarter of 2016. Death benefits, net of reinsurance and reserves released, totaled \$29.1 million in the third quarter of 2017, compared to \$27.4 million in the third quarter of 2016. By its nature, mortality experience can fluctuate from quarter to quarter.

**Unlocking.** During the third quarter of 2017, FBL Financial Group unlocked the assumptions used in the calculation of deferred acquisition costs, unearned revenue reserves and certain reserves on interest sensitive products. This unlocking resulted in a pre-tax favorable impact of \$1.0 million, or \$0.03 per share after-tax.

**Net Realized Gains/Losses on Investments.** In the third quarter of 2017, FBL Financial Group recognized net realized gains on investments of less than \$0.1 million. The net realized gain on investments of less than \$0.1 million is attributable to realized gains on sales of \$0.2 million, realized losses on sales of \$0.1 million and impairments of \$0.1 million.

**Stock Repurchases.** During the third quarter of 2017, FBL Financial Group did not repurchase any of its Class A or Class B common stock. FBL Financial Group has \$49.5 million remaining under its current stock repurchase program.

**Capital and Book Value.** As of September 30, 2017, the book value per share of FBL Financial Group common stock totaled \$51.16, compared to \$47.61 at December 31, 2016. Book value per share, excluding accumulated other comprehensive income<sup>(3)</sup>, totaled \$42.18 at September 30, 2017, compared to \$41.60 at December 31, 2016. The September 30, 2017 company action level risk based capital ratio of FBL Financial Group's wholly owned subsidiary, Farm Bureau Life Insurance Company, was approximately 575 percent.

**Further Financial Information.** Further information on FBL Financial Group's financial results, including results by segment, may be found in FBL Financial Group's financial supplement, available on its website, [www.fblfinancial.com](http://www.fblfinancial.com).

**Conference Call.** FBL Financial Group will hold a conference call with investors tomorrow, November 3, 2017, at 9:00 a.m. Eastern Time. The call will be webcast and a replay will be available on FBL Financial Group's website.

*Certain statements in this release concerning FBL Financial Group's prospects for the future are forward-looking statements intended to qualify for the "safe harbor" from liability established by the Private Securities Litigation Reform Act. These statements generally can be identified by their context, including terms such as "believes," "anticipates," "expects," or similar words. These statements involve certain risks and uncertainties that could cause actual results to differ materially from those expressed or implied in the forward-looking statement. These risks and uncertainties are detailed in FBL Financial Group's reports filed with the Securities and Exchange Commission and include, but are not limited to, changes in interest rates, difficult conditions in financial markets and the economy, lack of liquidity and access to capital, investment valuations, competitive factors, a decrease in ratings, changes in laws and regulations, differences between actual claims experience and underwriting assumptions, relationships with Farm Bureau organizations, the ability to attract and retain sales agents and adverse results from litigation. These forward-looking statements are based on assumptions which FBL Financial Group believes to be reasonable; however, no assurance can be given that the assumptions will prove to be correct. FBL Financial Group undertakes no obligation to update any forward-looking statements.*

FBL Financial Group is a holding company whose purpose is to protect livelihoods and futures. Its primary operating subsidiary, Farm Bureau Life Insurance Company, underwrites and markets a broad range of life insurance and annuities to individuals and businesses, which are distributed by multiline exclusive Farm Bureau agents. In addition, FBL Financial Group manages all aspects of two Farm Bureau affiliated property-casualty insurance companies for a management fee. FBL Financial Group, headquartered in West Des Moines, Iowa, is traded on the New York Stock Exchange under the symbol FFG. For more information, please visit [www.fblfinancial.com](http://www.fblfinancial.com).

**- FINANCIAL INFORMATION AND NOTES FOLLOW -**

**FBL Financial Group, Inc.**  
**Consolidated Statements of Operations (Unaudited)**  
(Dollars in thousands, except per share data)

	Three months ended		Nine months ended	
	September 30,		September 30,	
	2017	2016	2017	2016
<b>Revenues:</b>				
Interest sensitive product charges	\$ 28,004	\$ 25,851	\$ 86,661	\$ 82,989
Traditional life insurance premiums	47,087	47,682	145,783	147,425
Net investment income	102,950	103,514	307,852	302,621
Net realized capital gains (losses) on sales of investments	81	646	599	(33)
Total other-than-temporary impairment losses	(67)	(25)	(133)	(3,769)
Non-credit portion in other comprehensive income	—	—	—	1,522
Net impairment losses recognized in earnings	(67)	(25)	(133)	(2,247)
Other income	3,501	3,616	11,711	11,480
Total revenues	181,556	181,284	552,473	542,235
<b>Benefits and expenses:</b>				
Interest sensitive product benefits	67,206	65,882	188,217	178,860
Traditional life insurance benefits	42,633	42,121	128,197	130,059
Policyholder dividends	2,487	2,459	7,597	8,014
Underwriting, acquisition and insurance expenses	27,535	25,785	98,229	102,437
Interest expense	1,213	1,213	3,638	3,638
Other expenses	4,971	3,854	13,862	12,647
Total benefits and expenses	146,045	141,314	439,740	435,655
Income taxes	35,511	39,970	112,733	106,580
Equity income, net of related income taxes	(11,220)	(13,091)	(35,844)	(34,637)
Net income	2,804	3,128	8,959	8,393
Net loss (income) attributable to noncontrolling interest	27,095	30,007	85,848	80,336
Net loss (income) attributable to noncontrolling interest	9	10	(20)	7
Net income attributable to FBL Financial Group, Inc.	\$ 27,104	\$ 30,017	\$ 85,828	\$ 80,343
Earnings per common share - assuming dilution	\$ 1.08	\$ 1.20	\$ 3.42	\$ 3.21
Weighted average common shares	25,037,020	24,990,441	25,036,258	24,977,342
Effect of dilutive securities	17,530	39,075	19,703	46,757
Weighted average common shares - diluted	25,054,550	25,029,516	25,055,961	25,024,099

### (1) Reconciliation of Net Income Attributable to FBL Financial Group to Operating Income - Unaudited

In addition to net income, FBL Financial Group has consistently utilized operating income, a non-GAAP financial measure common in the life insurance industry, as a primary economic measure to evaluate its financial performance. Operating income equals net income attributable to FBL Financial Group adjusted to exclude the impact of realized gains and losses on investments and the change in net unrealized gains and losses on derivatives, which can fluctuate greatly from period to period. These fluctuations make it difficult to analyze core operating trends. In addition, for derivatives not designated as hedges, there is a mismatch between the valuation of the asset and liability when deriving net income (loss). Specifically, call options relating to indexed business are one-year assets while the embedded derivatives in the indexed contracts represent the rights of the contract holder to receive index credits over the entire period the indexed annuities are expected to be in force. This non-GAAP measure is used for goal setting, determining short-term incentive compensation and evaluating performance on a basis comparable to that used by many in the investment community. FBL Financial Group believes the combined presentation and evaluation of operating income, together with net income, provides information that may enhance an investor's understanding of FBL Financial Group's underlying results and profitability. A reconciliation is provided in the following table:

	Three months ended		Nine months ended	
	September 30,		September 30,	
	2017	2016	2017	2016
	(Dollars in thousands, except per share data)			
Net income attributable to FBL Financial Group	\$ 27,104	\$ 30,017	\$ 85,828	\$ 80,343
Adjustments:				
Net realized gains/losses on investments <sup>(a)</sup>	38	(402)	(196)	1,142
Change in net unrealized gains/losses on derivatives <sup>(a)</sup>	(1,389)	(733)	(2,074)	(609)
Operating income	<u>\$ 25,753</u>	<u>\$ 28,882</u>	<u>\$ 83,558</u>	<u>\$ 80,876</u>
Operating income per common share - assuming dilution	<u>\$ 1.03</u>	<u>\$ 1.15</u>	<u>\$ 3.33</u>	<u>\$ 3.23</u>

<sup>(a)</sup> Net of adjustments, as applicable, to amortization of unearned revenue reserves, deferred acquisition costs, value of insurance in force acquired, interest sensitive policy reserves and income taxes attributable to these items.

In the fourth quarter of 2016, due to changes in product offerings since the last amendment to its policy for calculating operating income, FBL Financial Group refined its calculation of operating income to include offsets related to changes in interest sensitive product reserves. These offsets, net of tax, decreased operating income \$0.1 million in the third quarter of 2017 and \$0.4 million in the nine months ended September 30, 2017. These offsets, net of tax, not taken into account in the computation of operating income for the third quarter of 2016 would have increased operating income by \$0.1 million and increased operating income for the nine months ended September 30, 2016 by \$0.3 million.

**(2) Premiums Collected** - Net statutory premiums collected is a non-GAAP measure and includes premiums collected from annuities and universal life-type products. It is a useful metric for investors as it is a measure of sales production. For GAAP reporting, these premiums received are not reported as revenues.

### (3) Reconciliation of Book Value Per Share Excluding Accumulated Other Comprehensive Income - Unaudited

	September 30, 2017	December 31, 2016
Book value per share	\$ 51.16	\$ 47.61
Less: Per share impact of accumulated other comprehensive income	8.98	6.01
Book value per share, excluding accumulated other comprehensive income	<u>\$ 42.18</u>	<u>\$ 41.60</u>

Book value per share excluding accumulated other comprehensive income is a non-GAAP financial measure. Accumulated other comprehensive income totaled \$223.9 million at September 30, 2017 and \$149.6 million at December 31, 2016. Since accumulated other comprehensive income fluctuates from quarter to quarter due to unrealized changes in the fair value of investments caused principally by changes in market interest rates, FBL Financial Group believes this non-GAAP financial measure provides useful supplemental information.

**FBL Financial Group, Inc.**  
**Condensed Consolidated Balance Sheets (Unaudited)**  
(Dollars in thousands)

	<b>September 30, 2017</b>	<b>December 31, 2016</b>
<b>Assets</b>		
Investments	\$ 8,489,456	\$ 8,174,660
Cash and cash equivalents	28,713	33,583
Deferred acquisition costs	302,847	330,324
Other assets	433,033	430,495
Assets held in separate accounts	637,746	597,072
Total assets	\$ 9,891,795	\$ 9,566,134
 <b>Liabilities and stockholders' equity</b>		
<b>Liabilities</b>		
Future policy benefits	\$ 6,941,687	\$ 6,799,417
Other policy funds, claims and benefits	634,470	638,848
Debt	97,000	97,000
Other liabilities	302,254	245,539
Liabilities related to separate accounts	637,746	597,072
Total liabilities	8,613,157	8,377,876
 <b>Stockholders' equity</b>		
FBL Financial Group, Inc. stockholders' equity:		
Preferred stock	3,000	3,000
Class A common stock	153,547	152,903
Class B common stock	72	72
Accumulated other comprehensive income	223,869	149,555
Retained earnings	898,108	882,672
Total FBL Financial Group, Inc. stockholders' equity	1,278,596	1,188,202
Noncontrolling interest	42	56
Total stockholders' equity	1,278,638	1,188,258
Total liabilities and stockholders' equity	\$ 9,891,795	\$ 9,566,134
 Common shares outstanding	 24,933,510	 24,893,955

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**Section 3: EX-99.2 (EXHIBIT 99.2)**



**FBL FINANCIAL GROUP, INC.**  
**INVESTOR SUPPLEMENT**  
**Third Quarter**



 **FBL Financial Group, Inc.**

**Corporate Headquarters**

FBL Financial Group, Inc.  
5400 University Avenue  
West Des Moines, Iowa 50266-5997  
(515) 225-5400

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**Financial Inquiries**

*For more information contact:*

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(515) 226-6780

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**Internet Information**

FBL Financial Group, Inc.  
[www.fblfinancial.com](http://www.fblfinancial.com)

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**Stock Symbol**

NYSE: FFG

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**Transfer Agent**

American Stock Transfer & Trust Company, LLC  
6201 15th Avenue  
Brooklyn, NY 11219  
<http://www.amstock.com>

**FBL Financial Group, Inc.**  
**Financial Supplement (Unaudited)**  
**September 30, 2017**  
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NOTE 1: In addition to net income, we have consistently used operating income, a non-GAAP financial measure common in the life insurance industry, as a primary economic measure to evaluate our financial performance. Operating income for the periods presented equals net income adjusted to eliminate the impact of realized gains and losses on investments and changes in net unrealized gains and losses on derivatives.

We use operating income, in addition to net income, to measure our performance since realized gains and losses on investments and the change in net unrealized gains and losses on derivatives can fluctuate greatly from quarter to quarter. These fluctuations make it difficult to analyze core operating trends. A view of our operating performance without the impact of these items enhances the analysis of our results. We use operating income for goal setting, determining short-term incentive compensation and evaluating performance on a basis comparable to that used by many in the investment community.

FBL Financial Group's policy for calculating operating income is intended to accurately reflect offsets resulting from the adjustments to net income used to calculate operating income. Due to changes in product offerings since the last amendment to this policy, in the fourth quarter of 2016 FBL Financial Group refined its calculation of operating income to include offsets relating to interest sensitive product reserves. These offsets to interest sensitive product reserves, net of tax, increased operating income \$0.9 million for the full year 2016 and were recorded in the fourth quarter. These offsets, net of tax, decreased operating income \$0.1 million in the third quarter of 2017 and \$0.4 million in the nine months ended September 30, 2017. These offsets, net of tax, not taken into account in the computation of operating income for the third quarter of 2016 would have increased operating income by \$0.1 million and increased operating income for the nine months ended September 30, 2016 by \$0.3 million.

NOTE 2: Certain financial information presented herein may not add due to rounding.

**FBL Financial Group, Inc.**  
**Consolidated Balance Sheets (Unaudited)**  
(Dollars in thousands)

	September 30, 2017	December 31, 2016
<b>Assets</b>		
Investments:		
Fixed maturities - available for sale, at fair value (amortized cost: 2017 - \$6,694,051; 2016 - \$6,661,711)	\$ 7,203,335	\$ 7,008,790
Equity securities - available for sale, at fair value (cost: 2017 - \$122,435; 2016 - \$130,479)	130,890	132,968
Mortgage loans	923,938	816,471
Real estate	1,543	1,955
Policy loans	190,252	188,254
Short-term investments	25,399	16,348
Other investments	14,099	9,874
Total investments	8,489,456	8,174,660
Cash and cash equivalents	28,713	33,583
Securities and indebtedness of related parties	133,786	137,422
Accrued investment income	84,960	78,437
Amounts receivable from affiliates	5,050	3,790
Reinsurance recoverable	104,270	105,290
Deferred acquisition costs	302,847	330,324
Value of insurance in force acquired	5,536	9,226
Current income taxes recoverable	—	4,309
Other assets	99,431	92,021
Assets held in separate accounts	637,746	597,072
<b>Total assets</b>	<b>\$ 9,891,795</b>	<b>\$ 9,566,134</b>

**FBL Financial Group, Inc.**  
**Consolidated Balance Sheets (Continued)**  
(Dollars in thousands)

	September 30, 2017	December 31, 2016
<b>Liabilities and stockholders' equity</b>		
Liabilities:		
Future policy benefits:		
Interest sensitive products	\$ 5,204,910	\$ 5,100,625
Traditional life insurance and accident and health products	1,736,777	1,698,792
Other policy claims and benefits	44,157	43,395
Supplementary contracts without life contingencies	324,475	330,232
Advance premiums and other deposits	265,838	265,221
Amounts payable to affiliates	1,108	862
Long-term debt payable to non-affiliates	97,000	97,000
Current income taxes	5,819	—
Deferred income taxes	206,515	163,495
Other liabilities	88,812	81,182
Liabilities related to separate accounts	637,746	597,072
<b>Total liabilities</b>	<b>8,613,157</b>	<b>8,377,876</b>
Stockholders' equity:		
FBL Financial Group, Inc. stockholders' equity:		
Preferred stock, without par value, at liquidation value - authorized 10,000,000 shares, issued and outstanding 5,000,000 Series B shares	3,000	3,000
Class A common stock, without par value - authorized 88,500,000 shares, issued and outstanding 24,922,097 in 2017 and 24,882,542 shares in 2016	153,547	152,903
Class B common stock, without par value - authorized 1,500,000 shares, issued and outstanding 11,413 shares in 2017 and 2016	72	72
Accumulated other comprehensive income	223,869	149,555
Retained earnings	898,108	882,672
<b>Total FBL Financial Group, Inc. stockholders' equity</b>	<b>1,278,596</b>	<b>1,188,202</b>
Noncontrolling interest	42	56
<b>Total stockholders' equity</b>	<b>1,278,638</b>	<b>1,188,258</b>
<b>Total liabilities and stockholders' equity</b>	<b>\$ 9,891,795</b>	<b>\$ 9,566,134</b>

**FBL Financial Group, Inc.**  
**Consolidated Statements of Comprehensive Income (Unaudited)**  
(Dollars in thousands, except per share data)

	<u>Three months ended September 30,</u>		<u>Nine months ended September 30,</u>	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
<b>Revenues:</b>				
Interest sensitive product charges	\$ 28,004	\$ 25,851	\$ 86,661	\$ 82,989
Traditional life insurance premiums	47,087	47,682	145,783	147,425
Net investment income	102,950	103,514	307,852	302,621
Net realized capital gains (losses) on sales of investments	81	646	599	(33)
Total other-than-temporary impairment losses	(67)	(25)	(133)	(3,769)
Non-credit portion in other comprehensive income	—	—	—	1,522
Net impairment losses recognized in earnings	(67)	(25)	(133)	(2,247)
Other income	3,501	3,616	11,711	11,480
<b>Total revenues</b>	<b>181,556</b>	<b>181,284</b>	<b>552,473</b>	<b>542,235</b>
<b>Benefits and expenses:</b>				
Interest sensitive product benefits	67,206	65,882	188,217	178,860
Traditional life insurance benefits	42,633	42,121	128,197	130,059
Policyholder dividends	2,487	2,459	7,597	8,014
Underwriting, acquisition and insurance expenses	27,535	25,785	98,229	102,437
Interest expense	1,213	1,213	3,638	3,638
Other expenses	4,971	3,854	13,862	12,647
<b>Total benefits and expenses</b>	<b>146,045</b>	<b>141,314</b>	<b>439,740</b>	<b>435,655</b>
	35,511	39,970	112,733	106,580
Income taxes	(11,220)	(13,091)	(35,844)	(34,637)
Equity income, net of related income taxes	2,804	3,128	8,959	8,393
Net income	27,095	30,007	85,848	80,336
Net loss (income) attributable to noncontrolling interest	9	10	(20)	7
<b>Net income attributable to FBL Financial Group, Inc.</b>	<b>\$ 27,104</b>	<b>\$ 30,017</b>	<b>\$ 85,828</b>	<b>\$ 80,343</b>
<b>Comprehensive income attributable to FBL Financial Group, Inc.</b>	<b>\$ 38,616</b>	<b>\$ 46,723</b>	<b>\$ 160,142</b>	<b>\$ 258,639</b>
<b>Earnings per common share</b>	<b>\$ 1.08</b>	<b>\$ 1.20</b>	<b>\$ 3.42</b>	<b>\$ 3.21</b>
<b>Earnings per common share - assuming dilution</b>	<b>\$ 1.08</b>	<b>\$ 1.20</b>	<b>\$ 3.42</b>	<b>\$ 3.21</b>
<b>Cash dividends per common share</b>	<b>\$ 0.44</b>	<b>\$ 0.42</b>	<b>\$ 1.32</b>	<b>\$ 1.26</b>
<b>Special cash dividend per common share</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ 1.50</b>	<b>\$ 2.00</b>

**FBL Financial Group, Inc.**  
**Consolidated Statements of Comprehensive Income (Unaudited) - Quarterly**  
(Dollars in thousands, except per share data)

	Q3 2016	Q4 2016	Q1 2017	Q2 2017	Q3 2017
Revenues:					
Interest sensitive product charges	\$ 25,851	\$ 28,939	\$ 29,201	\$ 29,456	\$ 28,004
Traditional life insurance premiums	47,682	49,489	48,434	50,262	47,087
Net investment income	103,514	101,549	100,994	103,908	102,950
Net realized capital gains (losses) on sales of investments	646	3,139	(403)	921	81
Total other-than-temporary impairment losses	(25)	(3,551)	(66)	—	(67)
Non-credit portion in other comprehensive income	—	929	—	—	—
Net impairment losses recognized in earnings	(25)	(2,622)	(66)	—	(67)
Other income	3,616	3,685	3,760	4,450	3,501
Total revenues	181,284	184,179	181,920	188,997	181,556
Benefits and expenses:					
Interest sensitive product benefits	65,882	59,726	62,760	58,251	67,206
Traditional life insurance benefits	42,121	47,623	42,954	42,610	42,633
Policyholder dividends	2,459	2,560	2,553	2,557	2,487
Underwriting, acquisition and insurance expenses	25,785	33,530	34,353	36,341	27,535
Interest expense	1,213	1,212	1,212	1,213	1,213
Other expenses	3,854	4,319	4,151	4,740	4,971
Total benefits and expenses	141,314	148,970	147,983	145,712	146,045
Income taxes	39,970	35,209	33,937	43,285	35,511
Equity income, net of related income taxes	(13,091)	(11,373)	(10,733)	(13,891)	(11,220)
Net income	3,128	3,047	3,231	2,924	2,804
Net income	30,007	26,883	26,435	32,318	27,095
Net loss (income) attributable to noncontrolling interest	10	(3)	(2)	(27)	9
Net income attributable to FBL Financial Group, Inc.	\$ 30,017	\$ 26,880	\$ 26,433	\$ 32,291	\$ 27,104
Comprehensive income (loss) attributable to FBL Financial Group, Inc.	\$ 46,723	\$ (116,393)	\$ 42,476	\$ 79,050	\$ 38,616
Earnings per common share	\$ 1.20	\$ 1.07	\$ 1.05	\$ 1.29	\$ 1.08
Earnings per common share - assuming dilution	\$ 1.20	\$ 1.07	\$ 1.05	\$ 1.29	\$ 1.08
Cash dividends per common share	\$ 0.42	\$ 0.42	\$ 0.44	\$ 0.44	\$ 0.44
Special cash dividend per common share	\$ —	\$ —	\$ 1.50	\$ —	\$ —
Weighted average common shares outstanding (in thousands):					
Basic	24,990	25,007	25,030	25,031	25,037
Effect of dilutive securities	40	33	22	20	18
Diluted	25,030	25,040	25,052	25,051	25,055

**FBL Financial Group, Inc.**

**Net Income to Operating Income Reconciliation and Pre-tax Operating Income by Segment (1)**

(Dollars in thousands, except per share data)

	<b>Q3 2016</b>	<b>Q4 2016</b>	<b>Q1 2017</b>	<b>Q2 2017</b>	<b>Q3 2017</b>
Net income attributable to FBL Financial Group, Inc.	\$ 30,017	\$ 26,880	\$ 26,433	\$ 32,291	\$ 27,104
Operating income adjustments:					
Realized gains/losses on investments (2)	(402)	(429)	554	(788)	38
Change in net unrealized gains/losses on derivatives (2)	(733)	(876)	1	(686)	(1,389)
<b>Operating income</b>	<b>\$ 28,882</b>	<b>\$ 25,575</b>	<b>\$ 26,988</b>	<b>\$ 30,817</b>	<b>\$ 25,753</b>
Operating income per common share - assuming dilution	\$1.15	\$1.02	\$1.08	\$1.23	\$1.03
Operating return on equity, excluding AOCI - last twelve months	10.6%	10.5%	10.6%	11.0%	10.6%
Operating return on equity, including AOCI - last twelve months	8.8%	8.8%	8.7%	9.0%	8.8%

	<b>Q3 2016</b>	<b>Q4 2016</b>	<b>Q1 2017</b>	<b>Q2 2017</b>	<b>Q3 2017</b>
<i>Impact of Operating Income Adjustments on FBL Net Income</i>					
Realized gains (losses) on investments	\$ 621	\$ 517	\$ (469)	\$ 921	\$ 14
Change in net unrealized gains/losses on derivatives	1,512	2,685	(49)	107	1,897
Change in amortization of:					
Deferred acquisition costs	(341)	115	265	349	117
Unearned revenue reserve	(46)	5	(12)	(127)	(137)
Reserve change offset on interest sensitive products	—	(1,314)	(590)	1,018	187
Income tax offset	(611)	(703)	300	(794)	(727)
<b>Net impact of operating income adjustments</b>	<b>\$ 1,135</b>	<b>\$ 1,305</b>	<b>\$ (555)</b>	<b>\$ 1,474</b>	<b>\$ 1,351</b>

	<b>Q3 2016</b>	<b>Q4 2016</b>	<b>Q1 2017</b>	<b>Q2 2017</b>	<b>Q3 2017</b>
Pre-tax operating income by segment:					
Annuity segment	\$ 17,075	\$ 15,454	\$ 16,421	\$ 18,174	\$ 17,015
Life Insurance segment	15,245	12,188	13,749	17,631	12,620
Corporate and Other segment	5,219	4,868	4,162	4,195	2,638
<b>Total pre-tax operating income</b>	<b>37,539</b>	<b>32,510</b>	<b>34,332</b>	<b>40,000</b>	<b>32,273</b>
Income taxes on operating income	(8,657)	(6,935)	(7,344)	(9,183)	(6,520)
<b>Operating income</b>	<b>\$ 28,882</b>	<b>\$ 25,575</b>	<b>\$ 26,988</b>	<b>\$ 30,817</b>	<b>\$ 25,753</b>

(1) Operating income is a non-GAAP measure of earnings.

(2) Amounts are net of adjustments, as applicable, to amortization of unearned revenue reserves, deferred sales inducements and deferred acquisition costs, as well as changes in interest sensitive product reserves and income taxes attributable to these items.



## **FBL Financial Group, Inc.**

### **Segment Information**

We analyze operations by reviewing financial information regarding our primary products that are aggregated into the Annuity and Life Insurance product segments. In addition, our Corporate and Other segment includes various support operations, corporate capital and other product lines that are not currently underwritten by the Company.

The Annuity segment primarily consists of fixed rate and index annuities and supplementary contracts (some of which involve life contingencies). Fixed rate annuities provide for tax-deferred savings and supplementary contracts provide for the systematic repayment of funds that accumulate interest. Fixed rate annuities consist primarily of flexible premium deferred annuities, but also include single premium deferred and immediate contracts. With fixed rate annuities, we bear the underlying investment risk and credit interest to the contracts at rates we determine, subject to interest rate guarantees. With index annuity products, we bear the underlying investment risk and credit interest in an amount equal to a percentage of the gain in a specified market index, subject to minimum guarantees.

The Life Insurance segment consists of whole life, term life and universal life policies. These policies provide benefits upon the death of the insured and may also allow the customer to build cash value on a tax-deferred basis.

The Corporate and Other segment consists of the following corporate items and products/services that do not meet the quantitative threshold for separate segment reporting:

- investments and related investment income not specifically allocated to our product segments;
- interest expense;
- closed blocks of variable annuity, variable universal life insurance and accident and health insurance products;
- advisory services for the management of investments and other companies;
- marketing and distribution services for the sale of mutual funds and insurance products not issued by us; and
- leasing services, primarily with affiliates.

We analyze our segment results based on pre-tax operating income. Accordingly, income taxes are not allocated to the segments. In addition, operating results are reported net of transactions between the segments.

**FBL Financial Group, Inc.**  
**Statements of Pre-tax Operating Income (1)**  
**Annuity Segment**

	Q3 2016	Q4 2016	Q1 2017	Q2 2017	Q3 2017
<b>Pre-tax Operating Income</b>	(Dollars in thousands)				
<b>Operating revenues:</b>					
Interest sensitive product charges	\$ 894	\$ 1,039	\$ 1,135	\$ 1,202	\$ <b>1,115</b>
Net investment income	53,945	52,475	53,916	55,631	<b>53,878</b>
Total operating revenues	54,839	53,514	55,051	56,833	<b>54,993</b>
<b>Benefits and expenses:</b>					
Interest sensitive product benefits	29,637	29,829	29,878	29,865	<b>31,385</b>
<b>Underwriting, acquisition and insurance expenses:</b>					
Commission expense, net of deferrals	507	614	531	483	<b>537</b>
Amortization of deferred acquisition costs	2,231	2,711	2,528	2,783	<b>505</b>
Amortization of value of insurance in force acquired	170	169	170	170	<b>169</b>
Other underwriting expenses	5,219	4,737	5,523	5,358	<b>5,382</b>
Total underwriting, acquisition and insurance expenses	8,127	8,231	8,752	8,794	<b>6,593</b>
Total benefits and expenses	37,764	38,060	38,630	38,659	<b>37,978</b>
Pre-tax operating income	\$ 17,075	\$ 15,454	\$ 16,421	\$ 18,174	\$ <b>17,015</b>
<b>Selected balance sheet data, securities at amortized cost:</b>					
<b>Assets:</b>					
Investments	\$ 4,248,096	\$ 4,316,806	\$ 4,357,562	\$ 4,395,757	\$ <b>4,382,218</b>
Deferred acquisition costs	88,342	88,762	89,108	89,752	<b>91,802</b>
Value of insurance in force acquired	4,374	4,204	4,034	3,864	<b>3,695</b>
<b>Liabilities and equity:</b>					
<b>Liabilities:</b>					
Interest sensitive product reserves	\$ 3,744,876	\$ 3,827,295	\$ 3,863,647	\$ 3,872,179	\$ <b>3,884,541</b>
Other insurance reserves	366,899	364,966	368,378	364,368	<b>358,691</b>
Allocated equity, excluding AOCI	259,042	264,112	266,618	266,902	<b>267,324</b>
<b>Other data:</b>					
Number of direct contracts	53,410	53,676	53,528	53,390	<b>53,218</b>
Portfolio yield net of assumed defaults	4.74%	4.71%	4.67%	4.60%	<b>4.58%</b>
Credited rate	2.72	2.70	2.69	2.64	<b>2.63</b>
Spread on individual annuities at end of quarter (2)	2.02%	2.01%	1.98%	1.96%	<b>1.95%</b>
<b>Interest sensitive reserve activity:</b>					
<b>Individual annuity reserve:</b>					
Balance, beginning of period	\$ 2,895,799	\$ 2,936,817	\$ 2,984,644	\$ 3,022,180	\$ <b>3,057,952</b>
Deposits	73,240	84,125	80,219	75,439	<b>55,383</b>
Withdrawals, surrenders and death benefits	(43,587)	(47,417)	(46,610)	(46,700)	<b>(45,450)</b>
Net flows	29,653	36,708	33,609	28,739	<b>9,933</b>
Policyholder interest	19,083	19,770	20,710	20,826	<b>21,041</b>
Annuityizations and other	(7,718)	(8,651)	(16,783)	(13,793)	<b>(6,616)</b>
Balance, end of period	2,936,817	2,984,644	3,022,180	3,057,952	<b>3,082,310</b>

Other interest sensitive reserves	808,059	842,651	841,467	814,227	<b>802,231</b>
<b>Total interest sensitive product reserves</b>	<b>\$ 3,744,876</b>	<b>\$ 3,827,295</b>	<b>\$ 3,863,647</b>	<b>\$ 3,872,179</b>	<b>\$ 3,884,541</b>

- (1) Operating income is a non-GAAP measure of earnings.
- (2) Point-in-time spread at the balance sheet date used by management for decision making, which differs from the spread earned during the reporting period disclosed in the Form 10Q or 10K.

**FBL Financial Group, Inc.**  
**Statements of Pre-tax Operating Income (1)**  
**Life Insurance Segment**

<b>Pre-tax Operating Income</b>	<b>Q3 2016</b>	<b>Q4 2016</b>	<b>Q1 2017</b>	<b>Q2 2017</b>	<b>Q3 2017</b>
	(Dollars in thousands)				
<b>Operating revenues:</b>					
Interest sensitive product charges	\$ 14,210	\$ 16,797	\$ 17,100	\$ 17,487	\$ <b>16,633</b>
Traditional life insurance premiums	47,682	49,489	48,434	50,262	<b>47,087</b>
Net investment income	39,227	38,876	38,769	39,436	<b>38,995</b>
Other income	(89)	(73)	(160)	(117)	<b>(88)</b>
<b>Total operating revenues</b>	<b>101,030</b>	<b>105,089</b>	<b>104,143</b>	<b>107,068</b>	<b>102,627</b>
<b>Benefits and expenses:</b>					
<b>Interest sensitive product benefits:</b>					
Interest credited	7,886	8,225	8,187	7,983	<b>7,913</b>
Death benefits and other	17,459	13,119	14,272	13,622	<b>16,945</b>
<b>Total interest sensitive product benefits</b>	<b>25,345</b>	<b>21,344</b>	<b>22,459</b>	<b>21,605</b>	<b>24,858</b>
<b>Traditional life insurance benefits:</b>					
Death benefits	19,259	25,229	21,667	19,997	<b>21,530</b>
Surrender and other benefits	8,234	7,574	10,429	8,936	<b>7,409</b>
Increase in traditional life future policy benefits	14,628	14,817	10,859	13,678	<b>13,694</b>
<b>Total traditional life insurance benefits</b>	<b>42,121</b>	<b>47,620</b>	<b>42,955</b>	<b>42,611</b>	<b>42,633</b>
Policyholder dividends	2,459	2,560	2,553	2,557	<b>2,487</b>
<b>Underwriting, acquisition and insurance expenses:</b>					
Commission expense, net of deferrals	4,229	4,577	4,903	4,874	<b>4,544</b>
Amortization of deferred acquisition costs	(2,788)	3,724	3,911	4,519	<b>1,122</b>
Amortization of value of insurance in force acquired	377	377	375	375	<b>375</b>
Other underwriting expenses	14,042	12,699	14,404	14,185	<b>14,536</b>
<b>Total underwriting, acquisition and insurance expenses</b>	<b>15,860</b>	<b>21,377</b>	<b>23,593</b>	<b>23,953</b>	<b>20,577</b>
<b>Total benefits and expenses</b>	<b>85,785</b>	<b>92,901</b>	<b>91,560</b>	<b>90,726</b>	<b>90,555</b>
	\$ 15,245	\$ 12,188	\$ 12,583	\$ 16,342	\$ <b>12,072</b>
Equity income, before tax (2)	—	—	1,166	1,289	<b>548</b>
<b>Pre-tax operating income</b>	<b>\$ 15,245</b>	<b>\$ 12,188</b>	<b>\$ 13,749</b>	<b>\$ 17,631</b>	<b>\$ 12,620</b>
<b>Selected balance sheet data, securities at amortized cost:</b>					
<b>Assets:</b>					
Investments	\$ 2,825,458	\$ 2,876,555	\$ 2,878,865	\$ 2,913,608	\$ <b>2,942,395</b>
Deferred acquisition costs	262,803	267,545	271,454	275,356	<b>282,116</b>
Value of insurance in force acquired	17,781	17,404	17,029	16,654	<b>16,279</b>
<b>Liabilities and equity:</b>					
<b>Liabilities: (3)</b>					
Interest sensitive reserves	\$ 889,645	\$ 899,207	\$ 905,454	\$ 916,067	\$ <b>930,850</b>
Other insurance reserves	1,864,521	1,887,539	1,902,738	1,917,124	<b>1,933,051</b>
Allocated equity, excluding AOCI	379,540	386,315	382,319	386,413	<b>391,464</b>



**FBL Financial Group, Inc.**  
**Statements of Pre-tax Operating Income (1)**  
**Life Insurance Segment (Continued)**

	Q3 2016	Q4 2016	Q1 2017	Q2 2017	Q3 2017
	(Dollars in thousands)				
<b>Other data:</b>					
Number of direct policies - traditional life	364,132	364,698	364,173	364,122	<b>364,445</b>
Number of direct policies - universal life	63,446	64,044	64,490	64,979	<b>65,301</b>
Direct face amounts - traditional life	\$ 48,668,224	\$ 49,108,249	\$ 49,473,291	\$ 49,919,358	<b>\$ 50,435,353</b>
Direct face amounts - universal life	\$ 6,782,177	\$ 6,872,482	\$ 6,943,248	\$ 7,048,021	<b>\$ 7,124,265</b>
Portfolio yield net of assumed defaults	5.20%	5.15%	5.14%	5.12%	<b>5.12%</b>
Credited rate	3.76	3.76	3.76	3.71	<b>3.71</b>
Spread on universal life at end of quarter (4)	1.44%	1.39%	1.38%	1.41%	<b>1.41%</b>
<b>Interest sensitive reserve activity: (3)</b>					
Balance, beginning of period	\$ 875,067	\$ 889,645	\$ 899,207	\$ 905,454	<b>\$ 916,067</b>
Deposits	21,397	23,768	25,604	27,292	<b>24,708</b>
Withdrawals and surrenders	(4,569)	(6,043)	(8,212)	(7,130)	<b>(6,668)</b>
Net flows	16,828	17,725	17,392	20,162	<b>18,040</b>
Policyholder interest	7,641	7,720	7,687	7,570	<b>7,997</b>
Policy charges	(17,158)	(17,541)	(17,833)	(18,166)	<b>(18,149)</b>
Benefits and other	7,267	1,658	(999)	1,047	<b>6,895</b>
Balance, end of period	\$ 889,645	\$ 899,207	\$ 905,454	\$ 916,067	<b>\$ 930,850</b>

- (1) Operating income is a non-GAAP measure of earnings.
- (2) Beginning in the first quarter of 2017, a portion of our investments held in securities and indebtedness of related parties was assigned to the Life Insurance segment. These investments are accounted for under the equity method of accounting.
- (3) Reserves on riders in interest sensitive life insurance products are included in Other insurance reserves.
- (4) Point-in-time spread at the balance sheet date used by management for decision making with universal life (excluding products with a secondary guarantee) differs from the spread earned during the reporting period disclosed in the Form 10Q or 10K.

**FBL Financial Group, Inc.**  
**Statements of Pre-tax Operating Income (1)**  
**Corporate and Other**

	Q3 2016	Q4 2016	Q1 2017	Q2 2017	Q3 2017
<b>Pre-tax Operating Income</b>	(Dollars in thousands)				
<b>Operating revenues:</b>					
Interest sensitive product charges	\$ 10,793	\$ 11,102	\$ 10,978	\$ 10,894	\$ <b>10,393</b>
Net investment income	8,161	8,481	8,768	8,643	<b>8,719</b>
Other income	3,705	3,754	3,920	4,567	<b>3,589</b>
<b>Total operating revenues</b>	<b>22,659</b>	<b>23,337</b>	<b>23,666</b>	<b>24,104</b>	<b>22,701</b>
<b>Benefits and expenses:</b>					
Interest sensitive product benefits	10,239	8,214	10,059	7,894	<b>11,697</b>
<b>Underwriting, acquisition and insurance expenses:</b>					
Commission expense, net of deferrals	671	657	721	812	<b>705</b>
Amortization of deferred acquisition costs	(432)	1,953	637	1,223	<b>(2,276)</b>
Other underwriting expenses	1,210	1,423	1,098	1,721	<b>2,045</b>
<b>Total underwriting, acquisition and insurance expenses</b>	<b>1,449</b>	<b>4,033</b>	<b>2,456</b>	<b>3,756</b>	<b>474</b>
Interest expense	1,213	1,212	1,212	1,213	<b>1,213</b>
Other expenses	3,854	4,319	4,151	4,740	<b>4,971</b>
<b>Total benefits and expenses</b>	<b>16,755</b>	<b>17,778</b>	<b>17,878</b>	<b>17,603</b>	<b>18,355</b>
	5,904	5,559	5,788	6,501	<b>4,346</b>
Net loss (income) attributable to noncontrolling interest	10	(3)	(2)	(27)	<b>9</b>
Equity loss, before tax	(695)	(688)	(1,624)	(2,279)	<b>(1,717)</b>
<b>Pre-tax operating income</b>	<b>\$ 5,219</b>	<b>\$ 4,868</b>	<b>\$ 4,162</b>	<b>\$ 4,195</b>	<b>\$ 2,638</b>
<b>Selected balance sheet data, securities at amortized cost:</b>					
<b>Assets:</b>					
Investments	\$ 604,570	\$ 631,731	\$ 655,476	\$ 652,011	\$ <b>647,104</b>
Deferred acquisition costs	71,225	69,664	69,667	67,425	<b>71,038</b>
Separate account assets	605,729	597,072	615,892	625,971	<b>637,746</b>
<b>Liabilities and equity:</b>					
<b>Liabilities:</b>					
Interest sensitive reserves	\$ 359,151	\$ 366,519	\$ 368,405	\$ 367,929	\$ <b>369,167</b>
Other insurance reserves	93,099	93,159	93,054	91,316	<b>94,088</b>
Separate account liabilities	605,729	597,072	615,892	625,971	<b>637,746</b>
Allocated equity, excluding AOCI	379,877	385,220	365,103	382,112	<b>392,939</b>
<b>Rollforward of separate account balances:</b>					
Beginning separate account balance	\$ 603,706	\$ 605,729	\$ 597,072	\$ 615,892	\$ <b>625,971</b>
Net premiums and transfers	1,645	(2,348)	5,160	6,804	<b>4,945</b>
Net investment income (loss)	22,321	9,627	31,288	19,679	<b>22,852</b>
Charges, benefits and surrenders	(21,943)	(15,936)	(17,628)	(16,404)	<b>(16,022)</b>
<b>Ending separate account balance</b>	<b>\$ 605,729</b>	<b>\$ 597,072</b>	<b>\$ 615,892</b>	<b>\$ 625,971</b>	<b>\$ 637,746</b>
<b>Other data:</b>					
Number of direct contracts - variable annuity	10,657	10,500	10,320	10,157	<b>10,017</b>

Number of direct policies - variable universal life	39,275	38,779	38,251	37,800	<b>37,400</b>
Direct face amounts - variable universal life	\$ 4,839,145	\$ 4,772,878	\$ 4,707,786	\$ 4,654,603	<b>\$ 4,599,050</b>

(1) Operating income is a non-GAAP measure of earnings.



**FBL Financial Group, Inc.**  
**Deferred Acquisition Costs by Segment**

	Q3 2016	Q4 2016	Q1 2017	Q2 2017	Q3 2017
	(Dollars in thousands)				
<b>Annuity</b>					
Balance - beginning of period	\$ 87,405	\$ 88,342	\$ 88,762	\$ 89,108	\$ 89,752
Capitalization:					
Commissions	3,042	2,923	2,718	2,908	2,226
Expenses	186	83	194	183	181
Deferral of sales inducements	183	311	269	101	173
Total capitalization	3,411	3,317	3,181	3,192	2,580
Amortization - operating basis, before impact of unlocking (1)	(2,276)	(2,775)	(2,591)	(2,852)	(2,307)
Amortization - unlocking, operating basis (1)	—	—	—	—	1,752
Amortization - realized gains/losses on investments and unrealized gains/losses on derivatives	(198)	(122)	(244)	304	25
Balance - end of period	<u>\$ 88,342</u>	<u>\$ 88,762</u>	<u>\$ 89,108</u>	<u>\$ 89,752</u>	<u>\$ 91,802</u>
<b>Life Insurance</b>					
Balance - beginning of period	\$ 252,481	\$ 262,803	\$ 267,545	\$ 271,454	\$ 275,356
Capitalization:					
Commissions	4,609	6,213	5,498	5,682	5,122
Expenses	2,358	1,871	2,037	2,400	2,298
Deferral of sales inducements	146	482	421	441	93
Total capitalization	7,113	8,566	7,956	8,523	7,513
Amortization - operating basis, before impact of unlocking (1)	(4,770)	(3,822)	(4,063)	(4,686)	(5,172)
Amortization - unlocking, operating basis (1)	7,991	—	—	—	4,351
Amortization - realized gains/losses on investments and unrealized gains/losses on derivatives	(12)	(2)	16	65	68
Balance - end of period	<u>\$ 262,803</u>	<u>\$ 267,545</u>	<u>\$ 271,454</u>	<u>\$ 275,356</u>	<u>\$ 282,116</u>
<b>Corporate and Other</b>					
Balance - beginning of period	\$ 70,815	\$ 71,225	\$ 69,664	\$ 69,667	\$ 68,546
Capitalization:					
Commissions	108	183	157	130	83
Deferral of sales inducements	3	17	17	2	—
Total capitalization	111	200	174	132	83
Amortization - operating basis, before impact of unlocking (1)	(1,207)	(2,000)	(664)	(1,233)	(907)
Amortization - unlocking, operating basis (1)	1,661	—	—	—	3,292
Amortization - realized gains/losses on investments and unrealized gains/losses on derivatives	(155)	239	493	(20)	24
Balance - end of period	<u>\$ 71,225</u>	<u>\$ 69,664</u>	<u>\$ 69,667</u>	<u>\$ 68,546</u>	<u>\$ 71,038</u>

**FBL Financial Group, Inc.**  
**Deferred Acquisition Costs by Segment (Continued)**

	Q3 2016	Q4 2016	Q1 2017	Q2 2017	Q3 2017
	(Dollars in thousands)				
<b>Total</b>					
Balance - beginning of period	\$ 410,701	\$ 422,370	\$ 425,971	\$ 430,229	\$ 433,654
Capitalization:					
Commissions	7,759	9,319	8,373	8,720	7,431
Expenses	2,544	1,954	2,231	2,583	2,479
Deferral of sales inducements	332	810	707	544	266
Total capitalization	10,635	12,083	11,311	11,847	10,176
Amortization - operating basis, before impact of unlocking (1)	(8,253)	(8,597)	(7,318)	(8,771)	(8,386)
Amortization - unlocking, operating basis (1)	9,652	—	—	—	9,395
Amortization - realized gains/losses on investments and unrealized gains/losses on derivatives	(365)	115	265	349	117
Balance - end of period	422,370	425,971	430,229	433,654	444,956
Impact of realized/unrealized losses in AOCI	(207,140)	(95,647)	(108,091)	(137,017)	(142,109)
Deferred acquisition costs	\$ 215,230	\$ 330,324	\$ 322,138	\$ 296,637	\$ 302,847

(1) Operating income is a non-GAAP measure of earnings.

**FBL Financial Group, Inc.**  
**Impact of Unlocking on Pre-tax Operating Income (1)**

	Q3 2016	Q4 2016	Q1 2017	Q2 2017	Q3 2017
	(Dollars in thousands)				
<b>Annuity Segment</b>					
Amortization of deferred sales inducements reported in interest sensitive product benefits	\$ —	\$ —	\$ —	\$ —	\$ 10
Amortization of deferred acquisition costs	—	—	—	—	1,743
Changes in certain product reserves reported in interest sensitive product benefits	—	—	—	—	(228)
Increase to pre-tax operating income	\$ —	\$ —	\$ —	\$ —	\$ 1,525
<b>Life Segment</b>					
Amortization of unearned revenue reserve reported in interest sensitive product charges and other income	\$ (2,244)	\$ —	\$ —	\$ —	\$ (1,166)
Amortization of deferred sales inducements reported in interest sensitive product benefits	468	—	—	—	422
Amortization of deferred sales inducements reported in traditional life insurance benefits	69	—	—	—	55
Amortization of deferred acquisition costs	7,453	—	—	—	3,873
Changes in certain product reserves reported in interest sensitive product benefits	(6,073)	—	—	—	(5,574)
Decrease to pre-tax operating income	\$ (327)	\$ —	\$ —	\$ —	\$ (2,390)
<b>Corporate and Other Segment</b>					
Amortization of unearned revenue reserve reported in interest sensitive product charges	\$ (419)	\$ —	\$ —	\$ —	\$ (579)
Amortization of deferred sales inducements reported in interest sensitive product benefits	67	—	—	—	98
Amortization of deferred acquisition costs	1,595	—	—	—	3,194
Changes in certain product reserves reported in interest sensitive product benefits	(230)	—	—	—	(799)
Increase to pre-tax operating income	\$ 1,013	\$ —	\$ —	\$ —	\$ 1,914
Total impact of unlocking on pre-tax operating income	\$ 686	\$ —	\$ —	\$ —	\$ 1,049

(1) Operating income is a non-GAAP measure of earnings.

**FBL Financial Group, Inc.**

**Collected Premiums (1)**

	<b>Q3 2016</b>	<b>Q4 2016</b>	<b>Q1 2017</b>	<b>Q2 2017</b>	<b>Q3 2017</b>
	<b>(Dollars in thousands)</b>				
<b>Annuity</b>					
Individual:					
Fixed rate:					
First year	\$ 23,243	\$ 35,967	\$ 32,624	\$ 26,315	\$ 12,853
Renewal	18,420	20,485	24,217	20,624	14,839
Total fixed rate	41,663	56,452	56,841	46,939	27,692
Index annuity	31,578	28,115	23,427	28,834	28,118
Total individual	73,241	84,567	80,268	75,773	55,810
Group	2,757	2,705	1,195	766	2,323
Total Annuity	75,998	87,272	81,463	76,539	58,133
<b>Life Insurance</b>					
Direct:					
Universal life:					
First year	4,902	5,222	6,301	8,060	7,331
Renewal	16,135	18,039	19,113	18,873	17,216
Total universal life	21,037	23,261	25,414	26,933	24,547
Participating whole life:					
First year	4,050	3,167	2,985	3,183	2,446
Renewal	23,144	24,442	24,715	24,337	22,736
Total participating whole life	27,194	27,609	27,700	27,520	25,182
Term life and other:					
First year	2,377	2,382	2,442	2,573	2,529
Renewal	24,066	24,689	25,781	25,312	24,947
Total term life and other	26,443	27,071	28,223	27,885	27,476
Total direct life insurance	74,674	77,941	81,337	82,338	77,205
Reinsurance	(7,404)	(5,584)	(7,764)	(7,176)	(5,991)
Total Life Insurance	67,270	72,357	73,573	75,162	71,214
<b>Corporate and Other</b>					
Variable, net of reinsurance	13,082	13,362	14,733	14,114	12,204
Accident and health, net of reinsurance	40	182	101	41	98
Total Corporate and Other	13,122	13,544	14,834	14,155	12,302
<b>Total collected premiums</b>	<b>\$ 156,390</b>	<b>\$ 173,173</b>	<b>\$ 169,870</b>	<b>\$ 165,856</b>	<b>\$ 141,649</b>

(1) Collected premiums is a non-GAAP measure of sales production.

**FBL Financial Group, Inc.**  
**Other Information**

	September 30, 2016	December 31, 2016	March 31, 2017	June 30, 2017	September 30, 2017
	(Dollars in thousands, except per share data)				
<b>Capitalization:</b>					
Trust preferred securities, due 2047	\$ 97,000	\$ 97,000	\$ 97,000	\$ 97,000	\$ 97,000
Total debt	97,000	97,000	97,000	97,000	97,000
Preferred stock	3,000	3,000	3,000	3,000	3,000
Common stockholders' equity, excluding AOCI	1,018,459	1,035,647	1,014,040	1,035,427	1,051,727
<b>Total capitalization, excluding AOCI</b>	<b>1,118,459</b>	<b>1,135,647</b>	<b>1,114,040</b>	<b>1,135,427</b>	<b>1,151,727</b>
Accumulated other comprehensive income	292,828	149,555	165,598	212,357	223,869
<b>Total capitalization, including AOCI</b>	<b>\$ 1,411,287</b>	<b>\$ 1,285,202</b>	<b>\$ 1,279,638</b>	<b>\$ 1,347,784</b>	<b>\$ 1,375,596</b>
Common shares outstanding	24,874,659	24,893,955	24,917,960	24,928,568	24,933,510
<b>Book Value per Share:</b>					
Excluding AOCI	\$ 40.94	\$ 41.60	\$ 40.70	\$ 41.54	\$ 42.18
Including AOCI	52.72	47.61	47.34	50.05	51.16
<b>Debt-to-Capital Ratio:</b>					
Excluding AOCI	8.7%	8.5%	8.7%	8.5%	8.4%
Including AOCI	6.9	7.5	7.6	7.2	7.1
<b>Debt-to-Capital Ratio with 50% Credit for Trust Preferred Securities:</b>					
Excluding AOCI	4.3%	4.3%	4.4%	4.3%	4.2%
Including AOCI	3.4	3.8	3.8	3.6	3.5
<b>Class A Common Ownership:</b>					
Iowa Farm Bureau Federation	59.4%	59.3%	59.3%	59.2%	59.2%
Public	40.6	40.7	40.7	40.8	40.8
	100.0%	100.0%	100.0%	100.0%	100.0%

**FBL Financial Group, Inc.**  
**Other Information (Continued)**

	September 30, 2016	December 31, 2016	March 31, 2017	June 30, 2017	September 30, 2017
<b>Investment by Type:</b>					
Fixed maturity securities	65.1%	64.1%	63.7%	62.8%	<b>62.3%</b>
Residential mortgage-backed	5.2	5.2	5.2	5.3	<b>5.6</b>
Commercial mortgage-backed	7.4	7.0	7.3	7.7	<b>7.8</b>
Other asset-backed	8.8	9.4	9.2	9.5	<b>9.2</b>
Mortgage loans	9.4	10.0	10.3	10.3	<b>10.9</b>
Equity securities	1.6	1.6	1.7	1.6	<b>1.5</b>
Other	2.5	2.7	2.6	2.8	<b>2.7</b>
<b>Quality of Fixed Maturity Securities:</b>					
AAA, AA, A	63.7%	63.7%	63.8%	63.9%	<b>64.4%</b>
BBB	31.8	31.9	31.8	32.3	<b>32.0</b>
BB	3.0	2.9	3.1	2.7	<b>2.5</b>
<BB	1.5	1.5	1.3	1.1	<b>1.1</b>
<b>Agent Strength Totals:</b>					
Full time agents and agency managers:					
8-state Farm Bureau Property & Casualty channel	1,214	1,214	1,186	1,177	<b>1,213</b>
6 life partner states and Colorado	656	648	653	651	<b>653</b>
	<u>1,870</u>	<u>1,862</u>	<u>1,839</u>	<u>1,828</u>	<u><b>1,866</b></u>

	Q3 2016	Q4 2016	Q1 2017	Q2 2017	Q3 2017
<b>Equity Income (Loss), net of related income taxes</b>					
(Dollars in thousands)					
Equity income (loss):					
Low income housing tax credit partnerships	\$ (1,811)	\$ (1,689)	\$ (1,805)	\$ (2,938)	\$ (1,918)
Other equity method investments	1,116	1,001	1,347	1,948	<b>749</b>
	(695)	(688)	(458)	(990)	<b>(1,169)</b>
Income taxes:					
Taxes on equity income (loss)	242	241	160	346	<b>410</b>
Investment tax credits	3,581	3,494	3,529	3,568	<b>3,563</b>
Equity income, net of related income taxes	<u>\$ 3,128</u>	<u>\$ 3,047</u>	<u>\$ 3,231</u>	<u>\$ 2,924</u>	<u><b>\$ 2,804</b></u>