



## 2024 ANNUAL REPORT TO STATE FARM® MUTUAL POLICYHOLDERS

In 2024, State Farm grew across multiple lines of business, adding over 1 million policies and accounts. The State Farm group of companies is the leading personal Auto and Home insurer in the United States. While we experienced significant catastrophe activity in 2024, our operating results improved compared to 2023.

State Farm Mutual Automobile Insurance Company is financially strong. The A.M. Best Co., which provides an independent opinion of an insurance company's ability to meet obligations to policyholders, continues to give State Farm Mutual its highest rating (A++).

Our focus is on helping customers manage risk, recover from the unexpected and realize their dreams. We know rising costs are a concern and you have choices when it comes to insurance. As a Mutual Company, we're here to provide options, meet multiple needs, make it easy for you to interact with us, and offer a price as low as possible.

Together with State Farm employees and independent contractor agents, we are good neighbors committed to giving back by doing our part to build and support stronger, safer and better educated communities.

Thank you for choosing State Farm. Our goal is to continue making a meaningful difference in the lives of our customers for decades to come. It's a privilege to serve you.

Jon C. Farney

President & Chief Executive Officer

### Notice of Annual Meeting

The annual meeting of State Farm Mutual Automobile Insurance Company is held each year at 10 a.m. on the second Monday of June at the Company's Corporate Headquarters, One State Farm Plaza, Bloomington, Illinois. All members may attend the annual meeting, and the first named insured has a right to vote by proxy or in person. You may receive a proxy by writing to Customer Service, One State Farm Plaza, Bloomington, Illinois 61710. Please include your State Farm Mutual Automobile Insurance Company policy number in your request. A return envelope will be provided for your convenience and proxies must be on file with the Corporate Secretary 20 days before the annual meeting. Please visit [statefarm.com](https://statefarm.com)® for any changes to the annual meeting location, date or time.

State Farm Mutual Automobile Insurance Company  
Bloomington, IL

## STATE FARM MUTUAL AUTOMOBILE INSURANCE COMPANY

### Statement of Condition (In Millions of Dollars)

| <u>Assets</u>                          | <u>2024</u>      | <u>2023</u>      |
|--|------------------|------------------|
| Cash and Short Term Investments        | \$ 1,957         | \$ 2,100         |
| Bonds                                  | 68,694           | 58,861           |
| Unaffiliated Common & Preferred Stocks | 91,196           | 85,789           |
| Equity in Insurance Subsidiaries       | 53,867           | 51,903           |
| Other Assets                           | 24,176           | 22,135           |
| <b>Total Assets</b>                    | <b>\$239,889</b> | <b>\$220,788</b> |

### Liabilities

|                           |           |           |
|---------------------------|-----------|-----------|
| Claims and Claim Expenses | \$ 55,048 | \$ 50,319 |
| Unearned Premiums         | 19,496    | 17,179    |
| Other Liabilities         | 20,155    | 18,538    |

### Surplus

|   |                  |                  |
|---|------------------|------------------|
| Funds for Protection of State Farm Mutual Policyholders, including the Investment Fluctuation Reserve | \$ 88,181        | \$ 79,740        |
| Funds Assigned for Protection of Customers of Subsidiaries  | 53,866           | 51,872           |
| Special Surplus Segregation from Retroactive Reinsurance  | 1                | 0                |
| Funds Assigned for Catastrophe Reinsurance Assumed from Affiliates                                    | 3,142            | 3,140            |
| <b>Total Liabilities and Surplus</b>  | <b>\$239,889</b> | <b>\$220,788</b> |

### Summary of Operating Data (In Millions of Dollars)

|   | <u>2024</u>     | <u>2023</u>       |
|---|-----------------|-------------------|
| Premium Earned                                      | \$ 69,038       | \$ 57,187         |
| Less: Dollars for Claims                            | 50,853          | 48,437            |
| Expenses for Paying Claims                          | 6,491           | 6,336             |
| Service and Administrative Fees                     | 13,817          | 12,219            |
| <b>Underwriting Gain or (Loss)</b>                  | <b>(2,123)</b>  | <b>(9,805)</b>    |
| Plus: Investment Gain <sup>1</sup> and Other Income | 6,431           | 4,558             |
| Income before Dividends and Taxes                   | 4,308           | (5,247)           |
| Less: Dividends to Policyholders                    | 0               | 0                 |
| Income Taxes Incurred (Recoverable)                 | (553)           | (512)             |
| <b>Net Income</b>                                   | <b>\$ 4,861</b> | <b>\$ (4,735)</b> |

<sup>1</sup>Investment Gain is reported net of capital gains tax.

An independent public accounting firm audited the Company's financial statements.

### Board of Directors

**Dan E. Arvizu** – Former Chancellor, New Mexico State University System  
**Keith Block** – Chief Executive Officer and Founder, Smithpoint Capital  
**Charles K. Bobrinskoy** – Vice Chairman & Head of Investment Group, Ariel Investments  
**Jon C. Farney** – President & Chief Executive Officer, State Farm Mutual Automobile Insurance Company  
**Kate Gebo** – Executive Vice President, Human Resources and Labor Relations, United Airlines  
**Caroline S. Grace** – President and Chief Executive Officer, AMN Healthcare Services, Inc.  
**James Hackett** – Former President and CEO, Ford Motor Company  
**W. H. Knight, Jr.** – Former Professor of Law & Distinguished Academic in Residence, Seattle University School of Law  
**Vicki A. O'Meara** – Strategic Advisor and Former Chairman, AdSwerve  
**Gary L. Perlin** – Former Chief Financial Officer, Capital One Financial Corp.  
**Steven C. Williams** – Chief Executive Officer, PepsiCo Foods North America  
**Kenneth J. Worzel** – Chief Customer Officer, Nordstrom, Inc.