



2025 ANNUAL REPORT TO STATE FARM® MUTUAL POLICYHOLDERS

At State Farm, our mutual structure makes us unique. We maintain a relentless focus on the customer, supported by financial strength that allows us to keep our promises, and our people – State Farm employees and independent contractor agents – are committed to building relationships based on trust and doing the right thing.

In 2025, State Farm grew across multiple lines of business, adding over 700,000 policies and accounts. Positive underwriting performance in the auto business, among other factors, resulted in the determination of State Farm Mutual issuing a \$5 billion cash back dividend in addition to auto rate decreases in more than 40 states.

Delivering on our mission to help people recover, State Farm Mutual and its property and casualty affiliates reported incurred claims of \$78 billion, including payments of nearly \$15 billion in catastrophe claims in 2025. These payments, along with the care provided by our employees, agents and their teams, are how we help people recover when the unexpected occurs. And we're proud to support local communities through volunteer efforts and philanthropic contributions.

Customers are at the center of everything we do. That will never change. Thank you for putting your trust in State Farm. It is our 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® 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)

Assets	2025	2024
Cash and Short Term Investments	\$ 2,685	\$ 1,957
Bonds	74,897	68,694
Unaffiliated Common & Preferred Stocks	105,125	91,196
Equity in Insurance Subsidiaries	60,714	53,867
Other Assets	27,045	24,176
Total Assets	\$270,466	\$239,889

Liabilities

Claims and Claim Expenses	\$ 55,837	\$ 55,048
Unearned Premiums	19,626	19,496
Other Liabilities	25,005	20,155

Surplus

Funds for Protection of State Farm Mutual Policyholders, including the Investment Fluctuation Reserve	\$ 108,522	\$ 88,181
Funds Assigned for Protection of Customers of Subsidiaries	60,714	53,866
Special Surplus Segregation from Retroactive Reinsurance	1	1
Funds Assigned for Catastrophe Reinsurance Assumed from Affiliates	761	3,142
Total Liabilities and Surplus	\$270,466	\$239,889

Summary of Operating Data (In Millions of Dollars)

	2025	2024
Premium Earned	\$ 73,017	\$ 69,038
Less: Dollars for Claims	51,394	50,853
Expenses for Paying Claims	6,175	6,491
Service and Administrative Fees	13,901	13,817
Underwriting Gain or (Loss)	1,547	(2,123)
Plus: Investment Gain ¹ and Other Income	6,205	6,431
Income before Dividends and Taxes	7,752	4,308
Less: Dividends to Policyholders	0	0
Income Taxes Incurred (Recoverable)	(424)	(553)
Net Income	\$ 8,176	\$ 4,861

¹Investment Gain is reported net of capital gains tax.

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

Board of Directors

Keith Block – Chief Executive Officer and Founder, Smith Point Capital
Charles K. Bobrinsky – 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
Richard J. Kramer – Former Chairman of the Board, President and Chief Executive Officer, The Goodyear Tire & Rubber Company
Vicki A. O'Meara – Strategic Advisor, Adswerve, Inc.
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.