



**Investor Supplement
Fourth Quarter 2022**

The financial statements and financial exhibits included herein are unaudited. These financial statements and exhibits should be read in conjunction with the Company's periodic reports on Forms 10-K, 10-Q and 8-K filed with the U.S. Securities and Exchange Commission (the "SEC"). The results of operations for interim periods should not be considered indicative of results to be expected for the full year.

Caution Regarding Forward-Looking Statements

This Investor Supplement may contain or incorporate by reference information that includes or is based on forward-looking statements within the meaning of the safe-harbor provisions of the Private Securities Litigation Reform Act of 1995. We caution investors that these forward-looking statements are not guarantees of future performance, and actual results may differ materially. Such statements involve known and unknown risks, uncertainties, and other factors, including but not limited to:

- changes in the frequency and severity of insurance claims;
- claim development and the process of estimating claim reserves;
- the impacts of inflation;
- supply chain disruption;
- product demand and pricing;
- effects of governmental and regulatory actions;
- litigation outcomes;
- investment risks;
- cybersecurity risks;
- impact of catastrophes; and
- other risks and uncertainties detailed in Kemper's Annual Report on Form 10-K and subsequent filings with the Securities and Exchange Commission ("SEC").

The COVID-19 outbreak and subsequent global pandemic ("Pandemic") is an extraordinary catastrophe that creates unique uncertainties and risks. Kemper cannot provide any assurances as to the impacts of the Pandemic and related economic conditions on Kemper's operating and financial results.

Kemper assumes no obligation to publicly correct or update any forward-looking statements as a result of events or developments subsequent to the date of this Investor Supplement, including any such statements related to the Pandemic.

Non-GAAP Financial Measures

This document contains non-GAAP financial measures to analyze the Company's operating performance for the periods presented. Because the Company's calculation of these measures may differ from similar measures used by other companies, investors should be careful when comparing the Company's non-GAAP financial measures to those of other companies. For detailed disclosures on non-GAAP financial measures please refer to the "Definitions of Non-GAAP Financial Measures" on pages 34-35.

Kemper Corporation
Investor Supplement
Fourth Quarter 2022
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Kemper Corporation
Consolidated Financial Highlights
(Dollars in Millions, Except Per Share Amounts)
(Unaudited)

	Three Months Ended								Year Ended	
	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021	Dec 31, 2022	Dec 31, 2021
For Period Ended										
Earned Premiums	\$1,267.0	\$1,307.0	\$1,353.7	\$1,338.6	\$1,359.1	\$1,356.1	\$1,337.7	\$1,200.8	\$ 5,266.3	\$ 5,253.7
Net Investment Income	106.3	97.8	118.5	100.0	108.4	101.9	113.9	103.1	422.6	427.3
Change in Value of Alternative Energy Partnership Investments	1.3	0.4	(4.9)	(16.7)	(14.3)	(23.8)	(7.7)	(15.4)	(19.9)	(61.2)
Other Income	1.9	4.0	0.9	2.4	—	1.5	1.8	1.5	9.2	4.8
Income (Loss) from Change in Fair Value of Equity and Convertible Securities ..	—	(11.2)	(40.5)	(28.2)	22.2	(0.6)	40.8	52.2	(79.9)	114.6
Net Realized Investment Gains (Losses)	0.2	(20.4)	6.1	(7.4)	18.5	9.5	16.0	9.8	(21.5)	53.8
Total Revenues	<u>\$1,376.7</u>	<u>\$1,377.6</u>	<u>\$1,433.8</u>	<u>\$1,388.7</u>	<u>\$1,493.9</u>	<u>\$1,444.6</u>	<u>\$1,502.5</u>	<u>\$1,352.0</u>	<u>\$ 5,576.8</u>	<u>\$ 5,793.0</u>
Net Income (Loss)	\$ (55.5)	\$ (76.2)	\$ (74.7)	\$ (94.8)	\$ (105.8)	\$ (75.3)	\$ (62.6)	\$ 123.2	\$ (301.2)	\$ (120.5)
Adjusted Consolidated Net Operating Income (Loss) ¹	\$ (26.6)	\$ (30.5)	\$ (39.7)	\$ (60.1)	\$ (130.8)	\$ (75.8)	\$ (99.4)	\$ 87.2	\$ (156.9)	\$ (218.8)
Per Unrestricted Common Share Amounts:										
<u>Basic:</u>										
Net Income (Loss)	\$ (0.87)	\$ (1.19)	\$ (1.17)	\$ (1.49)	\$ (1.66)	\$ (1.18)	\$ (0.97)	\$ 1.88	\$ (4.72)	\$ (1.87)
Adjusted Consolidated Net Operating Income (Loss) ¹	\$ (0.41)	\$ (0.48)	\$ (0.62)	\$ (0.94)	\$ (2.05)	\$ (1.19)	\$ (1.54)	\$ 1.33	\$ (2.46)	\$ (3.40)
<u>Diluted:</u>										
Net Income (Loss)	\$ (0.87)	\$ (1.19)	\$ (1.17)	\$ (1.49)	\$ (1.66)	\$ (1.18)	\$ (0.97)	\$ 1.85	\$ (4.72)	\$ (1.87)
Adjusted Consolidated Net Operating Income (Loss) ¹	\$ (0.41)	\$ (0.48)	\$ (0.62)	\$ (0.94)	\$ (2.05)	\$ (1.19)	\$ (1.54)	\$ 1.31	\$ (2.46)	\$ (3.40)
Dividends Paid to Shareholders Per Share	\$ 0.31	\$ 0.31	\$ 0.31	\$ 0.31	\$ 0.31	\$ 0.31	\$ 0.31	\$ 0.31	\$ 1.24	\$ 1.24
At Period End										
Total Assets	\$13,364.0	\$13,457.8	\$13,953.0	\$14,614.7	\$14,916.5	\$14,977.2	\$14,950.7	\$14,203.7		
Insurance Reserves	\$6,310.9	\$6,254.9	\$6,326.4	\$6,316.4	\$6,313.6	\$6,120.3	\$5,982.4	\$5,541.1		
Debt	\$1,386.9	\$1,386.4	\$1,385.8	\$1,385.2	\$1,121.9	\$1,122.1	\$1,122.3	\$1,122.6		
Shareholders' Equity	\$2,443.2	\$2,437.6	\$2,850.0	\$3,394.5	\$4,007.7	\$4,151.2	\$4,306.2	\$4,339.1		
Shareholders' Equity Excluding Goodwill ^{1,2}	\$1,142.9	\$1,138.8	\$1,538.0	\$2,082.5	\$2,695.7	\$2,839.2	\$2,994.3	\$3,225.1		
Common Shares Issued and Outstanding (In Millions)	63.913	63.884	63.850	63.800	63.685	63.652	63.636	65.016		
Book Value Per Share ²	\$ 38.23	\$ 38.16	\$ 44.64	\$ 53.21	\$ 62.93	\$ 65.22	\$ 67.67	\$ 66.74		
Book Value Per Share Excluding Goodwill ^{1,2}	\$ 17.88	\$ 17.83	\$ 24.09	\$ 32.64	\$ 42.33	\$ 44.61	\$ 47.05	\$ 49.60		
Book Value Per Share Excluding Net Unrealized (Gains) Losses on Fixed Maturities ^{1,2}	\$ 49.44	\$ 50.41	\$ 52.03	\$ 53.42	\$ 55.04	\$ 56.94	\$ 58.39	\$ 60.00		
Book Value Per Share Excluding Net Unrealized (Gains) Losses on Fixed Maturities and Goodwill ^{1,2}	\$ 29.10	\$ 30.08	\$ 31.48	\$ 32.86	\$ 34.44	\$ 36.33	\$ 37.77	\$ 42.87		
Debt to Total Capitalization ²	36.2 %	36.3 %	32.7 %	29.0 %	21.9 %	21.3 %	20.7 %	20.6 %		
Rolling 12 Months Return on 5-point Average Shareholders Equity ^{2,3}	(10.0)%	(10.4)%	(9.4)%	(8.4)%	(2.8)%	1.9 %	6.4 %	11.1 %		

¹ Non-GAAP Financial Measure. See page 34 for definition.

² See Capital Metrics on pages 8-9 for detail calculations.

³ Rolling 12 Months Return on 5-point Average Shareholders Equity is calculated by taking the last 12 months of Net Income (Loss) divided by the 5-point average Shareholders' Equity. The 5-point Average Shareholders' Equity is calculated by using a 5-point quarter average of Shareholders' Equity for the 12 month period.

Kemper Corporation
Consolidated Statements of Income (Loss)
(Dollars in Millions, Except Per Share Amounts)
(Unaudited)

	Three Months Ended								Year Ended	
	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021	Dec 31, 2022	Dec 31, 2021
Revenues:										
Earned Premiums	\$ 1,267.0	\$ 1,307.0	\$ 1,353.7	\$ 1,338.6	\$ 1,359.1	\$ 1,356.1	\$ 1,337.7	\$ 1,200.8	\$ 5,266.3	\$ 5,253.7
Net Investment Income	106.3	97.8	118.5	100.0	108.4	101.9	113.9	103.1	422.6	427.3
Change in Value of Alternative Energy Partnership Investments	1.3	0.4	(4.9)	(16.7)	(14.3)	(23.8)	(7.7)	(15.4)	(19.9)	(61.2)
Other Income	1.9	4.0	0.9	2.4	—	1.5	1.8	1.5	9.2	4.8
Income (Loss) from Change in Fair Value of Equity and Convertible Securities ..	—	(11.2)	(40.5)	(28.2)	22.2	(0.6)	40.8	52.2	(79.9)	114.6
Net Realized Investment Gains (Losses)	3.9	(12.1)	11.0	1.5	21.7	10.1	19.2	13.8	4.3	64.8
Impairment Losses	(3.7)	(8.3)	(4.9)	(8.9)	(3.2)	(0.6)	(3.2)	(4.0)	(25.8)	(11.0)
Total Revenues	1,376.7	1,377.6	1,433.8	1,388.7	1,493.9	1,444.6	1,502.5	1,352.0	5,576.8	5,793.0
Expenses:										
Policyholders' Benefits and Incurred Losses and Loss Adjustment Expenses	1,078.3	1,102.4	1,170.3	1,153.4	1,276.0	1,211.2	1,224.1	889.5	4,504.4	4,600.8
Insurance Expenses	287.6	301.3	307.7	304.0	309.1	311.3	314.0	283.7	1,200.6	1,218.1
Loss from Early Extinguishment of Debt	—	—	—	3.7	—	—	—	—	3.7	—
Interest and Other Expenses	86.5	63.5	53.5	54.1	56.2	51.9	54.1	57.2	257.6	219.4
Total Expenses	1,452.4	1,467.2	1,531.5	1,515.2	1,641.3	1,574.4	1,592.2	1,230.4	5,966.3	6,038.3
Income (Loss) before Income Taxes	(75.7)	(89.6)	(97.7)	(126.5)	(147.4)	(129.8)	(89.7)	121.6	(389.5)	(245.3)
Income Tax Benefit (Expense)	20.2	13.4	23.0	31.7	41.6	54.5	27.1	1.6	88.3	124.8
Net Income (Loss)	\$ (55.5)	\$ (76.2)	\$ (74.7)	\$ (94.8)	\$ (105.8)	\$ (75.3)	\$ (62.6)	\$ 123.2	\$ (301.2)	\$ (120.5)
Income (Loss) Per Unrestricted Share:										
Basic	\$ (0.87)	\$ (1.19)	\$ (1.17)	\$ (1.49)	\$ (1.66)	\$ (1.18)	\$ (0.97)	\$ 1.88	\$ (4.72)	\$ (1.87)
Diluted	\$ (0.87)	\$ (1.19)	\$ (1.17)	\$ (1.49)	\$ (1.66)	\$ (1.18)	\$ (0.97)	\$ 1.85	\$ (4.72)	\$ (1.87)
Net Income (Loss) Per Unrestricted Share:										
Basic	\$ (0.87)	\$ (1.19)	\$ (1.17)	\$ (1.49)	\$ (1.66)	\$ (1.18)	\$ (0.97)	\$ 1.88	\$ (4.72)	\$ (1.87)
Diluted	\$ (0.87)	\$ (1.19)	\$ (1.17)	\$ (1.49)	\$ (1.66)	\$ (1.18)	\$ (0.97)	\$ 1.85	\$ (4.72)	\$ (1.87)
Dividends Paid to Shareholders Per Share	\$ 0.31	\$ 0.31	\$ 0.31	\$ 0.31	\$ 0.31	\$ 0.31	\$ 0.31	\$ 0.31	\$ 1.24	\$ 1.24
Weighted Average Unrestricted Common Shares Outstanding (in Millions) ...	63.888	63.853	63.816	63.744	63.655	63.628	64.377	65.425	63.826	64.264

Kemper Corporation
Consolidated Balance Sheets
(Dollars in Millions)
(Unaudited)

	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021
Assets:								
Investments:								
Fixed Maturities at Fair Value	\$ 6,894.8	\$ 6,577.1	\$ 7,218.8	\$ 7,783.9	\$ 7,986.9	\$ 7,885.1	\$ 7,835.0	\$ 7,479.4
Equity Securities at Fair Value	243.2	322.7	395.0	571.5	830.6	969.6	957.7	897.4
Equity Method Limited Liability Investments	217.0	226.0	228.9	230.0	241.9	255.1	245.5	219.2
Alternative Energy Partnerships	16.3	16.9	17.0	22.4	39.6	54.2	46.6	54.4
Short-term Investments at Cost which Approximates Fair Value	278.4	357.2	230.2	243.8	284.1	259.7	370.6	196.9
Company-Owned Life Insurance	586.5	578.6	566.2	556.4	448.1	440.7	433.5	429.5
Loans to Policyholders	283.4	283.2	282.3	284.7	286.2	289.6	291.7	295.1
Other Investments	269.9	274.2	276.9	275.4	270.0	268.3	261.7	250.8
Total Investments	8,789.5	8,635.9	9,215.3	9,968.1	10,387.4	10,422.3	10,442.3	9,822.7
Cash	212.4	249.2	348.6	297.3	148.2	119.8	105.1	547.4
Receivables from Policyholders	1,286.6	1,345.8	1,375.1	1,404.5	1,418.7	1,481.2	1,479.9	1,260.9
Other Receivables	262.6	228.7	206.5	203.4	207.3	207.3	214.9	225.4
Deferred Policy Acquisition Costs	625.6	634.7	680.5	680.0	677.6	676.6	652.7	611.7
Goodwill	1,300.3	1,298.8	1,312.0	1,312.0	1,312.0	1,312.0	1,311.9	1,114.0
Current Income Tax Assets	167.6	165.1	200.8	183.0	173.1	138.7	94.2	65.6
Deferred Income Tax Assets	189.4	182.0	57.1	—	—	—	—	—
Assets Held-for-Sale	—	172.8	—	—	—	—	—	—
Other Assets	530.0	544.8	557.1	566.4	592.2	619.3	649.7	556.0
Total Assets	\$ 13,364.0	\$ 13,457.8	\$ 13,953.0	\$ 14,614.7	\$ 14,916.5	\$ 14,977.2	\$ 14,950.7	\$ 14,203.7
Liabilities and Shareholders' Equity:								
Insurance Reserves:								
Life and Health	\$ 3,554.0	\$ 3,534.6	\$ 3,568.0	\$ 3,556.3	\$ 3,540.9	\$ 3,524.1	\$ 3,551.6	\$ 3,541.6
Property and Casualty	2,756.9	2,720.3	2,758.4	2,760.1	2,772.7	2,596.2	2,430.8	1,999.5
Total Insurance Reserves	6,310.9	6,254.9	6,326.4	6,316.4	6,313.6	6,120.3	5,982.4	5,541.1
Unearned Premiums	1,704.4	1,794.8	1,854.4	1,890.5	1,898.7	1,965.7	1,968.1	1,713.0
Policyholder Contract Liabilities	701.3	704.0	704.5	655.0	504.0	481.8	442.7	466.5
Deferred Income Tax Liabilities	—	—	—	69.6	227.0	242.4	269.6	227.6
Liabilities Held-for-Sale	—	84.8	—	—	—	—	—	—
Accrued Expenses and Other Liabilities	817.3	795.3	831.9	903.5	843.6	893.7	859.4	793.8
Long-term Debt, Current and Non-current, at Amortized Cost	1,386.9	1,386.4	1,385.8	1,385.2	1,121.9	1,122.1	1,122.3	1,122.6
Total Liabilities	10,920.8	11,020.2	11,103.0	11,220.2	10,908.8	10,826.0	10,644.5	9,864.6
Shareholders' Equity:								
Common Stock	6.4	6.4	6.4	6.4	6.4	6.4	6.4	6.5
Paid-in Capital	1,812.7	1,822.2	1,812.5	1,803.1	1,790.7	1,777.0	1,770.9	1,802.1
Retained Earnings	1,380.1	1,455.6	1,551.9	1,647.3	1,762.5	1,888.4	1,985.9	2,140.0
Accumulated Other Comprehensive (Loss) Income	(756.0)	(846.6)	(520.8)	(62.3)	448.1	479.4	543.0	390.5
Total Shareholders' Equity	2,443.2	2,437.6	2,850.0	3,394.5	4,007.7	4,151.2	4,306.2	4,339.1
Total Liabilities and Shareholders' Equity	\$ 13,364.0	\$ 13,457.8	\$ 13,953.0	\$ 14,614.7	\$ 14,916.5	\$ 14,977.2	\$ 14,950.7	\$ 14,203.7

Kemper Corporation
Consolidated Statements of Cash Flows
(Dollars in Millions)
(Unaudited)

	Year Ended	
	Dec 31, 2022	Dec 31, 2021
Cash Flows from Operating Activities:		
Net (Losses) Income	\$ (301.2)	\$ (120.5)
Adjustments to Reconcile Net (Loss) Income to Net Cash Provided by (Used in) Operating Activities:		
Net Realized Investment Gains	(4.3)	(64.8)
Impairment Losses	25.8	11.0
Depreciation and Amortization of Property, Equipment and Software	50.5	46.3
Amortization of Intangible Assets Acquired	20.4	53.5
Loss from Early Extinguishment of Debt	3.7	—
Change in Accumulated Undistributed Earnings of Equity Method Limited Liability Investments	(9.5)	(33.5)
Loss from Change in Value of Alternative Energy Partnership Investments	19.9	61.2
Decrease (Increase) in Value of Equity and Convertible Securities	79.9	(114.6)
Changes in:		
Receivables from Policyholders	129.4	(75.2)
Reinsurance Recoverables	(1.9)	20.6
Deferred Policy Acquisition Costs	13.8	(88.3)
Insurance Reserves	45.4	623.1
Unearned Premiums	(183.5)	105.9
Income Taxes	(87.5)	(163.1)
Other Assets and Liabilities	(21.3)	89.1
Net Cash (Used) Provided by Operating Activities	(220.4)	350.7
Cash Flows from Investing Activities:		
Proceeds from the Sales, Calls and Maturities of Fixed Maturities	1,308.7	1,388.9
Proceeds from the Sales or Paydowns of Investments:		
Equity Securities	536.8	316.6
Real Estate Investments	—	8.0
Mortgage Loans	91.3	70.8
Other Investments	52.1	47.5
Purchases of Investments:		
Fixed Maturities	(1,818.9)	(1,825.4)
Equity Securities	(59.7)	(124.3)
Real Estate Investments	(3.1)	(5.1)
Corporate-Owned Life Insurance	(110.0)	(100.0)
Mortgage Loans	(81.1)	(119.9)
Other Investments	(13.0)	(104.9)
Net Sales (Purchases) of Short-term Investments	6.1	687.2
Acquisition of Business, Net of Cash Acquired	—	(316.6)
Sale of Infinity Security, Net of Cash Disposed	4.9	—
Sale of Reserve National, Net of Cash Disposed	9.9	—
Acquisition of Software and Long-lived Assets	(30.8)	(57.8)
Other	8.5	16.8
Net Cash Used by Investing Activities	(98.3)	(118.2)

Kemper Corporation
Consolidated Statements of Cash Flows
(Dollars in Millions)
(Unaudited)

	Year Ended	
	Dec 31, 2022	Dec 31, 2021
Net Cash Provided (Used) by Investing Activities (Carryforward from page 6)	\$ (98.3)	\$ (118.2)
Cash Flows from Financing Activities:		
Repayment of Long-term Debt	(280.0)	(50.0)
Proceeds from Issuance of 3.80% Senior Notes due February 23, 2032	396.3	—
Issuance Fees on 3.80% Senior Notes due February 23, 2032	(1.2)	—
Proceeds from Issuance of 5.875% Fixed-Rate Reset Junior Subordinated Debentures Due 2062	145.6	—
Issuance Fees on 5.875% Fixed-Rate Reset Junior Subordinated Debentures Due 2062	(0.9)	—
Proceeds from Policyholder Contract Obligations	416.5	386.8
Repayment of Policyholder Contract Obligations	(219.2)	(394.0)
Proceeds from Shares Issued under Employee Stock Purchase Plan	4.9	5.4
Common Stock Repurchases	—	(161.7)
Dividends and Dividend Equivalents Paid	(79.7)	(80.6)
Other	0.6	3.7
Net Cash Provided (Used) by Financing Activities	382.9	(290.4)
Net increase (decrease) in cash	64.2	(57.9)
Cash, Beginning of Year	148.2	206.1
Cash, End of Period	\$ 212.4	\$ 148.2

Kemper Corporation
Capital Metrics
(Dollars and Shares in Millions, Except Per Share Amounts)
(Unaudited)

	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021
Book Value Per Share								
<u>Numerator</u>								
Shareholders' Equity	\$2,443.2	\$2,437.6	\$2,850.0	\$3,394.5	\$4,007.7	\$4,151.2	\$4,306.2	\$4,339.1
Less: Goodwill	(1,300.3)	(1,298.8)	(1,312.0)	(1,312.0)	(1,312.0)	(1,312.0)	(1,311.9)	(1,114.0)
Shareholders' Equity Excluding Goodwill ¹	\$1,142.9	\$1,138.8	\$1,538.0	\$2,082.5	\$2,695.7	\$2,839.2	\$2,994.3	\$3,225.1
Shareholders' Equity	\$2,443.2	\$2,437.6	\$2,850.0	\$3,394.5	\$4,007.7	\$4,151.2	\$4,306.2	\$4,339.1
Less: Net Unrealized (Gains) Losses on Fixed Maturities	716.8	782.7	472.2	13.7	(502.6)	(526.9)	(590.5)	(438.0)
Shareholders' Equity Excluding Net Unrealized (Gains) Losses on Fixed Maturities ¹	\$3,160.0	\$3,220.3	\$3,322.2	\$3,408.2	\$3,505.1	\$3,624.3	\$3,715.7	\$3,901.1
Less: Goodwill	(1,300.3)	(1,298.8)	(1,312.0)	(1,312.0)	(1,312.0)	(1,312.0)	(1,311.9)	(1,114.0)
Shareholders' Equity Excluding Net Unrealized (Gains) Losses on Fixed Maturities and Goodwill ¹	\$1,859.7	\$1,921.5	\$2,010.2	\$2,096.2	\$2,193.1	\$2,312.3	\$2,403.8	\$2,787.1
<u>Denominator</u>								
Common Shares Issued and Outstanding	63.913	63.884	63.850	63.800	63.685	63.652	63.636	65.016
Book Value Per Share	\$ 38.23	\$ 38.16	\$ 44.64	\$ 53.21	\$ 62.93	\$ 65.22	\$ 67.67	\$ 66.74
Book Value Per Share Excluding Goodwill ¹	\$ 17.88	\$ 17.83	\$ 24.09	\$ 32.64	\$ 42.33	\$ 44.61	\$ 47.05	\$ 49.60
Book Value Per Share Excluding Net Unrealized (Gains) Losses on Fixed Maturities ¹	\$ 49.44	\$ 50.41	\$ 52.03	\$ 53.42	\$ 55.04	\$ 56.94	\$ 58.39	\$ 60.00
Book Value Per Share Excluding Net Unrealized (Gains) Losses on Fixed Maturities and Goodwill ¹	\$ 29.10	\$ 30.08	\$ 31.48	\$ 32.86	\$ 34.44	\$ 36.33	\$ 37.77	\$ 42.87
Return on Shareholders' Equity								
<u>Numerator</u>								
Rolling 12 Months Net Income	\$ (301.2)	\$ (351.5)	\$ (350.6)	\$ (338.5)	\$ (120.5)	\$ 82.8	\$ 280.4	\$ 469.1
<u>Denominator (5-point Average)</u>								
5-point Average Shareholders' Equity	\$3,026.6	\$3,368.2	\$3,741.9	\$4,039.7	\$4,273.5	\$4,341.5	\$4,348.8	\$4,239.7
Rolling 12 Months Return on Average Shareholders' Equity (5-point Average)	(10.0)%	(10.4)%	(9.4)%	(8.4)%	(2.8)%	1.9 %	6.4 %	11.1 %
Return on Shareholders' Equity Excluding Goodwill¹								
<u>Denominator (5-point Average)</u>								
5-point Average Shareholders' Equity Excluding Goodwill ¹	\$1,719.6	\$2,058.8	\$2,429.9	\$2,767.4	\$3,040.7	\$3,148.3	\$3,195.2	\$3,125.7
Rolling 12 Months Return on Average Shareholders' Equity Excluding Goodwill (5-point Average) ¹	(17.5)%	(17.1)%	(14.4)%	(12.2)%	(4.0)%	2.6 %	8.8 %	15.0 %
Return on Shareholders' Equity Excluding Net Unrealized (Gains) Losses on Fixed Maturities¹								
<u>Denominator (5-point Average)</u>								
5-point Average Shareholders' Equity Excluding Net Unrealized (Gains) Losses on Fixed Maturities ¹	\$3,323.2	\$3,416.0	\$3,515.1	\$3,630.9	\$3,717.1	\$3,756.8	\$3,751.8	\$3,708.5
Rolling 12 Months Return on Average Shareholders' Equity Excluding Net Unrealized (Gains) Losses on Fixed Maturities (5-point Average) ¹	(9.1)%	(10.3)%	(10.0)%	(9.3)%	(3.2)%	2.2 %	7.5 %	12.6 %
Return on Shareholders' Equity Excluding Net Unrealized (Gains) Losses on Fixed Maturities and Goodwill¹								
<u>Denominator (5-point Average)</u>								
5-point Average Shareholders' Equity Excluding Net Unrealized (Gains) Losses on Fixed Maturities and Goodwill ¹	\$2,016.1	\$2,106.7	\$2,203.1	\$2,358.5	\$2,484.3	\$2,563.7	\$2,598.3	\$2,594.5
Rolling 12 Months Return on Average Shareholders' Equity Excluding Net Unrealized (Gains) Losses on Fixed Maturities and Goodwill (5-point Average) ¹	(14.9)%	(16.7)%	(15.9)%	(14.4)%	(4.9)%	3.2 %	10.8 %	18.1 %

¹ Non-GAAP financial measure. See definitions beginning on page 34.

Kemper Corporation
Capital Metrics
(Dollars and Shares in Millions, Except Per Share Amounts)
(Unaudited)

	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021
Debt and Total Capitalization								
Debt	\$1,386.9	\$1,386.4	\$1,385.8	\$1,385.2	\$1,121.9	\$1,122.1	\$1,122.3	\$1,122.6
Shareholders' Equity	2,443.2	2,437.6	2,850.0	3,394.5	4,007.7	4,151.2	4,306.2	4,339.1
Total Capitalization	<u>\$3,830.1</u>	<u>\$3,824.0</u>	<u>\$4,235.8</u>	<u>\$4,779.7</u>	<u>\$5,129.6</u>	<u>\$5,273.3</u>	<u>\$5,428.5</u>	<u>\$5,461.7</u>
Ratio of Debt to Shareholders' Equity	<u>56.8 %</u>	<u>56.9 %</u>	<u>48.6 %</u>	<u>40.8 %</u>	<u>28.0 %</u>	<u>27.0 %</u>	<u>26.1 %</u>	<u>25.9 %</u>
Ratio of Debt to Total Capitalization	<u>36.2 %</u>	<u>36.3 %</u>	<u>32.7 %</u>	<u>29.0 %</u>	<u>21.9 %</u>	<u>21.3 %</u>	<u>20.7 %</u>	<u>20.6 %</u>
Debt	\$1,386.9	\$1,386.4	\$1,385.8	\$1,385.2	\$1,121.9	\$1,122.1	\$1,122.3	\$1,122.6
Shareholders' Equity	2,443.2	2,437.6	2,850.0	3,394.5	4,007.7	4,151.2	4,306.2	4,339.1
Less: Accumulated Other Comprehensive Income (Loss)	<u>(756.0)</u>	<u>(846.6)</u>	<u>(520.8)</u>	<u>(62.3)</u>	<u>448.1</u>	<u>479.4</u>	<u>543.0</u>	<u>390.5</u>
Shareholders' Equity Excluding Accumulated Other Comprehensive Income (Loss)	<u>\$3,199.2</u>	<u>\$3,284.2</u>	<u>\$3,370.8</u>	<u>\$3,456.8</u>	<u>\$3,559.6</u>	<u>\$3,671.8</u>	<u>\$3,763.2</u>	<u>\$3,948.6</u>
Total Capitalization Excluding Accumulated Other Comprehensive Income (Loss)	<u>\$4,586.1</u>	<u>\$4,670.6</u>	<u>\$4,756.6</u>	<u>\$4,842.0</u>	<u>\$4,681.5</u>	<u>\$4,793.9</u>	<u>\$4,885.5</u>	<u>\$5,071.2</u>
Ratio of Debt to Shareholders' Equity Excluding Accumulated Other Comprehensive Income (Loss)	<u>43.4 %</u>	<u>42.2 %</u>	<u>41.1 %</u>	<u>40.1 %</u>	<u>31.5 %</u>	<u>30.6 %</u>	<u>29.8 %</u>	<u>28.4 %</u>
Ratio of Debt to Total Capitalization Excluding Accumulated Other Comprehensive Income (Loss)	<u>30.2 %</u>	<u>29.7 %</u>	<u>29.1 %</u>	<u>28.6 %</u>	<u>24.0 %</u>	<u>23.4 %</u>	<u>23.0 %</u>	<u>22.1 %</u>
Parent Company Liquidity								
Kemper Holding Company Cash and Investments ¹	\$ 417.6	\$ 449.8	\$ 275.9	\$ 318.3	\$ 233.9	\$ 330.6	\$ 214.8	\$ 607.1
Borrowings Available Under Credit Agreement	600.0	600.0	600.0	600.0	400.0	400.0	400.0	400.0
Parent Company Liquidity	<u>\$1,017.6</u>	<u>\$1,049.8</u>	<u>\$ 875.9</u>	<u>\$ 918.3</u>	<u>\$ 633.9</u>	<u>\$ 730.6</u>	<u>\$ 614.8</u>	<u>\$1,007.1</u>
Capital Returned to Shareholders								
Cash Dividends Paid ²	<u>\$ 20.1</u>	<u>\$ 20.1</u>	<u>\$ 20.6</u>	<u>\$ 19.6</u>	<u>\$ 19.9</u>	<u>\$ 19.7</u>	<u>\$ 20.4</u>	<u>\$ 21.0</u>

¹ Includes Kemper's direct non-insurance subsidiaries

² Three Months Ended

Kemper Corporation
Debt Outstanding, FHLB Advances and Ratings
(Dollars in Millions)
(Unaudited)

	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021
Kemper Corporation:								
Senior Notes at Amortized Cost:								
5.000% Senior Notes due September 19, 2022	—	\$ —	\$ —	\$ —	\$ —	\$ 276.7	\$ 277.1	\$ 277.6
4.350% Senior Notes due February 15, 2025	449.3	449.3	449.2	449.1	449.0	448.9	448.8	448.9
2.400% Senior Notes due September 30, 2030	396.6	396.5	396.4	396.3	396.2	396.1	395.9	395.8
3.800% Senior Notes due 2032	395.5	395.3	395.2	395.1	—	—	—	—
5.875% Fixed-Rate Reset Junior Subordinated Debentures Due 2062 at Amortized Cost	\$ 145.5	145.3	145.0	144.7	—	—	—	—
Long-term Debt Outstanding	<u>\$ 1,386.9</u>	<u>\$ 1,386.4</u>	<u>\$ 1,385.8</u>	<u>\$ 1,385.2</u>	<u>\$ 1,121.9</u>	<u>\$ 1,122.1</u>	<u>\$ 1,122.3</u>	<u>\$ 1,122.6</u>

Federal Home Loan Bank Advances to Insurance Subsidiaries:

Reported as Policyholder Contract Liabilities:								
Federal Home Loan Bank of Chicago	\$ 601.0	\$ 602.6	\$ 602.8	\$ 553.1	\$ 401.9	\$ 378.9	\$ 382.8	\$ 407.5
Reported as Debt Outstanding:								
Federal Home Loan Bank of Dallas	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Federal Home Loan Bank of Chicago	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Federal Home Loan Bank of San Francisco	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —

	A.M. Best	Moody's	S&P	Fitch
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As of Date of Financial Supplement

Kemper Debt Ratings:				
Senior Unsecured Debt	bbb-	Baa3	BBB	BBB
Junior Unsecured Debt	bb	Ba1	BB+	BB+

Insurance Company Financial Strength Ratings:				
Trinity Universal Insurance Company	A-	A3	A	A
United Insurance Company of America	A-	A3	A-	A-

Kemper Corporation
Segment Revenues
(Dollars in Millions)
(Unaudited)

	Three Months Ended								Year Ended	
	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021	Dec 31, 2022	Dec 31, 2021
Revenues:										
Specialty Property & Casualty Insurance:										
Earned Premiums:										
Personal Automobile	\$ 830.4	\$ 858.8	\$ 905.8	\$ 901.7	\$ 918.1	\$ 920.6	\$ 909.6	\$ 785.4	\$ 3,496.7	\$ 3,533.7
Commercial Automobile	151.2	140.7	137.9	119.9	114.2	107.7	100.7	92.2	549.7	414.8
Total Specialty Property & Casualty Insurance Earned Premiums	981.6	999.5	1,043.7	1,021.6	1,032.3	1,028.3	1,010.3	877.6	4,046.4	3,948.5
Net Investment Income	37.9	33.9	34.0	34.9	37.8	37.0	42.7	35.0	140.7	152.5
Change in Value of Alternative Energy Partnership Investments	0.7	0.3	(2.5)	(8.4)	(6.7)	(11.3)	(3.7)	(7.3)	(9.9)	(29.0)
Other Income	1.0	2.3	1.0	1.7	1.0	1.2	1.0	0.9	6.0	4.1
Total Specialty Property & Casualty Insurance Revenues	1,021.2	1,036.0	1,076.2	1,049.8	1,064.4	1,055.2	1,050.3	906.2	4,183.2	4,076.1
Preferred Property & Casualty Insurance:										
Earned Premiums:										
Personal Automobile	84.2	89.5	94.0	96.0	101.4	102.6	103.5	103.0	363.7	410.5
Homeowners	49.1	51.9	47.7	51.3	52.7	52.5	51.3	50.8	200.0	207.3
Other Personal	7.4	7.9	8.2	8.3	8.5	8.6	8.4	8.4	31.8	33.9
Total Preferred Property & Casualty Insurance Earned Premiums	140.7	149.3	149.9	155.6	162.6	163.7	163.2	162.2	595.5	651.7
Net Investment Income	13.5	11.8	11.9	12.5	17.1	16.1	19.5	15.9	49.7	68.6
Change in Value of Alternative Energy Partnership Investments	0.3	—	(1.1)	(3.9)	(3.8)	(6.4)	(2.0)	(4.1)	(4.7)	(16.3)
Total Preferred Property & Casualty Insurance Revenues	154.5	161.1	160.7	164.2	175.9	173.4	180.7	174.0	640.5	704.0
Life & Health Insurance:										
Earned Premiums:										
Life	101.1	100.4	102.9	101.3	101.5	101.5	100.6	98.1	405.7	401.7
Accident and Health	31.4	45.9	45.1	45.8	47.6	47.0	47.9	47.4	168.2	189.9
Property	12.2	11.9	12.1	14.3	15.1	15.6	15.7	15.5	50.5	61.9
Total Life & Health Insurance Earned Premiums	144.7	158.2	160.1	161.4	164.2	164.1	164.2	161.0	624.4	653.5
Net Investment Income	52.6	52.6	61.9	49.4	50.8	48.4	52.4	51.1	216.5	202.7
Change in Value of Alternative Energy Partnership Investments	0.3	0.1	(1.3)	(4.4)	(3.7)	(6.1)	(2.0)	(4.0)	(5.3)	(15.8)
Other Income	0.2	—	(0.8)	—	(1.6)	0.1	0.1	0.1	(0.6)	(1.3)
Total Life & Health Insurance Revenues	197.8	210.9	219.9	206.4	209.7	206.5	214.7	208.2	835.0	839.1
Total Segment Revenues	1,373.5	1,408.0	1,456.8	1,420.4	1,450.0	1,435.1	1,445.7	1,288.4	5,658.7	5,619.2
Income (Loss) from Change in Fair Value of Equity and Convertible Securities ..	—	(11.2)	(40.5)	(28.2)	22.2	(0.6)	40.8	52.2	(79.9)	114.6
Net Realized Investment Gains (Losses)	3.9	(12.1)	11.0	1.5	21.7	10.1	19.2	13.8	4.3	64.8
Impairment Losses	(3.7)	(8.3)	(4.9)	(8.9)	(3.2)	(0.6)	(3.2)	(4.0)	(25.8)	(11.0)
Other	3.0	1.2	11.4	3.9	3.2	0.6	—	1.6	19.5	5.4
Total Revenues	\$ 1,376.7	\$ 1,377.6	\$ 1,433.8	\$ 1,388.7	\$ 1,493.9	\$ 1,444.6	\$ 1,502.5	\$ 1,352.0	\$ 5,576.8	\$ 5,793.0

Kemper Corporation
Segment Operating Results
(Dollars in Millions)
(Unaudited)

	Three Months Ended								Year Ended	
	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021	Dec 31, 2022	Dec 31, 2021
Segment Operating Income (Loss):										
Specialty Property & Casualty Insurance	\$ (46.5)	\$ (39.2)	\$ (51.0)	\$ (60.2)	\$ (163.4)	\$ (91.8)	\$ (122.1)	\$ 85.2	\$ (196.9)	\$ (292.1)
Preferred Property & Casualty Insurance	(2.0)	(3.3)	(21.6)	(9.5)	(12.0)	(17.4)	(13.4)	3.0	(36.4)	(39.8)
Life & Health Insurance	23.7	13.8	20.8	1.2	4.0	(5.9)	13.2	(0.8)	59.5	10.5
Total Segment Operating Income (Loss)	(24.8)	(28.7)	(51.8)	(68.5)	(171.4)	(115.1)	(122.3)	87.4	(173.8)	(321.4)
Other	(15.5)	(16.6)	(1.6)	(14.0)	(7.6)	(15.5)	(13.8)	(11.5)	(47.7)	(48.4)
Corporate and Other Operating Income (Loss)	(15.5)	(16.6)	(1.6)	(14.0)	(7.6)	(15.5)	(13.8)	(11.5)	(47.7)	(48.4)
Total Operating Income (Loss)	(40.3)	(45.3)	(53.4)	(82.5)	(179.0)	(130.6)	(136.1)	75.9	(221.5)	(369.8)
Income From:										
Change in Fair Value of Equity and Convertible Securities	—	(11.2)	(40.5)	(28.2)	22.2	(0.6)	40.8	52.2	(79.9)	114.6
Net Realized Investment Gains (Losses)	3.9	(12.1)	11.0	1.5	21.7	10.1	19.2	13.8	4.3	64.8
Impairment Losses	(3.7)	(8.3)	(4.9)	(8.9)	(3.2)	(0.6)	(3.2)	(4.0)	(25.8)	(11.0)
Acquisition and Disposition Related Transaction, Integration, Restructuring and Other Costs	(35.6)	(12.7)	(9.9)	(4.7)	(9.1)	(8.1)	(10.4)	(16.3)	(62.9)	(43.9)
Loss from Early Extinguishment of Debt	—	—	—	(3.7)	—	—	—	—	(3.7)	—
Income (Loss) before Income Taxes	\$ (75.7)	\$ (89.6)	\$ (97.7)	\$ (126.5)	\$ (147.4)	\$ (129.8)	\$ (89.7)	\$ 121.6	\$ (389.5)	\$ (245.3)
Segment Net Operating Income (Loss):										
Specialty Property & Casualty Insurance	\$ (35.1)	\$ (28.7)	\$ (38.9)	\$ (44.7)	\$ (125.2)	\$ (59.3)	\$ (91.7)	\$ 80.1	\$ (147.4)	\$ (196.1)
Preferred Property & Casualty Insurance	(0.9)	(2.1)	(16.8)	(6.1)	(7.4)	(6.4)	(8.3)	9.6	(25.9)	(12.5)
Life & Health Insurance	20.8	12.6	17.7	3.1	5.1	2.8	13.0	7.3	54.2	28.2
Total Segment Net Operating Income (Loss)	(15.2)	(18.2)	(38.0)	(47.7)	(127.5)	(62.9)	(87.0)	97.0	(119.1)	(180.4)
Corporate and Other Net Operating Income (Loss) From:										
Other	(11.4)	(12.3)	(1.7)	(12.4)	(3.3)	(12.9)	(12.4)	(9.8)	(37.8)	(38.4)
Corporate and Other Net Operating Income (Loss)	(11.4)	(12.3)	(1.7)	(12.4)	(3.3)	(12.9)	(12.4)	(9.8)	(37.8)	(38.4)
Adjusted Consolidated Net Operating Income (Loss)	(26.6)	(30.5)	(39.7)	(60.1)	(130.8)	(75.8)	(99.4)	87.2	(156.9)	(218.8)
Net Income (Loss) From:										
Change in Fair Value of Equity and Convertible Securities	—	(8.8)	(32.0)	(22.3)	17.5	(0.5)	32.3	41.2	(63.1)	90.5
Net Realized Investment Gains (Losses)	3.1	(9.6)	8.7	1.2	17.2	7.9	15.2	10.9	3.4	51.2
Impairment Losses	(2.9)	(6.6)	(3.9)	(7.0)	(2.5)	(0.5)	(2.5)	(3.2)	(20.4)	(8.7)
Acquisition and Disposition Related Transaction, Integration, Restructuring and Other Costs	(29.1)	(20.7)	(7.8)	(3.7)	(7.2)	(6.4)	(8.2)	(12.9)	(61.3)	(34.7)
Loss from Early Extinguishment of Debt	—	—	—	(2.9)	—	—	—	—	(2.9)	—
Net Income (Loss)	\$ (55.5)	\$ (76.2)	\$ (74.7)	\$ (94.8)	\$ (105.8)	\$ (75.3)	\$ (62.6)	\$ 123.2	\$ (301.2)	\$ (120.5)

Kemper Corporation
Catastrophe Frequency and Severity
(Dollars in Millions)
(Unaudited)

Year Ended December 31, 2022

	Specialty Property & Casualty Insurance Segment		Preferred Property & Casualty Insurance Segment		Life & Health Insurance Segment		Consolidated	
	Number of Events	Losses and LAE	Number of Events	Losses and LAE	Number of Events	Losses and LAE	Number of Events	Losses and LAE
Range of Losses and LAE Per Event ¹ :								
Below \$5	50	\$ 10.8	60	\$ 49.4	40	\$ 1.8	59	\$ 54.6
\$5 - \$10	—	—	1	5.1	—	—	2	10.2
\$10 - \$15	1	12.2	—	—	—	—	1	14.5
\$15 - \$20	—	—	—	—	—	—	—	—
\$20 - \$25	—	—	—	—	—	—	—	—
Greater Than \$25	—	—	—	—	—	—	—	—
Total	51	\$ 23.0	61	\$ 54.5	40	\$ 1.8	62	\$ 79.3

Year Ended December 31, 2021

	Specialty Property & Casualty Insurance Segment		Preferred Property & Casualty Insurance Segment		Life & Health Insurance Segment		Consolidated	
	Number of Events	Losses and LAE	Number of Events	Losses and LAE	Number of Events	Losses and LAE	Number of Events	Losses and LAE
Range of Losses and LAE Per Event ¹ :								
Below \$5	52	\$ 15.7	58	\$ 42.6	47	\$ 5.0	65	\$ 56.1
\$5 - \$10	—	—	3	21.5	1	8.0	2	16.5
\$10 - \$15	—	—	1	15.0	—	—	—	—
\$15 - \$20	—	—	—	—	—	—	2	35.2
\$20 - \$25	—	—	—	—	—	—	—	—
Greater Than \$25	—	—	—	—	—	—	—	—
Total	52	\$ 15.7	62	\$ 79.1	48	\$ 13.0	69	\$ 107.8

¹ Current accident year net incurred catastrophe Losses and LAE only

Kemper Corporation
Specialty Property & Casualty Insurance Segment
Results of Operations and Selected Financial Information
(Dollars in Millions)
(Unaudited)

	Three Months Ended								Year Ended	
	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021	Dec 31, 2022	Dec 31, 2021
Results of Operations										
Net Premiums Written	\$ 922.3	\$ 968.5	\$1,019.9	\$1,023.7	\$ 979.0	\$1,024.3	\$1,082.0	\$ 972.0	\$3,934.4	\$4,057.3
Total Specialty P&C										
Personal Automobile	830.4	858.8	905.8	901.7	918.1	920.6	909.6	785.4	3,496.7	3,533.7
Commercial Automobile	151.2	140.7	137.9	119.9	114.2	107.7	100.7	92.2	549.7	414.8
Earned Premium	\$ 981.6	\$ 999.5	\$1,043.7	\$1,021.6	\$1,032.3	\$1,028.3	\$1,010.3	\$ 877.6	\$4,046.4	\$3,948.5
Net Investment Income	37.9	33.9	34.0	34.9	37.8	37.0	42.7	35.0	140.7	152.5
Change in Value of Alternative Energy Partnership Investments	0.7	0.3	(2.5)	(8.4)	(6.7)	(11.3)	(3.7)	(7.3)	(9.9)	(29.0)
Other Income	1.0	2.3	1.0	1.7	1.0	1.2	1.0	0.9	6.0	4.1
Total Revenues	1,021.2	1,036.0	1,076.2	1,049.8	1,064.4	1,055.2	1,050.3	906.2	4,183.2	4,076.1
Incurred Losses and LAE related to:										
Current Year:										
Non-catastrophe Losses and LAE	859.3	868.0	930.2	911.7	1,028.5	924.4	877.4	650.0	3,569.2	3,480.3
Catastrophe Losses and LAE	(0.1)	14.8	6.2	2.1	2.5	3.4	8.1	1.7	23.0	15.7
Prior Years:										
Non-catastrophe Losses and LAE	10.2	(6.6)	(14.4)	(3.8)	(7.6)	25.1	81.3	(1.4)	(14.6)	97.4
Catastrophe Losses and LAE	(0.1)	0.2	(0.2)	0.7	—	(0.1)	—	0.4	0.6	0.3
Total Incurred Losses and LAE	869.3	876.4	921.8	910.7	1,023.4	952.8	966.8	650.7	3,578.2	3,593.7
Insurance Expenses	198.4	198.8	205.4	199.3	204.4	194.2	205.6	170.3	801.9	774.5
Operating Income (Loss)	(46.5)	(39.2)	(51.0)	(60.2)	(163.4)	(91.8)	(122.1)	85.2	(196.9)	(292.1)
Income Tax Benefit (Expense)	11.4	10.5	12.1	15.5	38.2	32.5	30.4	(5.1)	49.5	96.0
Segment Net Operating Income (Loss)	\$ (35.1)	\$ (28.7)	\$ (38.9)	\$ (44.7)	\$ (125.2)	\$ (59.3)	\$ (91.7)	\$ 80.1	\$ (147.4)	\$ (196.1)
Ratios Based On Earned Premiums										
Current Year Non-catastrophe Losses and LAE Ratio	87.6 %	86.9 %	89.1 %	89.2 %	99.6 %	90.0 %	86.9 %	74.1 %	88.2 %	88.1 %
Current Year Catastrophe Losses and LAE Ratio	—	1.5	0.6	0.2	0.2	0.3	0.8	0.2	0.6	0.4
Prior Years Non-catastrophe Losses and LAE Ratio	1.0	(0.7)	(1.4)	(0.4)	(0.7)	2.4	8.0	(0.2)	(0.4)	2.5
Prior Years Catastrophe Losses and LAE Ratio	—	—	—	0.1	—	—	—	—	—	—
Total Incurred Loss and LAE Ratio	88.6	87.7	88.3	89.1	99.1	92.7	95.7	74.1	88.4	91.0
Insurance Expense Ratio	20.2	19.9	19.7	19.5	19.8	18.9	20.4	19.4	19.8	19.6
Combined Ratio	108.8 %	107.6 %	108.0 %	108.6 %	118.9 %	111.6 %	116.1 %	93.5 %	108.2 %	110.6 %
Underlying Combined Ratio ¹										
Current Year Non-catastrophe Losses and LAE Ratio	87.6 %	86.9 %	89.1 %	89.2 %	99.6 %	90.0 %	86.9 %	74.1 %	88.2 %	88.1 %
Insurance Expense Ratio	20.2	19.9	19.7	19.5	19.8	18.9	20.4	19.4	19.8	19.6
Underlying Combined Ratio	107.8 %	106.8 %	108.8 %	108.7 %	119.4 %	108.9 %	107.3 %	93.5 %	108.0 %	107.7 %
Non-GAAP Measure Reconciliation										
Combined Ratio as Reported	108.8 %	107.6 %	108.0 %	108.6 %	118.9 %	111.6 %	116.1 %	93.5 %	108.2 %	110.6 %
Less:										
Current Year Catastrophe Losses and LAE Ratio	—	1.5	0.6	0.2	0.2	0.3	0.8	0.2	0.6	0.4
Prior Years Non-catastrophe Losses and LAE Ratio	1.0	(0.7)	(1.4)	(0.4)	(0.7)	2.4	8.0	(0.2)	(0.4)	2.5
Prior Years Catastrophe Losses and LAE Ratio	—	—	—	0.1	—	—	—	—	—	—
Underlying Combined Ratio	107.8 %	106.8 %	108.8 %	108.7 %	119.4 %	108.9 %	107.3 %	93.5 %	108.0 %	107.7 %

¹ Underlying Combined Ratio is a non-GAAP measure, which is computed as the difference between three operating ratios: the combined ratio, the effect of catastrophes (excluding development of prior-year catastrophes) on the combined ratio and the effect of prior-year reserve development at the reporting date (including development on prior-year catastrophes) on the combined ratio.

Kemper Corporation
Specialty Property & Casualty Insurance Segment
Results of Operations and Selected Financial Information (continued)
(Dollars in Millions)
(Unaudited)

	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021
Insurance Reserves:								
Non-Standard Automobile	\$ 1,875.8	\$ 1,857.0	\$ 1,915.2	\$ 1,952.3	\$ 1,985.8	\$ 1,841.1	\$ 1,703.1	\$ 1,304.7
Commercial Automobile	445.3	417.8	385.9	356.5	333.9	302.4	281.6	257.2
Insurance Reserves	<u>\$ 2,321.1</u>	<u>\$ 2,274.8</u>	<u>\$ 2,301.1</u>	<u>\$ 2,308.8</u>	<u>\$ 2,319.7</u>	<u>\$ 2,143.5</u>	<u>\$ 1,984.7</u>	<u>\$ 1,561.9</u>
Insurance Reserves:								
Loss and Allocated LAE Reserves:								
Case and Allocated LAE	\$ 1,099.9	\$ 1,110.7	\$ 1,151.0	\$ 1,166.0	\$ 1,157.9	\$ 1,071.1	\$ 1,005.8	\$ 799.7
Incurred but Not Reported	1,041.2	968.2	940.4	934.0	953.0	881.6	810.2	614.1
Total Loss Reserves	<u>2,141.1</u>	<u>2,078.9</u>	<u>2,091.4</u>	<u>2,100.0</u>	<u>2,110.9</u>	<u>1,952.7</u>	<u>1,816.0</u>	<u>1,413.8</u>
Unallocated LAE Reserves	180.0	195.9	209.7	208.8	208.8	190.8	168.7	148.1
Insurance Reserves	<u>\$ 2,321.1</u>	<u>\$ 2,274.8</u>	<u>\$ 2,301.1</u>	<u>\$ 2,308.8</u>	<u>\$ 2,319.7</u>	<u>\$ 2,143.5</u>	<u>\$ 1,984.7</u>	<u>\$ 1,561.9</u>

Kemper Corporation
Specialty Property & Casualty Insurance Segment
Personal Automobile Insurance - Results of Operations and Selected Financial Information
(Dollars in Millions)
(Unaudited)

	Three Months Ended								Year Ended	
	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021	Dec 31, 2022	Dec 31, 2021
Results of Operations										
Net Premiums Written	\$ 762.8	\$ 805.2	\$ 852.3	\$ 884.8	\$ 858.7	\$ 902.7	\$ 964.3	\$ 861.5	\$3,305.1	\$3,587.2
Earned Premiums	\$ 830.4	\$ 858.8	\$ 905.8	\$ 901.7	\$ 918.1	\$ 920.6	\$ 909.6	\$ 785.4	\$3,496.7	\$3,533.7
Net Investment Income	29.7	26.5	26.6	27.2	31.5	30.9	35.4	29.1	110.0	126.9
Change in Value of Alternative Energy Partnership Investments	0.5	0.3	(1.8)	(6.0)	(5.3)	(8.9)	(2.9)	(5.8)	(7.0)	(22.9)
Other Income	1.0	2.3	1.0	1.7	1.0	1.2	1.0	0.9	6.0	4.1
Total Revenues	861.6	887.9	931.6	924.6	945.3	943.8	943.1	809.6	3,605.7	3,641.8
Incurred Losses and LAE related to:										
Current Year:										
Non-catastrophe Losses and LAE	739.8	757.8	828.6	827.7	938.5	843.9	805.1	586.4	3,153.9	3,173.9
Catastrophe Losses and LAE	(0.2)	13.1	5.8	2.0	2.3	3.1	7.4	1.6	20.7	14.4
Prior Years:										
Non-catastrophe Losses and LAE	14.1	(6.7)	(16.5)	(9.0)	(11.7)	25.1	76.0	(4.4)	(18.1)	85.0
Catastrophe Losses and LAE	(0.1)	0.1	(0.2)	0.7	—	(0.1)	—	0.4	0.5	0.3
Total Incurred Losses and LAE	753.6	764.3	817.7	821.4	929.1	872.0	888.5	584.0	3,157.0	3,273.6
Insurance Expenses	172.2	172.9	179.7	177.3	184.3	176.0	187.7	155.3	702.1	703.3
Operating Income (Loss)	(64.2)	(49.3)	(65.8)	(74.1)	(168.1)	(104.2)	(133.1)	70.3	(253.4)	(335.1)
Income Benefit (Expense)	14.7	12.3	14.9	17.7	38.4	32.4	31.8	(4.6)	59.6	98.0
Total Product Line Net Operating Income (Loss)	\$ (49.5)	\$ (37.0)	\$ (50.9)	\$ (56.4)	\$ (129.7)	\$ (71.8)	\$ (101.3)	\$ 65.7	\$ (193.8)	\$ (237.1)
Ratios Based On Earned Premiums										
Current Year Non-catastrophe Losses and LAE Ratio	89.1 %	88.3 %	91.5 %	91.8 %	102.2 %	91.7 %	88.5 %	74.7 %	90.2 %	89.8 %
Current Year Catastrophe Losses and LAE Ratio	—	1.5	0.6	0.2	0.3	0.3	0.8	0.2	0.6	0.4
Prior Years Non-catastrophe Losses and LAE Ratio	1.7	(0.8)	(1.8)	(1.0)	(1.3)	2.7	8.4	(0.6)	(0.5)	2.4
Prior Years Catastrophe Losses and LAE Ratio	—	—	—	0.1	—	—	—	0.1	—	—
Total Incurred Loss and LAE Ratio	90.8	89.0	90.3	91.1	101.2	94.7	97.7	74.4	90.3	92.6
Insurance Expense Ratio	20.7	20.1	19.8	19.7	20.1	19.1	20.6	19.8	20.1	19.9
Combined Ratio	111.5 %	109.1 %	110.1 %	110.8 %	121.3 %	113.8 %	118.3 %	94.2 %	110.4 %	112.5 %
Underlying Combined Ratio ¹										
Current Year Non-catastrophe Losses and LAE Ratio	89.1 %	88.3 %	91.5 %	91.8 %	102.2 %	91.7 %	88.5 %	74.7 %	90.2 %	89.8 %
Insurance Expense Ratio	20.7	20.1	19.8	19.7	20.1	19.1	20.6	19.8	20.1	19.9
Underlying Combined Ratio	109.8 %	108.4 %	111.3 %	111.5 %	122.3 %	110.8 %	109.1 %	94.5 %	110.3 %	109.7 %
Non-GAAP Measure Reconciliation										
Combined Ratio	111.5 %	109.1 %	110.1 %	110.8 %	121.3 %	113.8 %	118.3 %	94.2 %	110.4 %	112.5 %
Less:										
Current Year Catastrophe Losses and LAE Ratio	—	1.5	0.6	0.2	0.3	0.3	0.8	0.2	0.6	0.4
Prior Years Non-catastrophe Losses and LAE Ratio	1.7	(0.8)	(1.8)	(1.0)	(1.3)	2.7	8.4	(0.6)	(0.5)	2.4
Prior Years Catastrophe Losses and LAE Ratio	—	—	—	0.1	—	—	—	0.1	—	—
Underlying Combined Ratio	109.8 %	108.4 %	111.3 %	111.5 %	122.3 %	110.8 %	109.1 %	94.5 %	110.3 %	109.7 %

¹ Underlying Combined Ratio is a non-GAAP measure, which is computed as the difference between three operating ratios: the combined ratio, the effect of catastrophes (excluding development of prior-year catastrophes) on the combined ratio and the effect of prior-year reserve development at the reporting date (including development on prior-year catastrophes) on the combined ratio.

Kemper Corporation
Specialty Property & Casualty Insurance Segment
Commercial Automobile Insurance - Results of Operations and Selected Financial Information
(Dollars in Millions)
(Unaudited)

	Three Months Ended								Year Ended	
	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021	Dec 31, 2022	Dec 31, 2021
Results of Operations										
Net Premiums Written	\$ 159.5	\$ 163.3	\$ 167.6	\$ 138.9	\$ 120.3	\$ 121.6	\$ 117.7	\$ 110.5	\$ 629.3	\$ 470.1
Earned Premiums	\$ 151.2	\$ 140.7	\$ 137.9	\$ 119.9	\$ 114.2	\$ 107.7	\$ 100.7	\$ 92.2	\$ 549.7	\$ 414.8
Net Investment Income	8.2	7.4	7.4	7.7	6.3	6.1	7.3	5.9	30.7	25.6
Change in Value of Alternative Energy Partnership Investments	0.2	—	(0.7)	(2.4)	(1.4)	(2.4)	(0.8)	(1.5)	(2.9)	(6.1)
Total Revenues	159.6	148.1	144.6	125.2	119.1	111.4	107.2	96.6	577.5	434.3
Incurred Losses and LAE related to:										
Current Year:										
Non-catastrophe Losses and LAE	119.5	110.2	101.6	84.0	90.0	80.5	72.3	63.6	415.3	306.4
Catastrophe Losses and LAE	0.1	1.7	0.4	0.1	0.2	0.3	0.7	0.1	2.3	1.3
Prior Years:										
Non-catastrophe Losses and LAE	(3.9)	0.1	2.1	5.2	4.1	—	5.3	3.0	3.5	12.4
Catastrophe Losses and LAE	—	0.1	—	—	—	—	—	—	0.1	—
Total Incurred Losses and LAE	115.7	112.1	104.1	89.3	94.3	80.8	78.3	66.7	421.2	320.1
Insurance Expenses	26.2	25.9	25.7	22.0	20.1	18.2	17.9	15.0	99.8	71.2
Operating Income (Loss)	17.7	10.1	14.8	13.9	4.7	12.4	11.0	14.9	56.5	43.0
Income Tax Benefit (Expense)	(3.3)	(1.8)	(2.8)	(2.2)	(0.2)	0.1	(1.4)	(0.5)	(10.1)	(2.0)
Total Product Line Net Operating Income (Loss)	\$ 14.4	\$ 8.3	\$ 12.0	\$ 11.7	\$ 4.5	\$ 12.5	\$ 9.6	\$ 14.4	\$ 46.4	\$ 41.0
Ratios Based On Earned Premiums										
Current Year Non-catastrophe Losses and LAE Ratio	79.0 %	78.3 %	73.7 %	70.1 %	78.8 %	74.7 %	71.8 %	68.9 %	75.6 %	73.9 %
Current Year Catastrophe Losses and LAE Ratio	0.1	1.2	0.3	0.1	0.2	0.3	0.7	0.1	0.4	0.3
Prior Years Non-catastrophe Losses and LAE Ratio	(2.6)	0.1	1.5	4.3	3.6	—	5.3	3.3	0.6	3.0
Prior Years Catastrophe Losses and LAE Ratio	—	0.1	—	—	—	—	—	—	—	—
Total Incurred Loss and LAE Ratio	76.5	79.7	75.5	74.5	82.6	75.0	77.8	72.3	76.6	77.2
Insurance Expense Ratio	17.3	18.4	18.6	18.3	17.6	16.9	17.8	16.3	18.2	17.2
Combined Ratio	93.8 %	98.1 %	94.1 %	92.8 %	100.2 %	91.9 %	95.6 %	88.6 %	94.8 %	94.4 %
Underlying Combined Ratio ¹										
Current Year Non-catastrophe Losses and LAE Ratio	79.0 %	78.3 %	73.7 %	70.1 %	78.8 %	74.7 %	71.8 %	68.9 %	75.6 %	73.9 %
Insurance Expense Ratio	17.3	18.4	18.6	18.3	17.6	16.9	17.8	16.3	18.2	17.2
Underlying Combined Ratio	96.3 %	96.7 %	92.3 %	88.4 %	96.4 %	91.6 %	89.6 %	85.2 %	93.8 %	91.1 %
Non-GAAP Measure Reconciliation										
Combined Ratio	93.8 %	98.1 %	94.1 %	92.8 %	100.2 %	91.9 %	95.6 %	88.6 %	94.8 %	94.4 %
Less:										
Current Year Catastrophe Losses and LAE Ratio	0.1	1.2	0.3	0.1	0.2	0.3	0.7	0.1	0.4	0.3
Prior Years Non-catastrophe Losses and LAE Ratio	(2.6)	0.1	1.5	4.3	3.6	—	5.3	3.3	0.6	3.0
Prior Years Catastrophe Losses and LAE Ratio	—	0.1	—	—	—	—	—	—	—	—
Underlying Combined Ratio	96.3 %	96.7 %	92.3 %	88.4 %	96.4 %	91.6 %	89.6 %	85.2 %	93.8 %	91.1 %

¹ Underlying Combined Ratio is a non-GAAP measure, which is computed as the difference between three operating ratios: the combined ratio, the effect of catastrophes (excluding development of prior-year catastrophes) on the combined ratio and the effect of prior-year reserve development at the reporting date (including development on prior-year catastrophes) on the combined ratio.

Kemper Corporation
Preferred Property & Casualty Insurance Segment
Results of Operations and Selected Financial Information
(Dollars in Millions)
(Unaudited)

	Three Months Ended								Year Ended	
	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021	Dec 31, 2022	Dec 31, 2021
Results of Operations										
Net Premiums Written	\$ 115.1	\$ 133.3	\$ 141.3	\$ 137.4	\$ 153.2	\$ 164.8	\$ 169.6	\$ 154.4	\$ 527.1	\$ 642.0
Earned Premiums	\$ 140.7	\$ 149.3	\$ 149.9	\$ 155.6	\$ 162.6	\$ 163.7	\$ 163.2	\$ 162.2	\$ 595.5	\$ 651.7
Net Investment Income	13.5	11.8	11.9	12.5	17.1	16.1	19.5	15.9	49.7	68.6
Change in Value of Alternative Energy Partnership Investments	0.3	—	(1.1)	(3.9)	(3.8)	(6.4)	(2.0)	(4.1)	(4.7)	(16.3)
Total Revenues	154.5	161.1	160.7	164.2	175.9	173.4	180.7	174.0	640.5	704.0
Incurred Losses and LAE related to:										
Current Year:										
Non-catastrophe Losses and LAE	108.9	110.7	110.5	112.2	122.4	115.6	116.2	96.2	442.3	450.4
Catastrophe Losses and LAE	8.8	10.8	23.5	11.4	7.5	23.4	24.2	24.0	54.5	79.1
Prior Years:										
Non-catastrophe Losses and LAE	(0.8)	(0.3)	1.8	2.1	8.4	—	5.0	0.1	2.8	13.5
Catastrophe Losses and LAE	(1.5)	(0.7)	(0.8)	(3.2)	(2.0)	0.1	(3.4)	(0.3)	(6.2)	(5.6)
Total Incurred Losses and LAE	115.4	120.5	135.0	122.5	136.3	139.1	142.0	120.0	493.4	537.4
Insurance Expenses	41.1	43.9	47.3	51.2	51.6	51.7	52.1	51.0	183.5	206.4
Operating Income (Loss)	(2.0)	(3.3)	(21.6)	(9.5)	(12.0)	(17.4)	(13.4)	3.0	(36.4)	(39.8)
Income Tax Benefit (Expense)	1.1	1.2	4.8	3.4	4.6	11.0	5.1	6.6	10.5	27.3
Segment Net Operating Income (Loss)	\$ (0.9)	\$ (2.1)	\$ (16.8)	\$ (6.1)	\$ (7.4)	\$ (6.4)	\$ (8.3)	\$ 9.6	\$ (25.9)	\$ (12.5)
Ratios Based On Earned Premiums										
Current Year Non-catastrophe Losses and LAE Ratio	77.4 %	74.2 %	73.7 %	72.2 %	75.2 %	70.6 %	71.2 %	59.3 %	74.2 %	69.2 %
Current Year Catastrophe Losses and LAE Ratio	6.3	7.2	15.7	7.3	4.6	14.3	14.8	14.8	9.2	12.1
Prior Years Non-catastrophe Losses and LAE Ratio	(0.6)	(0.2)	1.2	1.3	5.2	—	3.1	0.1	0.5	2.1
Prior Years Catastrophe Losses and LAE Ratio	(1.1)	(0.5)	(0.5)	(2.1)	(1.2)	0.1	(2.1)	(0.2)	(1.0)	(0.9)
Total Incurred Loss and LAE Ratio	82.0	80.7	90.1	78.7	83.8	85.0	87.0	74.0	82.9	82.5
Insurance Expense Ratio	29.2	29.4	31.6	32.9	31.7	31.6	31.9	31.4	30.8	31.7
Combined Ratio	111.2 %	110.1 %	121.7 %	111.6 %	115.5 %	116.6 %	118.9 %	105.4 %	113.7 %	114.2 %
Underlying Combined Ratio¹										
Current Year Non-catastrophe Losses and LAE Ratio	77.4 %	74.2 %	73.7 %	72.2 %	75.2 %	70.6 %	71.2 %	59.3 %	74.2 %	69.2 %
Insurance Expense Ratio	29.2	29.4	31.6	32.9	31.7	31.6	31.9	31.4	30.8	31.7
Underlying Combined Ratio	106.6 %	103.6 %	105.3 %	105.1 %	106.9 %	102.2 %	103.1 %	90.7 %	105.0 %	100.9 %
Non-GAAP Measure Reconciliation										
Combined Ratio as Reported	111.2 %	110.1 %	121.7 %	111.6 %	115.5 %	116.6 %	118.9 %	105.4 %	113.7 %	114.2 %
Less:										
Current Year Catastrophe Losses and LAE Ratio	6.3	7.2	15.7	7.3	4.6	14.3	14.8	14.8	9.2	12.1
Prior Years Non-catastrophe Losses and LAE Ratio	(0.6)	(0.2)	1.2	1.3	5.2	—	3.1	0.1	0.5	2.1
Prior Years Catastrophe Losses and LAE Ratio	(1.1)	(0.5)	(0.5)	(2.1)	(1.2)	0.1	(2.1)	(0.2)	(1.0)	(0.9)
Underlying Combined Ratio	106.6 %	103.6 %	105.3 %	105.1 %	106.9 %	102.2 %	103.1 %	90.7 %	105.0 %	100.9 %

¹ Underlying Combined Ratio is a non-GAAP measure, which is computed as the difference between three operating ratios: the combined ratio, the effect of catastrophes (excluding development of prior-year catastrophes) on the combined ratio and the effect of prior-year reserve development at the reporting date (including development on prior-year catastrophes) on the combined ratio.

Kemper Corporation
Preferred Property & Casualty Insurance Segment
Results of Operations and Selected Financial Information (continued)
(Dollars in Millions)
(Unaudited)

	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021
Insurance Reserves:								
Personal Automobile	\$ 298.4	\$ 303.6	\$ 306.8	\$ 307.9	\$ 308.6	\$ 290.0	\$ 282.9	\$ 275.9
Homeowners	91.8	93.7	100.6	93.1	95.4	108.5	110.7	107.6
Other Personal	28.9	29.7	31.6	30.6	29.2	30.1	31.0	30.7
Insurance Reserves	<u>\$ 419.1</u>	<u>\$ 427.0</u>	<u>\$ 439.0</u>	<u>\$ 431.6</u>	<u>\$ 433.2</u>	<u>\$ 428.6</u>	<u>\$ 424.6</u>	<u>\$ 414.2</u>
Insurance Reserves:								
Loss and Allocated LAE Reserves:								
Case and Allocated LAE	\$ 251.6	\$ 259.6	\$ 270.0	\$ 271.1	\$ 272.5	\$ 280.8	\$ 282.3	\$ 282.0
Incurred but Not Reported	139.0	138.1	139.9	131.8	131.9	120.4	116.1	105.6
Total Loss Reserves	390.6	397.7	409.9	402.9	404.4	401.2	398.4	387.6
Unallocated LAE Reserves	28.5	29.3	29.1	28.7	28.8	27.4	26.2	26.6
Insurance Reserves	<u>\$ 419.1</u>	<u>\$ 427.0</u>	<u>\$ 439.0</u>	<u>\$ 431.6</u>	<u>\$ 433.2</u>	<u>\$ 428.6</u>	<u>\$ 424.6</u>	<u>\$ 414.2</u>

Kemper Corporation
Preferred Property & Casualty Insurance Segment
Personal Automobile Insurance - Results of Operations and Selected Financial Information
(Dollars in Millions)
(Unaudited)

	Three Months Ended								Year Ended	
	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021	Dec 31, 2022	Dec 31, 2021
Results of Operations										
Net Premiums Written	\$ 66.1	\$ 73.3	\$ 84.6	\$ 84.2	\$ 95.2	\$ 99.9	\$ 104.4	\$ 100.4	\$ 308.2	\$ 399.9
Earned Premiums	\$ 84.2	\$ 89.5	\$ 94.0	\$ 96.0	\$ 101.4	\$ 102.6	\$ 103.5	\$ 103.0	\$ 363.7	\$ 410.5
Net Investment Income	6.5	5.7	5.8	6.0	7.9	7.4	9.0	7.3	24.0	31.6
Change in Value of Alternative Energy Partnership Investments	0.1	—	(0.5)	(1.9)	(1.7)	(3.0)	(0.9)	(1.9)	(2.3)	(7.5)
Total Revenues	90.8	95.2	99.3	100.1	107.6	107.0	111.6	108.4	385.4	434.6
Incurred Losses and LAE related to:										
Current Year:										
Non-catastrophe Losses and LAE	75.7	76.7	77.8	80.5	96.2	84.8	81.6	67.8	310.7	330.4
Catastrophe Losses and LAE	0.6	1.1	1.6	0.5	1.3	2.7	2.8	0.6	3.8	7.4
Prior Years:										
Non-catastrophe Losses and LAE	0.1	0.2	—	1.5	7.3	0.1	3.6	1.2	1.8	12.2
Catastrophe Losses and LAE	(0.2)	0.1	—	0.1	(0.1)	0.1	(0.2)	0.1	—	(0.1)
Total Incurred Losses and LAE	76.2	78.1	79.4	82.6	104.7	87.7	87.8	69.7	316.3	349.9
Insurance Expenses	23.9	26.5	28.4	31.2	32.7	32.7	33.6	32.8	110.0	131.8
Operating Income (Loss)	(9.3)	(9.4)	(8.5)	(13.7)	(29.8)	(13.4)	(9.8)	5.9	(40.9)	(47.1)
Income Tax Benefit (Expense)	2.3	2.2	1.9	3.6	7.2	6.2	3.1	2.1	10.0	18.6
Total Product Line Net Operating Income (Loss)	\$ (7.0)	\$ (7.2)	\$ (6.6)	\$ (10.1)	\$ (22.6)	\$ (7.2)	\$ (6.7)	\$ 8.0	\$ (30.9)	\$ (28.5)
Ratios Based On Earned Premiums										
Current Year Non-catastrophe Losses and LAE Ratio	89.9 %	85.8 %	82.8 %	83.8 %	94.9 %	82.7 %	78.8 %	65.8 %	85.5 %	80.4 %
Current Year Catastrophe Losses and LAE Ratio	0.7	1.2	1.7	0.5	1.3	2.6	2.7	0.6	1.0	1.8
Prior Years Non-catastrophe Losses and LAE Ratio	0.1	0.2	—	1.6	7.2	0.1	3.5	1.2	0.5	3.0
Prior Years Catastrophe Losses and LAE Ratio	(0.2)	0.1	—	0.1	(0.1)	0.1	(0.2)	0.1	—	—
Total Incurred Loss and LAE Ratio	90.5	87.3	84.5	86.0	103.3	85.5	84.8	67.7	87.0	85.2
Insurance Expense Ratio	28.4	29.6	30.2	32.5	32.2	31.9	32.5	31.8	30.2	32.1
Combined Ratio	118.9 %	116.9 %	114.7 %	118.5 %	135.5 %	117.4 %	117.3 %	99.5 %	117.2 %	117.3 %
Underlying Combined Ratio ¹										
Current Year Non-catastrophe Losses and LAE Ratio	89.9 %	85.8 %	82.8 %	83.8 %	94.9 %	82.7 %	78.8 %	65.8 %	85.5 %	80.4 %
Insurance Expense Ratio	28.4	29.6	30.2	32.5	32.2	31.9	32.5	31.8	30.2	32.1
Underlying Combined Ratio	118.3 %	115.4 %	113.0 %	116.3 %	127.1 %	114.6 %	111.3 %	97.6 %	115.7 %	112.5 %
Non-GAAP Measure Reconciliation										
Combined Ratio	118.9 %	116.9 %	114.7 %	118.5 %	135.5 %	117.4 %	117.3 %	99.5 %	117.2 %	117.3 %
Less:										
Current Year Catastrophe Losses and LAE Ratio	0.7	1.2	1.7	0.5	1.3	2.6	2.7	0.6	1.0	1.8
Prior Years Non-catastrophe Losses and LAE Ratio	0.1	0.2	—	1.6	7.2	0.1	3.5	1.2	0.5	3.0
Prior Years Catastrophe Losses and LAE Ratio	(0.2)	0.1	—	0.1	(0.1)	0.1	(0.2)	0.1	—	—
Underlying Combined Ratio	118.3 %	115.4 %	113.0 %	116.3 %	127.1 %	114.6 %	111.3 %	97.6 %	115.7 %	112.5 %

¹ Underlying Combined Ratio is a non-GAAP measure, which is computed as the difference between three operating ratios: the combined ratio, the effect of catastrophes (excluding development of prior-year catastrophes) on the combined ratio and the effect of prior-year reserve development at the reporting date (including development on prior-year catastrophes) on the combined ratio.

Kemper Corporation
Preferred Property & Casualty Insurance Segment
Homeowners and Other Personal Insurance - Results of Operations and Selected Financial Information
(Dollars in Millions)
(Unaudited)

	Three Months Ended								Year Ended	
	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021	Dec 31, 2022	Dec 31, 2021
Results of Operations										
Net Premiums Written	\$ 49.0	\$ 60.0	\$ 56.7	\$ 53.2	\$ 58.0	\$ 64.9	\$ 65.2	\$ 54.0	\$ 218.9	\$ 242.1
Earned Premiums	\$ 56.5	\$ 59.8	\$ 55.9	\$ 59.6	\$ 61.2	\$ 61.1	\$ 59.7	\$ 59.2	\$ 231.8	\$ 241.2
Net Investment Income	7.0	6.1	6.1	6.5	9.2	8.7	10.5	8.6	25.7	37.0
Change in Value of Alternative Energy Partnership Investments	0.2	—	(0.6)	(2.0)	(2.1)	(3.4)	(1.1)	(2.2)	(2.4)	(8.8)
Total Revenues	63.7	65.9	61.4	64.1	68.3	66.4	69.1	65.6	255.1	269.4
Incurred Losses and LAE related to:										
Current Year:										
Non-catastrophe Losses and LAE	33.2	34.0	32.7	31.7	26.2	30.8	34.6	28.4	131.6	120.0
Catastrophe Losses and LAE	8.2	9.7	21.9	10.9	6.2	20.7	21.4	23.4	50.7	71.7
Prior Years:										
Non-catastrophe Losses and LAE	(0.9)	(0.5)	1.8	0.6	1.1	(0.1)	1.4	(1.1)	1.0	1.3
Catastrophe Losses and LAE	(1.3)	(0.8)	(0.8)	(3.3)	(1.9)	—	(3.2)	(0.4)	(6.2)	(5.5)
Total Incurred Losses and LAE	39.2	42.4	55.6	39.9	31.6	51.4	54.2	50.3	177.1	187.5
Insurance Expenses	17.2	17.4	18.9	20.0	18.9	19.0	18.5	18.2	73.5	74.6
Operating Income (Loss)	7.3	6.1	(13.1)	4.2	17.8	(4.0)	(3.6)	(2.9)	4.5	7.3
Income Tax Benefit (Expense)	(1.2)	(1.0)	2.9	(0.2)	(2.6)	4.8	2.0	4.5	0.5	8.7
Total Product Line Net Operating Income (Loss)	\$ 6.1	\$ 5.1	\$ (10.2)	\$ 4.0	\$ 15.2	\$ 0.8	\$ (1.6)	\$ 1.6	\$ 5.0	\$ 16.0
Ratios Based On Earned Premiums										
Current Year Non-catastrophe Losses and LAE Ratio	58.8 %	56.8 %	58.5 %	53.1 %	42.8 %	50.4 %	58.1 %	48.1 %	56.8 %	49.8 %
Current Year Catastrophe Losses and LAE Ratio	14.5	16.2	39.2	18.3	10.1	33.9	35.8	39.5	21.9	29.7
Prior Years Non-catastrophe Losses and LAE Ratio	(1.6)	(0.8)	3.2	1.0	1.8	(0.2)	2.3	(1.9)	0.4	0.5
Prior Years Catastrophe Losses and LAE Ratio	(2.3)	(1.3)	(1.4)	(5.5)	(3.1)	—	(5.4)	(0.7)	(2.7)	(2.3)
Total Incurred Loss and LAE Ratio	69.4	70.9	99.5	66.9	51.6	84.1	90.8	85.0	76.4	77.7
Insurance Expense Ratio	30.4	29.1	33.8	33.6	30.9	31.1	31.0	30.7	31.7	30.9
Combined Ratio	99.8 %	100.0 %	133.3 %	100.5 %	82.5 %	115.2 %	121.8 %	115.7 %	108.1 %	108.6 %
Underlying Combined Ratio ¹										
Current Year Non-catastrophe Losses and LAE Ratio	58.8 %	56.8 %	58.5 %	53.1 %	42.8 %	50.4 %	58.1 %	48.1 %	56.8 %	49.8 %
Insurance Expense Ratio	30.4	29.1	33.8	33.6	30.9	31.1	31.0	30.7	31.7	30.9
Underlying Combined Ratio	89.2 %	85.9 %	92.3 %	86.7 %	73.7 %	81.5 %	89.1 %	78.8 %	88.5 %	80.7 %
Non-GAAP Measure Reconciliation										
Combined Ratio	99.8 %	100.0 %	133.3 %	100.5 %	82.5 %	115.2 %	121.8 %	115.7 %	108.1 %	108.6 %
Less:										
Current Year Catastrophe Losses and LAE Ratio	14.5	16.2	39.2	18.3	10.1	33.9	35.8	39.5	21.9	29.7
Prior Years Non-catastrophe Losses and LAE Ratio	(1.6)	(0.8)	3.2	1.0	1.8	(0.2)	2.3	(1.9)	0.4	0.5
Prior Years Catastrophe Losses and LAE Ratio	(2.3)	(1.3)	(1.4)	(5.5)	(3.1)	—	(5.4)	(0.7)	(2.7)	(2.3)
Underlying Combined Ratio	89.2 %	85.9 %	92.3 %	86.7 %	73.7 %	81.5 %	89.1 %	78.8 %	88.5 %	80.7 %

¹Underlying Combined Ratio is a non-GAAP measure, which is computed as the difference between three operating ratios: the combined ratio, the effect of catastrophes (excluding development of prior-year catastrophes) on the combined ratio and the effect of prior-year reserve development at the reporting date (including development on prior-year catastrophes) on the combined ratio.

Kemper Corporation
Preferred Property & Casualty Insurance Segment
Homeowners Insurance - Results of Operations and Selected Financial Information
(Dollars in Millions)
(Unaudited)

	Three Months Ended								Year Ended	
	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021	Dec 31, 2022	Dec 31, 2021
Results of Operations										
Net Premiums Written	\$ 42.4	\$ 52.8	\$ 49.2	\$ 45.5	\$ 49.9	\$ 56.1	\$ 56.3	\$ 46.1	\$ 189.9	\$ 208.4
Earned Premiums	\$ 49.1	\$ 51.9	\$ 47.7	\$ 51.3	\$ 52.7	\$ 52.5	\$ 51.3	\$ 50.8	\$ 200.0	\$ 207.3
Net Investment Income	5.8	5.1	5.1	5.4	8.3	7.9	9.6	7.8	21.4	33.6
Change in Value of Alternative Energy Partnership Investments	0.1	0.1	(0.5)	(1.7)	(1.9)	(3.1)	(1.0)	(2.0)	(2.0)	(8.0)
Total Revenues	55.0	57.1	52.3	55.0	59.1	57.3	59.9	56.6	219.4	232.9
Incurred Losses and LAE related to:										
Current Year:										
Non-catastrophe Losses and LAE	30.1	28.8	28.6	27.5	22.8	26.6	30.5	24.2	115.0	104.1
Catastrophe Losses and LAE	8.3	9.4	21.3	10.8	6.0	20.4	21.8	22.0	49.8	70.2
Prior Years:										
Non-catastrophe Losses and LAE	(0.3)	—	(0.1)	(1.6)	(0.1)	(0.2)	0.2	(2.5)	(2.0)	(2.6)
Catastrophe Losses and LAE	(1.2)	(0.8)	(0.8)	(2.8)	(2.1)	0.1	(1.8)	(0.1)	(5.6)	(3.9)
Total Incurred Losses and LAE	36.9	37.4	49.0	33.9	26.6	46.9	50.7	43.6	157.2	167.8
Insurance Expenses	14.9	15.2	16.3	17.5	16.3	16.3	16.1	15.7	63.9	64.4
Operating Income (Loss)	3.2	4.5	(13.0)	3.6	16.2	(5.9)	(6.9)	(2.7)	(1.7)	0.7
Income Tax Benefit (Expense)	(0.4)	(0.7)	2.9	(0.2)	(2.4)	4.8	2.6	4.1	1.6	9.1
Total Product Line Net Operating Income (Loss)	\$ 2.8	\$ 3.8	\$ (10.1)	\$ 3.4	\$ 13.8	\$ (1.1)	\$ (4.3)	\$ 1.4	\$ (0.1)	\$ 9.8
Ratios Based On Earned Premiums										
Current Year Non-catastrophe Losses and LAE Ratio	61.3 %	55.5 %	59.9 %	53.6 %	43.3 %	50.6 %	59.4 %	47.6 %	57.5 %	50.2 %
Current Year Catastrophe Losses and LAE Ratio	16.9	18.1	44.7	21.1	11.4	38.9	42.5	43.3	24.9	33.9
Prior Years Non-catastrophe Losses and LAE Ratio	(0.6)	—	(0.2)	(3.1)	(0.2)	(0.4)	0.4	(4.9)	(1.0)	(1.3)
Prior Years Catastrophe Losses and LAE Ratio	(2.4)	(1.5)	(1.7)	(5.5)	(4.0)	0.2	(3.5)	(0.2)	(2.8)	(1.9)
Total Incurred Loss and LAE Ratio	75.2	72.1	102.7	66.1	50.5	89.3	98.8	85.8	78.6	80.9
Insurance Expense Ratio	30.3	29.3	34.2	34.1	30.9	31.0	31.4	30.9	32.0	31.1
Combined Ratio	105.5 %	101.4 %	136.9 %	100.2 %	81.4 %	120.3 %	130.2 %	116.7 %	110.6 %	112.0 %
Underlying Combined Ratio ¹										
Current Year Non-catastrophe Losses and LAE Ratio	61.3 %	55.5 %	59.9 %	53.6 %	43.3 %	50.6 %	59.4 %	47.6 %	57.5 %	50.2 %
Insurance Expense Ratio	30.3	29.3	34.2	34.1	30.9	31.0	31.4	30.9	32.0	31.1
Underlying Combined Ratio	91.6 %	84.8 %	94.1 %	87.7 %	74.2 %	81.6 %	90.8 %	78.5 %	89.5 %	81.3 %
Non-GAAP Measure Reconciliation										
Combined Ratio	105.5 %	101.4 %	136.9 %	100.2 %	81.4 %	120.3 %	130.2 %	116.7 %	110.6 %	112.0 %
Less:										
Current Year Catastrophe Losses and LAE Ratio	16.9	18.1	44.7	21.1	11.4	38.9	42.5	43.3	24.9	33.9
Prior Years Non-catastrophe Losses and LAE Ratio	(0.6)	—	(0.2)	(3.1)	(0.2)	(0.4)	0.4	(4.9)	(1.0)	(1.3)
Prior Years Catastrophe Losses and LAE Ratio	(2.4)	(1.5)	(1.7)	(5.5)	(4.0)	0.2	(3.5)	(0.2)	(2.8)	(1.9)
Underlying Combined Ratio	91.6 %	84.8 %	94.1 %	87.7 %	74.2 %	81.6 %	90.8 %	78.5 %	89.5 %	81.3 %

¹ Underlying Combined Ratio is a non-GAAP measure, which is computed as the difference between three operating ratios: the combined ratio, the effect of catastrophes (excluding development of prior-year catastrophes) on the combined ratio and the effect of prior-year reserve development at the reporting date (including development on prior-year catastrophes) on the combined ratio.

Kemper Corporation
Preferred Property & Casualty Insurance Segment
Other Personal Insurance - Results of Operations and Selected Financial Information
(Dollars in Millions)
(Unaudited)

	Three Months Ended								Year Ended	
	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021	Dec 31, 2022	Dec 31, 2021
Results of Operations										
Net Premiums Written	\$ 6.6	\$ 7.2	\$ 7.5	\$ 7.7	\$ 8.1	\$ 8.8	\$ 8.9	\$ 7.9	\$ 29.0	\$ 33.7
Earned Premiums	\$ 7.4	\$ 7.9	\$ 8.2	\$ 8.3	\$ 8.5	\$ 8.6	\$ 8.4	\$ 8.4	\$ 31.8	\$ 33.9
Net Investment Income	1.2	1.0	1.0	1.1	0.9	0.8	0.9	0.8	4.3	3.4
Change in Value of Alternative Energy Partnership Investments	0.1	(0.1)	(0.1)	(0.3)	(0.2)	(0.3)	(0.1)	(0.2)	(0.4)	(0.8)
Total Revenues	8.7	8.8	9.1	9.1	9.2	9.1	9.2	9.0	35.7	36.5
Incurred Losses and LAE related to:										
Current Year:										
Non-catastrophe Losses and LAE	3.1	5.2	4.1	4.2	3.4	4.2	4.1	4.2	16.6	15.9
Catastrophe Losses and LAE	(0.1)	0.3	0.6	0.1	0.2	0.3	(0.4)	1.4	0.9	1.5
Prior Years:										
Non-catastrophe Losses and LAE	(0.6)	(0.5)	1.9	2.2	1.2	0.1	1.2	1.4	3.0	3.9
Catastrophe Losses and LAE	(0.1)	—	—	(0.5)	0.2	(0.1)	(1.4)	(0.3)	(0.6)	(1.6)
Total Incurred Losses and LAE	2.3	5.0	6.6	6.0	5.0	4.5	3.5	6.7	19.9	19.7
Insurance Expenses	2.3	2.2	2.6	2.5	2.6	2.7	2.4	2.5	9.6	10.2
Operating Income (Loss)	4.1	1.6	(0.1)	0.6	1.6	1.9	3.3	(0.2)	6.2	6.6
Income Tax Benefit (Expense)	(0.8)	(0.3)	—	—	(0.2)	—	(0.6)	0.4	(1.1)	(0.4)
Total Product Line Net Operating Income (Loss)	\$ 3.3	\$ 1.3	\$ (0.1)	\$ 0.6	\$ 1.4	\$ 1.9	\$ 2.7	\$ 0.2	\$ 5.1	\$ 6.2
Ratios Based On Earned Premiums										
Current Year Non-catastrophe Losses and LAE Ratio	42.0 %	65.8 %	50.0 %	50.6 %	39.9 %	48.8 %	48.9 %	50.0 %	52.3 %	46.9 %
Current Year Catastrophe Losses and LAE Ratio	(1.4)	3.8	7.3	1.2	2.4	3.5	(4.8)	16.7	2.8	4.4
Prior Years Non-catastrophe Losses and LAE Ratio	(8.1)	(6.3)	23.2	26.5	14.1	1.2	14.3	16.7	9.4	11.5
Prior Years Catastrophe Losses and LAE Ratio	(1.4)	—	—	(6.0)	2.4	(1.2)	(16.7)	(3.6)	(1.9)	(4.7)
Total Incurred Loss and LAE Ratio	31.1	63.3	80.5	72.3	58.8	52.3	41.7	79.8	62.6	58.1
Insurance Expense Ratio	31.1	27.8	31.7	30.1	30.6	31.4	28.6	29.8	30.2	30.1
Combined Ratio	62.2 %	91.1 %	112.2 %	102.4 %	89.4 %	83.7 %	70.3 %	109.6 %	92.8 %	88.2 %
Underlying Combined Ratio¹										
Current Year Non-catastrophe Losses and LAE Ratio	42.0 %	65.8 %	50.0 %	50.6 %	39.9 %	48.8 %	48.9 %	50.0 %	52.3 %	46.9 %
Insurance Expense Ratio	31.1	27.8	31.7	30.1	30.6	31.4	28.6	29.8	30.2	30.1
Underlying Combined Ratio	73.1 %	93.6 %	81.7 %	80.7 %	70.5 %	80.2 %	77.5 %	79.8 %	82.5 %	77.0 %
Non-GAAP Measure Reconciliation										
Combined Ratio	62.2 %	91.1 %	112.2 %	102.4 %	89.4 %	83.7 %	70.3 %	109.6 %	92.8 %	88.2 %
Less:										
Current Year Catastrophe Losses and LAE Ratio	(1.4)	3.8	7.3	1.2	2.4	3.5	(4.8)	16.7	2.8	4.4
Prior Years Non-catastrophe Losses and LAE Ratio	(8.1)	(6.3)	23.2	26.5	14.1	1.2	14.3	16.7	9.4	11.5
Prior Years Catastrophe Losses and LAE Ratio	(1.4)	—	—	(6.0)	2.4	(1.2)	(16.7)	(3.6)	(1.9)	(4.7)
Underlying Combined Ratio	73.1 %	93.6 %	81.7 %	80.7 %	70.5 %	80.2 %	77.5 %	79.8 %	82.5 %	77.0 %

¹ Underlying Combined Ratio is a non-GAAP measure, which is computed as the difference between three operating ratios: the combined ratio, the effect of catastrophes (excluding development of prior-year catastrophes) on the combined ratio and the effect of prior-year reserve development at the reporting date (including development on prior-year catastrophes) on the combined ratio.

Kemper Corporation
Life & Health Insurance Segment
Results of Operations and Selected Financial Information
(Dollars in Millions)
(Unaudited)

	Three Months Ended								Year Ended	
	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021	Dec 31, 2022	Dec 31, 2021
Results of Operations										
Earned Premiums	\$ 144.7	\$ 158.2	\$ 160.1	\$ 161.4	\$ 164.2	\$ 164.1	\$ 164.2	\$ 161.0	\$ 624.4	\$ 653.5
Net Investment Income	52.6	52.6	61.9	49.4	50.8	48.4	52.4	51.1	216.5	202.7
Change in Value of Alternative Energy Partnership Investments	0.3	0.1	(1.3)	(4.4)	(3.7)	(6.1)	(2.0)	(4.0)	(5.3)	(15.8)
Other Income	0.2	—	(0.8)	—	(1.6)	0.1	0.1	0.1	(0.6)	(1.3)
Total Revenues	197.8	210.9	219.9	206.4	209.7	206.5	214.7	208.2	835.0	839.1
Policyholders' Benefits and Incurred Losses and LAE	93.4	105.6	113.5	120.1	116.2	119.5	115.3	118.7	432.6	469.7
Insurance Expenses	80.7	91.5	85.6	85.1	89.5	92.9	86.2	90.3	342.9	358.9
Operating Income (Loss)	23.7	13.8	20.8	1.2	4.0	(5.9)	13.2	(0.8)	59.5	10.5
Income Tax Benefit (Expense)	(2.9)	(1.2)	(3.1)	1.9	1.1	8.7	(0.2)	8.1	(5.3)	17.7
Segment Net Operating Income (Loss)	\$ 20.8	\$ 12.6	\$ 17.7	\$ 3.1	\$ 5.1	\$ 2.8	\$ 13.0	\$ 7.3	\$ 54.2	\$ 28.2

	Dec 31, 2022	Sep 30, 2022 ¹	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021
Insurance Reserves:								
Future Policyholder Benefits	\$ 3,496.4	\$ 3,505.0	\$ 3,486.3	\$ 3,467.5	\$ 3,454.1	\$ 3,436.1	\$ 3,466.4	\$ 3,448.0
Incurred Losses and LAE Reserves:								
Life	53.3	55.7	56.7	63.6	60.7	62.3	58.8	68.1
Accident and Health	4.3	23.4	25.0	25.2	26.1	25.7	26.4	25.5
Property	2.3	3.6	3.1	3.1	3.6	7.4	4.4	5.4
Total Incurred Losses and LAE Reserves	59.9	82.7	84.8	91.9	90.4	95.4	89.6	99.0
Insurance Reserves	\$ 3,556.3	\$ 3,587.7	\$ 3,571.1	\$ 3,559.4	\$ 3,544.5	\$ 3,531.5	\$ 3,556.0	\$ 3,547.0

¹ Includes reserves classified as Held-for-Sale Liabilities on the Condensed Consolidated Balance Sheets. See Note 5, "Dispositions," for more information.

Kemper Corporation
Life & Health Insurance Segment
Life Insurance - Results of Operations and Selected Financial Information
(Dollars in Millions)
(Unaudited)

	Three Months Ended								Year Ended	
	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021	Dec 31, 2022	Dec 31, 2021
Results of Operations										
Earned Premiums	\$ 101.1	\$ 100.4	\$ 102.9	\$ 101.3	\$ 101.5	\$ 101.5	\$ 100.6	\$ 98.1	\$ 405.7	\$ 401.7
Net Investment Income	51.0	51.0	60.1	47.9	49.3	47.0	50.9	49.6	210.0	196.8
Change in Value of Alternative Energy Partnership Investments	0.3	0.1	(1.3)	(4.0)	(3.5)	(5.8)	(1.9)	(3.8)	(4.9)	(15.0)
Other Income	0.1	(0.1)	(1.1)	—	(1.6)	—	—	—	(1.1)	(1.6)
Total Revenues	152.5	151.4	160.6	145.2	145.7	142.7	149.6	143.9	609.7	581.9
Policyholders' Benefits and Incurred Losses and LAE	75.7	78.6	84.1	90.6	88.2	87.3	81.9	87.9	329.0	345.3
Insurance Expenses	58.5	62.5	58.9	57.4	60.5	61.5	55.6	58.0	237.3	235.6
Operating Income (Loss)	18.3	10.3	17.6	(2.8)	(3.0)	(6.1)	12.1	(2.0)	43.4	1.0
Income Tax Benefit (Expense)	(2.0)	(0.5)	(2.4)	2.6	2.4	8.4	(0.1)	8.0	(2.3)	18.7
Total Product Line Operating Income (Loss)	\$ 16.3	\$ 9.8	\$ 15.2	\$ (0.2)	\$ (0.6)	\$ 2.3	\$ 12.0	\$ 6.0	\$ 41.1	\$ 19.7

Kemper Corporation
Life & Health Insurance Segment
Accident & Health Insurance - Results of Operations and Selected Financial Information
(Dollars in Millions)
(Unaudited)

	Three Months Ended								Year Ended	
	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021	Dec 31, 2022	Dec 31, 2021
Results of Operations										
Earned Premiums	\$ 31.4	\$ 45.9	\$ 45.1	\$ 45.8	\$ 47.6	\$ 47.0	\$ 47.9	\$ 47.4	\$ 168.2	\$ 189.9
Net Investment Income	0.8	0.8	1.0	0.7	0.9	0.9	0.8	1.0	3.3	3.6
Change in Value of Alternative Energy Partnership Investments	—	—	—	(0.1)	(0.1)	(0.1)	—	(0.1)	(0.1)	(0.3)
Other Income	0.1	0.1	0.3	—	—	0.1	0.1	0.1	0.5	0.3
Total Revenues	32.3	46.8	46.4	46.4	48.4	47.9	48.8	48.4	171.9	193.5
Policyholders' Benefits and Incurred Losses and LAE	16.2	22.3	24.5	23.5	21.9	22.9	26.8	24.5	86.5	96.1
Insurance Expenses	15.8	22.4	20.1	20.8	21.5	23.5	22.2	24.4	79.1	91.6
Operating Income (Loss)	0.3	2.1	1.8	2.1	5.0	1.5	(0.2)	(0.5)	6.3	5.8
Income Tax Benefit (Expense)	0.1	(0.4)	(0.4)	(0.4)	(1.0)	(0.2)	0.1	0.2	(1.1)	(0.9)
Total Product Line Net Operating Income (Loss)	\$ 0.4	\$ 1.7	\$ 1.4	\$ 1.7	\$ 4.0	\$ 1.3	\$ (0.1)	\$ (0.3)	\$ 5.2	\$ 4.9

Kemper Corporation
Life & Health Insurance Segment
Property Insurance - Results of Operations and Selected Financial Information
(Dollars in Millions)
(Unaudited)

	Three Months Ended								Year Ended	
	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021	Dec 31, 2022	Dec 31, 2021
Results of Operations										
Earned Premiums	\$ 12.2	\$ 11.9	\$ 12.1	\$ 14.3	\$ 15.1	\$ 15.6	\$ 15.7	\$ 15.5	\$ 50.5	\$ 61.9
Net Investment Income	0.8	0.8	0.8	0.8	0.6	0.5	0.7	0.5	3.2	2.3
Change in Value of Alternative Energy Partnership Investments	—	—	—	(0.3)	(0.1)	(0.2)	(0.1)	(0.1)	(0.3)	(0.5)
Total Revenues	13.0	12.7	12.9	14.8	15.6	15.9	16.3	15.9	53.4	63.7
Incurred Losses and LAE related to:										
Current Year:										
Non-catastrophe Losses and LAE	2.0	2.8	3.6	4.1	3.2	3.6	4.2	3.2	12.5	14.2
Catastrophe Losses and LAE	(0.6)	1.4	0.6	0.4	2.9	5.7	2.5	1.9	1.8	13.0
Prior Years:										
Non-catastrophe Losses and LAE	0.1	0.1	0.5	0.6	—	0.4	0.1	0.7	1.3	1.2
Catastrophe Losses and LAE	—	0.4	0.2	0.9	—	(0.4)	(0.2)	0.5	1.5	(0.1)
Total Incurred Losses and LAE	1.5	4.7	4.9	6.0	6.1	9.3	6.6	6.3	17.1	28.3
Insurance Expenses	6.4	6.6	6.6	6.9	7.5	7.9	8.4	7.9	26.5	31.7
Operating Income (Loss)	5.1	1.4	1.4	1.9	2.0	(1.3)	1.3	1.7	9.8	3.7
Income Tax Benefit (Expense)	(1.0)	(0.3)	(0.3)	(0.3)	(0.3)	0.5	(0.2)	(0.1)	(1.9)	(0.1)
Total Product Line Net Operating Income (Loss)	\$ 4.1	\$ 1.1	\$ 1.1	\$ 1.6	\$ 1.7	\$ (0.8)	\$ 1.1	\$ 1.6	\$ 7.9	\$ 3.6
Ratios Based On Earned Premiums										
Current Year Non-catastrophe Losses and LAE Ratio	16.4 %	23.5 %	29.7 %	28.7 %	21.2 %	23.1 %	26.8 %	20.6 %	24.7 %	23.0 %
Current Year Catastrophe Losses and LAE Ratio	(4.9)	11.8	5.0	2.8	19.2	36.5	15.9	12.3	3.6	21.0
Prior Years Non-catastrophe Losses and LAE Ratio	0.8	0.8	4.1	4.2	—	2.6	0.6	4.5	2.6	1.9
Prior Years Catastrophe Losses and LAE Ratio	—	3.4	1.7	6.3	—	(2.6)	(1.3)	3.2	3.0	(0.2)
Total Incurred Loss and LAE Ratio	12.3	39.5	40.5	42.0	40.4	59.6	42.0	40.6	33.9	45.7
Insurance Expense Ratio	52.5	55.5	54.5	48.3	49.7	50.6	53.5	51.0	52.5	51.2
Combined Ratio	64.8 %	95.0 %	95.0 %	90.3 %	90.1 %	110.2 %	95.5 %	91.6 %	86.4 %	96.9 %
Underlying Combined Ratio ¹										
Current Year Non-catastrophe Losses and LAE Ratio	16.4 %	23.5 %	29.7 %	28.7 %	21.2 %	23.1 %	26.8 %	20.6 %	24.7 %	23.0 %
Insurance Expense Ratio	52.5	55.5	54.5	48.3	49.7	50.6	53.5	51.0	52.5	51.2
Underlying Combined Ratio	68.9 %	79.0 %	84.2 %	77.0 %	70.9 %	73.7 %	80.3 %	71.6 %	77.2 %	74.2 %
Non-GAAP Measure Reconciliation										
Combined Ratio	64.8 %	95.0 %	95.0 %	90.3 %	90.1 %	110.2 %	95.5 %	91.6 %	86.4 %	96.9 %
Less:										
Current Year Catastrophe Losses and LAE Ratio	(4.9)	11.8	5.0	2.8	19.2	36.5	15.9	12.3	3.6	21.0
Prior Years Non-catastrophe Losses and LAE Ratio	0.8	0.8	4.1	4.2	—	2.6	0.6	4.5	2.6	1.9
Prior Years Catastrophe Losses and LAE Ratio	—	3.4	1.7	6.3	—	(2.6)	(1.3)	3.2	3.0	(0.2)
Underlying Combined Ratio	68.9 %	79.0 %	84.2 %	77.0 %	70.9 %	73.7 %	80.3 %	71.6 %	77.2 %	74.2 %

¹ Underlying Combined Ratio is a non-GAAP measure, which is computed as the difference between three operating ratios: the combined ratio, the effect of catastrophes (excluding development of prior-year catastrophes) on the combined ratio and the effect of prior-year reserve development at the reporting date (including development on prior-year catastrophes) on the combined ratio.

Kemper Corporation
Expenses
(Dollars in Millions)
(Unaudited)

	Three Months Ended								Year Ended	
	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021	Dec 31, 2022	Dec 31, 2021
Insurance Expenses:										
Commissions	\$ 165.7	\$ 176.3	\$ 190.9	\$ 191.9	\$ 192.3	\$ 210.0	\$ 220.1	\$ 195.2	\$ 724.8	\$ 817.6
General Expenses	86.4	93.5	91.4	87.1	87.5	85.1	82.3	84.6	358.4	339.5
Premium Taxes	25.3	23.6	25.2	25.4	25.2	26.5	27.2	25.4	99.5	104.3
Total Costs Incurred	277.4	293.4	307.5	304.4	305.0	321.6	329.6	305.2	1,182.7	1,261.4
Net Policy Acquisition Costs Deferred	9.5	7.3	(0.5)	(2.5)	(1.0)	(23.8)	(41.1)	(22.4)	13.8	(88.3)
Amortization of Valuation of Business Acquired ("VOBA")	0.7	0.6	0.7	2.1	5.1	13.5	25.5	0.9	4.1	45.0
Insurance Expenses	287.6	301.3	307.7	304.0	309.1	311.3	314.0	283.7	1,200.6	1,218.1
Loss from Early Extinguishment of Debt	—	—	—	3.7	—	—	—	—	3.7	—
Interest and Other Expenses:										
Interest Expense	13.7	14.3	14.0	12.7	10.6	10.7	11.2	11.1	54.7	43.6
Other Expenses:										
Acquisition and Disposition Related Transaction, Integration, Restructuring and Other Costs	35.6	12.7	9.9	4.7	9.2	8.0	10.4	16.3	62.9	43.9
Other	37.2	36.5	29.6	36.7	36.4	33.2	32.5	29.8	140.0	131.9
Other Expenses	72.8	49.2	39.5	41.4	45.6	41.2	42.9	46.1	202.9	175.8
Interest and Other Expenses	86.5	63.5	53.5	54.1	56.2	51.9	54.1	57.2	257.6	219.4
Total Expenses	\$ 374.1	\$ 364.8	\$ 361.2	\$ 361.8	\$ 365.3	\$ 363.2	\$ 368.1	\$ 340.9	\$ 1,461.9	\$ 1,437.5

Kemper Corporation
Details of Investment Performance
(Dollars in Millions)
(Unaudited)

	Three Months Ended								Year Ended	
	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021	Dec 31, 2022	Dec 31, 2021
Net Investment Income										
Interest on Fixed Income Securities	\$ 81.7	\$ 76.9	\$ 72.8	\$ 68.7	\$ 70.6	\$ 68.4	\$ 69.7	\$ 69.0	\$ 300.1	\$ 277.7
Dividends on Equity Securities Excluding Alternative Investments	2.0	1.1	1.7	1.5	6.1	2.9	4.8	2.1	6.3	15.9
Alternative Investments:										
Equity Method Limited Liability Investments	3.3	(0.6)	15.3	13.3	5.8	12.0	16.4	22.5	31.3	56.7
Limited Liability Investments Included in Equity Securities	7.2	8.8	18.5	7.6	17.6	9.5	15.3	4.5	42.1	46.9
Total Alternative Investments	10.5	8.2	33.8	20.9	23.4	21.5	31.7	27.0	73.4	103.6
Short-term Investments	2.3	1.1	0.2	0.1	0.4	0.2	(0.8)	1.2	3.7	1.0
Loans to Policyholders	5.2	5.5	5.3	5.5	5.4	5.4	5.4	5.5	21.5	21.7
Real Estate	2.5	3.1	2.3	2.2	2.2	2.3	2.4	2.4	10.1	9.3
Company-Owned Life Insurance	9.9	9.9	9.8	8.3	7.4	7.2	6.5	4.6	37.9	25.7
Other	2.6	1.7	1.7	1.7	1.9	1.9	2.8	0.1	7.7	6.7
Total Investment Income	116.7	107.5	127.6	108.9	117.4	109.8	122.5	111.9	460.7	461.6
Investment Expenses:										
Real Estate	2.1	2.3	1.0	2.5	2.9	2.6	2.1	2.1	7.9	9.7
Other Investment Expenses	8.3	7.4	8.1	6.4	6.1	5.3	6.5	6.7	30.2	24.6
Total Investment Expenses	10.4	9.7	9.1	8.9	9.0	7.9	8.6	8.8	38.1	34.3
Net Investment Income	\$ 106.3	\$ 97.8	\$ 118.5	\$ 100.0	\$ 108.4	\$ 101.9	\$ 113.9	\$ 103.1	\$ 422.6	\$ 427.3
Net Realized Investment Gains (Losses)										
Fixed Maturities:										
Gains on Sales	3.6	\$ 14.2	\$ 13.4	\$ 0.4	20.7	\$ 10.3	\$ 19.2	\$ 13.2	\$ 31.6	\$ 63.4
Losses on Sales	(4.4)	(23.9)	(2.8)	(0.8)	(0.4)	(0.4)	(0.2)	(1.1)	(31.9)	(2.1)
Gains (Losses) on Hedging Activity	1.7	(0.3)	0.3	—	—	—	—	—	1.7	—
Equity Securities:										
Gains on Sales	3.1	4.5	0.1	2.0	2.3	0.1	—	1.7	9.7	4.1
Losses on Sales	(0.1)	(6.6)	—	(0.1)	(0.5)	(0.2)	—	—	(6.8)	(0.7)
Equity Method Limited Liability Investments:										
Gains on Sales	—	—	—	—	—	0.4	—	—	—	0.4
Losses on Sales	—	—	—	—	—	—	—	—	—	—
Real Estate:										
Gains on Sales	—	—	—	—	—	(0.1)	0.2	—	—	0.1
Losses on Sales	—	—	—	—	(0.4)	—	—	—	—	(0.4)
Net Realized Investment Gains (Losses)	\$ 3.9	\$ (12.1)	\$ 11.0	\$ 1.5	\$ 21.7	\$ 10.1	\$ 19.2	\$ 13.8	\$ 4.3	\$ 64.8
Net Impairment Losses Recognized in Earnings										
Fixed Maturities	\$ (3.7)	\$ (8.3)	\$ (4.9)	\$ (8.9)	\$ (3.1)	\$ 0.5	\$ (0.6)	\$ (3.2)	\$ (25.8)	\$ (6.4)
Equity Securities	—	—	—	—	(0.1)	(0.7)	(2.6)	(0.8)	—	(4.2)
Real Estate	—	—	—	—	—	(0.4)	—	—	—	(0.4)
Net Impairment Losses Recognized in Earnings	\$ (3.7)	\$ (8.3)	\$ (4.9)	\$ (8.9)	\$ (3.2)	\$ (0.6)	\$ (3.2)	\$ (4.0)	\$ (25.8)	\$ (11.0)

Kemper Corporation
Details of Invested Assets
(Dollars in Millions)
(Unaudited)

	Dec 31, 2022		Dec 31, 2021		Dec 31, 2020	
	Carrying Value	Percent of Total ¹	Carrying Value	Percent of Total ¹	Carrying Value	Percent of Total ¹
Fixed Maturities Reported at Fair Value:						
U.S. Government and Government Agencies and Authorities	\$ 528.0	6.0 %	\$ 637.4	6.1 %	\$ 585.3	5.6 %
States and Political Subdivisions	1,568.9	17.8	1,890.1	18.2	1,589.5	15.2
Foreign Governments	4.1	—	5.5	0.1	5.2	—
Corporate Securities:						
Bonds and Notes	3,539.4	40.4	4,386.9	42.2	4,425.4	42.5
Redeemable Preferred Stocks	8.0	0.1	7.4	0.1	7.5	0.1
Collateralized Loan Obligations	953.9	10.9	752.1	7.2	767.7	7.4
Other Mortgage- and Asset-backed	292.5	3.3	307.5	3.0	225.3	2.2
Total Fixed Maturities Reported at Fair Value	6,894.8	78.5	7,986.9	76.9	7,605.9	73.0
Equity Securities Reported at Fair Value:						
Preferred Stocks	39.8	0.5	51.8	0.5	59.1	0.6
Common Stocks	2.1	—	21.8	0.2	10.8	0.1
Other Equity Interests:						
Exchange Traded Funds	12.2	0.1	432.0	4.2	496.6	4.8
Limited Liability Companies and Limited Partnerships	189.1	2.2	325.0	3.1	292.0	2.8
Total Equity Securities Reported at Fair Value	243.2	2.8	830.6	8.0	858.5	8.2
Equity Method Limited Liability Investments	217.0	2.5	241.9	2.3	204.0	2.0
Alternative Energy Partnership Investments	16.3	0.2	39.6	0.4	21.3	0.2
Short-term Investments at Cost which Approximates Fair Value	278.4	3.2	284.1	2.7	875.4	8.4
Company Owned Life Insurance	586.5	6.7	448.1	4.3	327.4	3.1
Loans to Policyholders	283.4	3.2	286.2	2.8	297.9	2.9
Other Investments:						
Equity Securities Reported at Modified Cost	38.4	0.4	32.3	0.3	40.1	0.4
Convertible Securities at Fair Value	43.3	0.5	46.4	0.5	39.9	0.4
Real Estate at Depreciated Cost	93.6	1.1	94.0	0.9	98.7	0.9
Mortgage Loans	91.1	1.0	96.8	0.9	54.6	0.5
Other	3.5	—	0.5	—	0.4	—
Total Other Investments	269.9	3.0	270.0	2.6	233.7	2.2
Total Investments	<u>\$ 8,789.5</u>	<u>100.0 %</u>	<u>\$ 10,387.4</u>	<u>100.0 %</u>	<u>\$ 10,424.1</u>	<u>100.0 %</u>

¹ Sum of percentages for individual lines may not equal subtotals and grand total due to rounding.

Kemper Corporation
Details of Invested Assets (continued)
(Dollars in Millions)
(Unaudited)

	Dec 31, 2022		Dec 31, 2021		Dec 31, 2020	
	Carrying Value	Percent of Total ¹	Carrying Value	Percent of Total ¹	Carrying Value	Percent of Total ¹
<u>S&P Equivalent Rating for Fixed Maturities</u>						
AAA, AA, A	\$ 4,896.4	71.0 %	\$ 5,351.6	67.0 %	\$ 4,759.9	62.6 %
BBB	1,687.4	24.5	2,215.1	27.7	2,355.6	31.0
BB, B	239.7	3.5	331.0	4.2	353.1	4.6
CCC or Lower	71.3	1.0	89.2	1.1	137.3	1.8
Total Investments in Fixed Maturities	<u>\$ 6,894.8</u>	<u>100.0 %</u>	<u>\$ 7,986.9</u>	<u>100.0 %</u>	<u>\$ 7,605.9</u>	<u>100.0 %</u>
<u>Duration (in Years)</u>						
Total Investments in Fixed Maturities	<u>8.2</u>		<u>8.5</u>		<u>7.8</u>	

Kemper Corporation
Investment Concentration
(Dollars in Millions)
(Unaudited)

	Dec 31, 2022		Dec 31, 2021		Dec 31, 2020	
	Amount	Percent of Total Investments	Amount	Percent of Total Investments	Amount	Percent of Total Investments
Fair Value of Non-governmental Fixed Maturities by Industry						
Finance, Insurance and Real Estate	\$ 2,007.5	22.8 %	\$ 1,996.7	19.2 %	\$ 1,916.3	18.4 %
Manufacturing	1,085.9	12.4	1,571.0	15.1	1,633.5	15.7
Transportation, Communication and Utilities	733.7	8.3	815.8	7.9	825.5	7.9
Services	602.4	6.9	617.5	5.9	581.3	5.6
Mining	173.3	2.0	254.3	2.4	285.7	2.7
Retail Trade	165.1	1.9	171.4	1.7	172.6	1.7
Construction	11.7	0.1	13.1	0.1	—	—
Other	14.2	0.2	14.1	0.1	11.0	0.1
Total Fair Value of Non-governmental Fixed Maturities	\$ 4,793.8	54.6 %	\$ 5,453.9	52.4 %	\$ 5,425.9	52.1 %

	Dec 31, 2022	
	Fair Value	Percent of Total Investments
Ten Largest Investment Exposures ¹		
Fixed Maturities:		
States including their Political Subdivisions:		
Texas	\$ 139.0	1.6 %
California	126.7	1.4
New York	85.8	1.0
Michigan	83.9	1.0
Georgia	78.5	0.9
Louisiana	64.3	0.7
Pennsylvania	60.9	0.7
Florida	57.1	0.6
Colorado	50.5	0.6
Massachusetts	47.9	0.5
Total	\$ 794.6	9.0 %

¹ Excluding Investments in U.S. Government and Government Agencies and Authorities at December 31, 2022.

Kemper Corporation
Municipal Bond Securities
(Dollars in Millions)
(Unaudited)

Dec 31, 2022

	State General Obligation	Political Subdivision General Obligation	Revenue	Total Fair Value	Percent of Total Muni Bond ¹	Percent of Total Investments ¹
Texas	\$ 20.3	\$ 113.4	\$ 5.3	\$ 139.0	8.9 %	1.6 %
California	10.5	116.2	—	126.7	8.1	1.4
New York	17.9	67.9	—	85.8	5.5	1.0
Michigan	—	73.0	10.9	83.9	5.3	1.0
Georgia	5.9	68.4	4.2	78.5	5.0	0.9
Louisiana	5.1	27.0	32.2	64.3	4.1	0.7
Pennsylvania	2.7	58.2	—	60.9	3.9	0.7
Florida	—	57.1	—	57.1	3.6	0.6
Colorado	—	50.5	—	50.5	3.2	0.6
Massachusetts	1.3	39.2	7.4	47.9	3.1	0.5
Oregon	2.2	20.8	24.7	47.7	3.0	0.5
Missouri	1.1	41.0	—	42.1	2.7	0.5
Washington	1.3	30.3	7.7	39.3	2.5	0.4
Ohio	—	38.5	—	38.5	2.5	0.4
New Mexico	—	38.5	—	38.5	2.5	0.4
Illinois	0.5	36.3	—	36.8	2.3	0.4
Virginia	—	28.9	6.3	35.2	2.2	0.4
Minnesota	2.1	32.9	—	35.0	2.2	0.4
Indiana	—	33.7	—	33.7	2.1	0.4
Maryland	2.4	27.7	2.0	32.1	2.0	0.4
Connecticut	—	16.4	13.2	29.6	1.9	0.3
Tennessee	4.2	19.0	3.2	26.4	1.7	0.3
District of Columbia	—	20.1	6.3	26.4	1.7	0.3
Mississippi	—	10.5	12.2	22.7	1.4	0.3
Rhode Island	1.6	20.4	—	22.0	1.4	0.3
Oklahoma	—	21.9	—	21.9	1.4	0.2
Arizona	0.8	20.2	—	21.0	1.3	0.2
North Carolina	1.7	18.3	—	20.0	1.3	0.2
New Hampshire	0.4	17.7	—	18.1	1.2	0.2
Utah	—	16.7	—	16.7	1.1	0.2
South Carolina	—	15.6	—	15.6	1.0	0.2
Nebraska	5.9	9.3	—	15.2	1.0	0.2
North Dakota	—	14.9	—	14.9	0.9	0.2
Alabama	—	14.1	—	14.1	0.9	0.2
Kentucky	—	13.3	—	13.3	0.8	0.2
Iowa	—	11.4	—	11.4	0.7	0.1
Montana	—	10.6	—	10.6	0.7	0.1
Alaska	2.7	5.9	1.6	10.2	0.6	0.1
Idaho	—	9.7	—	9.7	0.6	0.1
All Other States	10.4	40.2	6.5	57.1	3.6	0.6
Total	\$ 101.0	\$ 1,325.7	\$ 143.7	\$ 1,570.4	100.0 %	17.9 %

¹ Sum of percentages for individual lines may not equal total due to rounding.

Kemper Corporation
Investments in Limited Liability
Companies and Limited Partnerships
(Dollars in Millions)
(Unaudited)

Asset Class	Unfunded Commitment	Reported Value	
	Dec 31, 2022	Dec 31, 2022	Dec 31, 2021
Reported as Equity Method Limited Liability Investments:			
Mezzanine Debt	\$ 51.6	\$ 114.3	\$ 120.0
Senior Debt	42.0	21.6	27.5
Distressed Debt	—	9.4	21.7
Secondary Transactions	1.7	9.3	11.7
Leveraged Buyout	0.6	8.9	8.7
Growth Equity	—	1.2	0.7
Real Estate	—	43.3	29.9
Hedge Fund	—	0.5	8.7
Other	—	8.5	13.0
Total Equity Method Limited Liability Investments	95.9	217.0	241.9
Alternative Energy Partnership Investments	—	16.3	39.6
Reported as Other Equity Interests at Fair Value:			
Mezzanine Debt	56.0	106.0	129.3
Senior Debt	6.0	21.9	29.9
Distressed Debt	13.0	12.5	44.9
Secondary Transactions	4.2	3.5	4.0
Hedge Funds	—	18.1	82.7
Leveraged Buyout	9.0	21.6	32.2
Growth Equity	7.9	5.4	2.0
Other	0.2	0.1	—
Total Reported as Other Equity Interests at Fair Value	96.3	189.1	325.0
Reported as Other Equity Interests at Modified Cost:			
Other	—	8.3	7.7
Total Reported as Other Equity Interests at Modified Cost	—	8.3	7.7
Total Investments in Limited Liability Companies and Limited Partnerships	\$ 192.2	\$ 430.7	\$ 614.2

Kemper Corporation

Definitions of Non-GAAP Financial Measures

The Company believes that investors' understanding of Kemper's performance is enhanced by the disclosure of the following non-GAAP financial measures. The methods for calculating these measures may differ from those used by other companies and therefore comparability may be limited.

Book Value Per Share Excluding Goodwill is a calculation that uses a non-GAAP financial measure. It is calculated by dividing shareholders' equity excluding goodwill by total Common Shares Issued and Outstanding. Book value per share is the most directly comparable GAAP financial measure. Book Value Per Share Excluding Goodwill is a common measure used by analysts and investors to compare similar companies.

Book Value Per Share Excluding Net Unrealized (Gains) Losses on Fixed Maturities is a calculation that uses a non-GAAP financial measure. It is calculated by dividing shareholders' equity after excluding the after-tax impact of net unrealized (gains) losses on fixed income securities by total Common Shares Issued and Outstanding. Book value per share is the most directly comparable GAAP financial measure. The Company uses the trends in book value per share excluding the after-tax impact of net unrealized (gains) losses on fixed income securities in conjunction with book value per share to identify and analyze the change in net worth attributable to management efforts between periods. The Company believes the non-GAAP financial measure is useful to investors because it eliminates the effect of items that can fluctuate significantly from period to period and are generally driven by economic developments, primarily capital market conditions, the magnitude and timing of which are not influenced by management. The Company believes it enhances understanding and comparability of performance by highlighting underlying business activity and profitability drivers.

Book Value Per Share Excluding Net Unrealized (Gains) Losses on Fixed Maturities and Goodwill is a calculation that uses a non-GAAP financial measure. It is calculated by dividing shareholders' equity after excluding the after-tax impact of net unrealized (gains) losses on fixed income securities and goodwill by total Common Shares Issued and Outstanding. Book value per share is the most directly comparable GAAP financial measure. The Company uses the trends in book value per share excluding the after-tax impact of net unrealized (gains) losses on fixed income securities and goodwill in conjunction with book value per share to identify and analyze the change in net worth excluding goodwill attributable to management efforts between periods. The Company believes the non-GAAP financial measure is useful to investors because it eliminates the effect of items that can fluctuate significantly from period to period and are generally driven by economic developments, primarily capital market conditions, the magnitude and timing of which are not influenced by management. The Company believes it enhances understanding and comparability of performance by highlighting underlying business activity and profitability drivers.

Adjusted Consolidated Net Operating Income (Loss) is an after-tax, non-GAAP financial measure and is computed by excluding from Net Income (Loss) the after-tax impact of:

- (i) Income (Loss) from Change in Fair Value of Equity and Convertible Securities;
- (ii) Net Realized Investment Gains (Losses);
- (iii) Impairment Losses;
- (iv) Acquisition and Disposition Related Transaction, Integration, Restructuring and Other Costs;
- (v) Debt Extinguishment, Pension and Other Charges; and
- (vi) Significant non-recurring or infrequent items that may not be indicative of ongoing operations

Significant non-recurring items are excluded when (a) the nature of the charge or gain is such that it is reasonably unlikely to recur within two years, and (b) there has been no similar charge or gain within the prior two years. The most directly comparable GAAP financial measure is Net Income (Loss). There were no applicable significant non-recurring items that the Company excluded from the calculation of Adjusted Consolidated Net Operating Income for the year ended December 31, 2022 or 2021.

The Company believes that Adjusted Consolidated Net Operating Income provides investors with a valuable measure of its ongoing performance because it reveals underlying operational performance trends that otherwise might be less apparent if the items were not excluded. Income (Loss) from Change in Fair Value of Equity and Convertible Securities, Net Realized Investment Gains (Losses) and Impairment Losses related to investments included in the Company's results may vary significantly between periods and are generally driven by business decisions and external economic developments such as capital market conditions that impact the values of the Company's investments, the timing of which is unrelated to the insurance underwriting process. Acquisition and Disposition Related Transaction, Integration, Restructuring and Other Costs may vary significantly between periods and are generally driven by the timing of acquisitions and business decisions which are unrelated to the insurance underwriting process. Debt Extinguishment, Pension and Other Charges relate to (i) loss from early extinguishment of debt, which is driven by the Company's financing and refinancing decisions and capital needs, as well as external economic developments such as debt market conditions, the timing of which is unrelated to the insurance underwriting process; (ii) settlement of pension plan obligations which are business decisions made by the Company, the timing of which is unrelated to the underwriting process; and (iii) other charges that are non-standard, not part of the ordinary course of business, and unrelated to the insurance underwriting process. Significant non-recurring items are excluded because, by their nature, they are not indicative of the Company's business or economic trends. The preceding non-GAAP financial measures should not be considered a substitute for the comparable GAAP financial measures, as they do not fully recognize the overall profitability of the Company's businesses.

Kemper Corporation
Definitions of Non-GAAP Financial Measures (continued)

A reconciliation of Net Income (Loss) to Adjusted Consolidated Net Operating Income is presented below:

<i>Dollars in Millions (Unaudited)</i>	Three Months Ended								Year Ended	
	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021	Dec 31, 2022	Dec 31, 2021
Net Income (Loss)	\$ (55.5)	\$ (76.2)	\$ (74.7)	\$ (94.8)	\$ (105.8)	\$ (75.3)	\$ (62.6)	\$ 123.2	\$ (301.2)	\$ (120.5)
Less Net Income (Loss) From:										
Income (Loss) from Change in Fair Value of Equity and Convertible Securities	—	(8.8)	(32.0)	(22.3)	17.5	(0.5)	32.3	41.2	(63.1)	90.5
Net Realized Investment Gains (Losses)	3.1	(9.6)	8.7	1.2	17.2	7.9	15.2	10.9	3.4	51.2
Impairment Losses	(2.9)	(6.6)	(3.9)	(7.0)	(2.5)	(0.5)	(2.5)	(3.2)	(20.4)	(8.7)
Acquisition and Disposition Related Transaction, Integration, Restructuring and Other Costs	(29.1)	(20.7)	(7.8)	(3.7)	(7.2)	(6.4)	(8.2)	(12.9)	(61.3)	(34.7)
Debt Extinguishment, Pension and Other Charges	—	—	—	(2.9)	—	—	—	—	(2.9)	—
Adjusted Consolidated Net Operating Income (Loss)	\$ (26.6)	\$ (30.5)	\$ (39.7)	\$ (60.1)	\$ (130.8)	\$ (75.8)	\$ (99.4)	\$ 87.2	\$ (156.9)	\$ (218.8)

Adjusted Consolidated Net Operating Income Per Unrestricted Share is a non-GAAP financial measure. It is computed by dividing Adjusted Consolidated Net Operating Income by the weighted average unrestricted shares outstanding. The most directly comparable GAAP financial measure is Net Income (Loss) Per Unrestricted Share - basic. A reconciliation of Net Income (Loss) Per Unrestricted Share-basic to Adjusted Consolidated Net Operating Income (Loss) Per Unrestricted Share-basic is presented below:

<i>(Unaudited)</i>	Three Months Ended								Year Ended	
	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021	Dec 31, 2022	Dec 31, 2021
Net Income (Loss) Per Unrestricted Share	\$ (0.87)	\$ (1.19)	\$ (1.17)	\$ (1.49)	\$ (1.66)	\$ (1.18)	\$ (0.97)	\$ 1.88	\$ (4.72)	\$ (1.87)
Less Net Income (Loss) Per Unrestricted Share From:										
Income (Loss) from Change in Fair Value of Equity and Convertible Securities	—	(0.14)	(0.50)	(0.35)	0.27	(0.01)	0.50	0.63	(0.99)	1.41
Net Realized Investment Gains (Losses)	0.05	(0.15)	0.13	0.02	0.27	0.13	0.24	0.17	0.05	0.80
Impairment Losses	(0.05)	(0.10)	(0.06)	(0.11)	(0.04)	(0.01)	(0.04)	(0.05)	(0.32)	(0.14)
Acquisition and Disposition Related Transaction, Integration, Restructuring and Other Costs	(0.46)	(0.32)	(0.12)	(0.06)	(0.11)	(0.10)	(0.13)	(0.20)	(0.95)	(0.54)
Debt Extinguishment, Pension and Other Charges	—	—	—	(0.05)	—	—	—	—	(0.05)	—
Adjusted Consolidated Net Operating Income (Loss) Per Unrestricted Share	\$ (0.41)	\$ (0.48)	\$ (0.62)	\$ (0.94)	\$ (2.05)	\$ (1.19)	\$ (1.54)	\$ 1.33	\$ (2.46)	\$ (3.40)

Underlying Combined Ratio is a non-GAAP financial measure. It is computed by adding the Current Year Non-catastrophe Losses and LAE Ratio with the Insurance Expense Ratio. The most directly comparable GAAP financial measure is the Combined Ratio, which is computed by adding Total Incurred Losses and LAE Ratio, including the impact of catastrophe losses and loss and LAE reserve development from prior years, with the Insurance Expense Ratio.

The Company believes Underlying Losses and LAE and the Underlying Combined Ratio are useful to investors and uses these financial measures to reveal the trends in the Company's Property & Casualty Insurance segment that may be obscured by catastrophe losses and prior-year reserve development. These catastrophe losses may cause the Company's loss trends to vary significantly between periods as a result of their incidence of occurrence and magnitude and can have a significant impact on incurred losses and LAE and the Combined Ratio. Prior-year reserve developments are caused by unexpected loss development on historical reserves. Because reserve development relates to the re-estimation of losses from earlier periods, it has no bearing on the performance of the Company's insurance products in the current period. The Company believes it is useful for investors to evaluate these components separately and in the aggregate when reviewing the Company's underwriting performance.

Kemper Corporation
As Adjusted for Acquisitions Non-GAAP Financial Measure

As Adjusted for Acquisitions amounts are non-GAAP financial measures. Subsequent to the applicable acquisitions, the As Adjusted for Acquisitions amounts are computed by subtracting the impact of purchase accounting adjustments from the comparable consolidated GAAP financial measure reported by Kemper. The Company believes computing and presenting results on an adjusted basis are useful to investors and are used by management to provide meaningful and comparable year-over-year comparisons.

Kemper Corporation
As Adjusted for Acquisitions - Consolidated Financial Highlights
(Dollars in Millions)
(Unaudited)

	Three Months Ended								Year Ended	
	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021	Dec 31, 2022	Dec 31, 2021
Earned Premiums										
Kemper - GAAP As Reported	\$ 1,267.0	\$ 1,307.0	\$ 1,353.7	\$ 1,338.6	\$ 1,359.1	\$ 1,356.1	\$ 1,337.7	\$ 1,200.8	\$ 5,266.3	\$ 5,253.7
AAC - Prior to Acquisition	—	—	—	—	—	—	—	87.9	—	87.9
As Adjusted for Acquisitions ¹	\$ 1,267.0	\$ 1,307.0	\$ 1,353.7	\$ 1,338.6	\$ 1,359.1	\$ 1,356.1	\$ 1,337.7	\$ 1,288.7	\$ 5,266.3	\$ 5,341.6
Adjusted Consolidated Net Operating Income (Loss)										
Kemper	\$ (26.6)	\$ (30.5)	\$ (39.7)	\$ (60.1)	\$ (130.8)	\$ (75.8)	\$ (99.4)	\$ 87.2	\$ (156.9)	\$ (218.8)
AAC - Prior to Acquisition	—	—	—	—	—	—	—	12.3	—	12.3
Less: Impact of Purchase Accounting	(3.0)	(3.5)	(3.4)	(3.5)	(4.5)	(6.7)	(10.1)	(1.8)	(13.4)	(23.1)
As Adjusted for Acquisitions ¹	\$ (23.6)	\$ (27.0)	\$ (36.3)	\$ (56.6)	\$ (126.3)	\$ (69.1)	\$ (89.3)	\$ 101.3	\$ (143.5)	\$ (183.4)

¹ As Adjusted for Acquisitions is a non-GAAP financial measure, which is computed by excluding the impact of purchase accounting. See page 36.

Kemper Corporation
Selected Financial Information
As Adjusted for Acquisitions - Specialty Property & Casualty Insurance Segment
(Dollars in Millions)
(Unaudited)

	Three Months Ended								Year Ended	
	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021	Dec 31, 2022	Dec 31, 2021
Earned Premiums										
Kemper Specialty P&C - GAAP As Reported	\$ 981.6	\$ 999.5	\$1,043.7	\$1,021.6	\$1,032.3	\$1,028.3	\$1,010.3	\$ 877.6	\$4,046.4	\$3,948.5
AAC - Prior to Acquisition	—	—	—	—	—	—	—	87.9	—	87.9
As Adjusted for Acquisitions ¹	\$ 981.6	\$ 999.5	\$1,043.7	\$1,021.6	\$1,032.3	\$1,028.3	\$1,010.3	\$ 965.5	\$4,046.4	\$4,036.4
Current Year Non-CAT Losses and LAE										
Kemper Specialty P&C - GAAP As Reported	\$ 859.3	\$ 868.0	\$ 930.2	\$ 911.7	\$1,028.5	\$ 924.4	\$ 877.4	\$ 650.0	\$3,569.2	\$3,480.3
AAC - Prior to Acquisition	—	—	—	—	—	—	—	62.0	—	62.0
Less: Impact of Purchase Accounting										
Amortization of Fair Value Adjustment to Unpaid Loss and LAE	—	0.1	0.1	0.3	0.2	0.3	0.3	0.4	0.5	1.2
As Adjusted for Acquisitions ¹	\$ 859.3	\$ 867.9	\$ 930.1	\$ 911.4	\$1,028.3	\$ 924.1	\$ 877.1	\$ 711.6	\$3,568.7	\$3,541.1
Insurance Expenses										
Kemper Specialty P&C - GAAP As Reported	\$ 198.4	\$ 198.8	\$ 205.4	\$ 199.3	\$ 204.4	\$ 194.2	\$ 205.6	\$ 170.3	\$ 801.9	\$ 774.5
AAC - Prior to Acquisition	—	—	—	—	—	—	—	13.1	—	13.1
Less: Impact of Purchase Accounting										
Amortization of VOBA	0.1	0.1	0.1	1.4	4.5	12.8	24.8	0.3	1.7	42.4
Amortization of Estimated Legacy AAC Deferred Policy Acquisition Costs ("DPAC")	—	—	—	(0.8)	(2.8)	(8.4)	(16.0)	—	(0.8)	(27.2)
Amortization of VOBA, Net of Legacy DPAC	0.1	0.1	0.1	0.6	1.7	4.4	8.8	0.3	0.9	15.2
Amortization of Finite Life Intangible Assets Acquired	2.5	3.2	2.9	3.1	3.1	3.1	3.0	0.9	11.7	10.1
Other	1.2	1.0	1.2	1.0	1.1	1.1	1.1	1.1	4.4	4.4
Total Purchase Accounting Adjustments	3.8	4.3	4.2	4.7	5.9	8.6	12.9	2.3	17.0	29.7
As Adjusted for Acquisitions ¹	\$ 194.6	\$ 194.5	\$ 201.2	\$ 194.6	\$ 198.5	\$ 185.6	\$ 192.7	\$ 181.1	\$ 784.9	\$ 757.9
Underlying Combined Ratio¹										
Kemper Specialty P&C Segment - GAAP As Reported	107.8 %	106.8 %	108.8 %	108.7 %	119.4 %	108.9 %	107.3 %	93.5 %	108.0 %	107.7 %
As Adjusted for Acquisitions ¹	107.4 %	106.3 %	108.4 %	108.3 %	118.8 %	107.9 %	105.9 %	92.5 %	107.6 %	106.5 %

¹ As Adjusted for Acquisitions is a non-GAAP financial measure, which is computed by excluding the impact of purchase accounting. See page 36.

Kemper Corporation
Selected Financial Information
As Adjusted for Acquisitions - Specialty Personal Automobile Insurance
(Dollars in Millions)
(Unaudited)

	Three Months Ended								Year Ended	
	Dec 31, 2022	Sep 30, 2022	Jun 30, 2022	Mar 31, 2022	Dec 31, 2021	Sep 30, 2021	Jun 30, 2021	Mar 31, 2021	Dec 31, 2022	Dec 31, 2021
Earned Premiums										
Kemper Specialty Personal Automobile Insurance - GAAP As Reported	\$ 830.4	\$ 858.8	\$ 905.8	\$ 901.7	\$ 918.1	\$ 920.6	\$ 909.6	\$ 785.4	\$3,496.7	\$3,533.7
AAC - Prior to Acquisition	—	—	—	—	—	—	—	87.9	—	87.9
As Adjusted for Acquisitions ¹	\$ 830.4	\$ 858.8	\$ 905.8	\$ 901.7	\$ 918.1	\$ 920.6	\$ 909.6	\$ 873.3	\$3,496.7	\$3,621.6
Current Year Non-CAT Losses and LAE										
Kemper Specialty Personal Automobile Insurance - GAAP As Reported	\$ 739.8	\$ 757.8	\$ 828.6	\$ 827.7	\$ 938.5	\$ 843.9	\$ 805.1	\$ 586.4	\$3,153.9	\$3,173.9
AAC - Prior to Acquisition	—	—	—	—	—	—	—	62.0	—	62.0
Less: Impact of Purchase Accounting										
Amortization of Fair Value Adjustment to Unpaid Loss and LAE	—	0.1	—	0.3	0.2	0.3	0.2	0.3	0.4	1.0
As Adjusted for Acquisitions ¹	\$ 739.8	\$ 757.7	\$ 828.6	\$ 827.4	\$ 938.3	\$ 843.6	\$ 804.9	\$ 648.1	\$3,153.5	\$3,234.9
Insurance Expenses										
Kemper Specialty Personal Automobile Insurance - GAAP As Reported	\$ 172.2	\$ 172.9	\$ 179.7	\$ 177.3	\$ 184.3	\$ 176.0	\$ 187.7	\$ 155.3	\$ 702.1	\$ 703.3
AAC - Prior to Acquisition	—	—	—	—	—	—	—	13.1	—	13.1
Less: Impact of Purchase Accounting										
Amortization of VOBA	0.1	—	0.1	1.4	4.4	12.8	24.7	0.2	1.6	42.1
Amortization of Estimated Legacy AAC Deferred Policy Acquisition Costs ("DPAC")	—	—	—	(0.8)	(2.8)	(8.4)	(16.0)	—	(0.8)	(27.2)
Amortization of VOBA, Net of Legacy DPAC	0.1	—	0.1	0.6	1.6	4.4	8.7	0.2	0.8	14.9
Amortization of Finite Life Intangible Assets Acquired	2.4	3.0	2.7	2.9	3.0	2.9	2.8	0.7	11.0	9.4
Other	0.9	0.8	1.0	0.8	0.9	0.8	0.9	0.9	3.5	3.5
Total Purchase Accounting Adjustments	3.4	3.8	3.8	4.3	5.5	8.1	12.4	1.8	15.3	27.8
As Adjusted for Acquisitions ¹	\$ 168.8	\$ 169.1	\$ 175.9	\$ 173.0	\$ 178.8	\$ 167.9	\$ 175.3	\$ 166.6	\$ 686.8	\$ 688.6
Underlying Combined Ratio¹										
Kemper Specialty Personal Automobile Insurance - GAAP As Reported	109.8 %	108.4 %	111.3 %	111.5 %	122.3 %	110.8 %	109.1 %	94.5 %	110.3 %	109.7 %
As Adjusted for Acquisitions ¹	109.4 %	107.9 %	110.9 %	110.9 %	121.7 %	109.9 %	107.8 %	93.3 %	109.8 %	108.3 %

¹ As Adjusted for Acquisitions is a non-GAAP financial measure, which is computed by excluding the impact of purchase accounting. See page 36.