

CHANGE

COURAGE

2025

LETTER TO POLICYHOLDERS



CREATIVITY



The Company That Cares.®

A MESSAGE FROM THE CHAIR OF THE BOARD AND THE PRESIDENT AND CHIEF EXECUTIVE OFFICER



Bruce W. Boyea
Chair of the Board



Kirk R. Gravely
President and Chief Executive Officer

Dear Valued Policyholder:

As we reflect on 2024, we find ourselves proud of our past achievements and enthusiastic for the groundwork we've laid for the future of Security Mutual Life. As the world continues to evolve at a rapid pace, we strive to be a constant in the lives of our policyholders: A Company that can be relied upon when needed most.

Our dedication to our policyholders originates from our Company's long-standing core values, recently refreshed and officially unveiled in 2024, that serve as a reminder for our employees about who we are: Trustworthy, Collaborative, Accountable, Adaptable, Caring and continually striving for Excellence.

We sincerely thank you for selecting our Company to help protect against life's uncertainties and to help you build a more secure financial future. As a mutual life insurance company, Security Mutual Life is operated for the benefit of you, our policyholder.¹ This is a commitment that we have upheld since our founding in 1886 and continues to this day.

Our future will continue to be shaped by our acceptance of **change**, emphasis on **creativity** and dedication to **courage**.

CHANGE IS THE ONLY CONSTANT. OR IS IT? **ADAPTABLE DURING TIMES OF UNCERTAINTY**

2024 was a year of change: socially, politically and economically.

Security Mutual Life is focused on adapting to meet the current and future needs of our policyholders, employees and distributors. To accomplish this, we've worked hard over the last year to embrace change and the opportunities it can present. We continue to bolster our distribution footprint by enhancing our Northeast coverage while we also make expanded inroads across the country. Our Houston office remains a focal point of our expansion through its utilization as a customer support center as well as a sales desk for our distributors.

Additionally, Security Mutual Life continues to invest in our workforce to adapt to changing workplace practices and trends, with the goal of providing a superior customer experience for our policyholders, no matter where in the USA our employees are based. Over the last several years we've made significant investments in how and where we work, with the implementation of workplace policies and technologies that seamlessly facilitate a variety of flexible work arrangements. We've also equipped our workforce with the tools and training to excel in their roles so that they can provide the level of customer support that is expected from our Company.

FINANCIAL RESULTS AND OUR COLLABORATIVE APPROACH TO CREATING LONG-TERM VALUE

Although some things change, always certain is our financial commitment to our policyholders.

In 2024, Security Mutual Life reported strong sales and issued more than 45,200 new individual life insurance policies and annuity contracts. We continue to navigate current economic conditions supported by our robust enterprise risk management framework, which aims to mitigate risk with the goal of embracing opportunities and avoiding losses. We continue our commitment to sustainable and stable long-term growth.

The Company ended 2024 with \$201.4 million in capital and assets over \$3.2 billion. Our 2024 net operating gain of \$1.7 million was achieved after paying policyholder benefits in excess of \$359.5 million, including policyholder dividends² of \$21.5 million.

Security Mutual Life continues to work with BlackRock Financial Management, Inc.,³ to manage the Company's fixed income investment portfolio. Security Mutual Life and BlackRock develop and pursue strategies that focus on enhancing income and reducing market sensitivity, while managing portfolio risk to support our products, and create long-term value for our policyholders.

Security Mutual Life internally manages its commercial mortgage loan portfolio (*see the Total Invested Assets chart*) which is secured by high-quality real estate. For effective risk management, stringent commercial mortgage underwriting standards are key and entail monitoring procedures and diversification (both as to real estate type and geography). The portfolio has experienced very favorable results over many years.

CREATIVITY IS CRUCIAL **STRIVING FOR PRODUCT EXCELLENCE**

The life insurance industry is well-established yet constantly evolving. To remain a competitive and respected company in our industry, we continue to evaluate not only our product portfolio, but how we market these products.

Creativity in product design can be crucial in serving the ever-changing needs of both our policyholders and our distributors. With so many life insurance options to choose from, Security Mutual Life is cognizant of, and dedicated to, not only the continual assessment of our products, but also the creative ways in which we can reach and educate our current and future policyholders on the value that life insurance provides.

ACCOUNTABLE CYBERSECURITY PRACTICES AND THE RISE OF ARTIFICIAL INTELLIGENCE

We understand the immense trust that our policyholders place in us to safeguard their personal information. Our cybersecurity systems and programs are continually being enhanced and we promote corporate-wide employee security awareness educational programs to help inform our employees of current threats and their accountability in mitigating these threats. Every day, the world is faced with new and sophisticated cybersecurity challenges, further underlining the importance of our ever-evolving cybersecurity initiatives. In today's environment, preparedness and response require a solid plan, and oftentimes creativity, as the threats facing our industry are advancing at an unprecedented pace.

PRODUCT AND FINANCIAL INFORMATION AS OF 12/31/24

Additionally, we consistently monitor and respond to the rapid advancements in Artificial Intelligence (AI) technology and how it may be best adopted to benefit our policyholders, employees and distributors. We are keenly aware of the opportunities AI may present while remaining mindful of changing regulations, ethics and governance.

THE COURAGE TO DO WHAT IS RIGHT CARING AND OUR COMMUNITY INVOLVEMENT

Since 1886, ingrained into our corporate culture and identity has been our dedication to helping support the communities in which we live, work and serve. Our commitment to giving back could not be achieved without the generous support of our employees, which includes volunteerism inside and outside of the workplace. Oftentimes, caring requires the courage to explore new horizons to achieve a common goal.

Through the Security Mutual Life Foundation, our nonprofit initiative, Sock Out Cancer®, continues to grow. Sock Out Cancer raises funds which are provided to hospital foundations who then assist financially distressed cancer patients by paying for non-medical necessities such as food, transportation, and housing, so that patients can focus their energy on fighting cancer. Since its inception in 2017, Sock Out Cancer has distributed over \$1.8 million to participating hospital foundations and other charitable organizations. We are excited to see this initiative gain momentum and support across the country.

We truly are The Company That Cares®!

MAKING TOUGH AND TRUSTWORTHY DECISIONS

We understand the important role we play in the lives of our policyholders, employees and distributors. That means having the courage to make tough decisions, a responsibility we do not take lightly. Our investment philosophy, workforce, and product portfolio are all at the forefront of our priorities and are given attention as needed. We remain vigilant and steadfast in earning and keeping the trust of those who put their faith in us.

CONCLUSION

2024 was another successful year for Security Mutual Life and we again proudly paid dividends to participating policyholders, as we have done every year since 1893. Through our dedication to embracing **change**, **creativity** and **courage**, we continue our commitment of helping meet the needs of our policyholders and helping provide them with peace of mind, both today and tomorrow.

Thank you for being a part of the Security Mutual Life family. We look forward to serving you in the years to come.

Bruce W. Boyea

Bruce W. Boyea
Chair of the Board

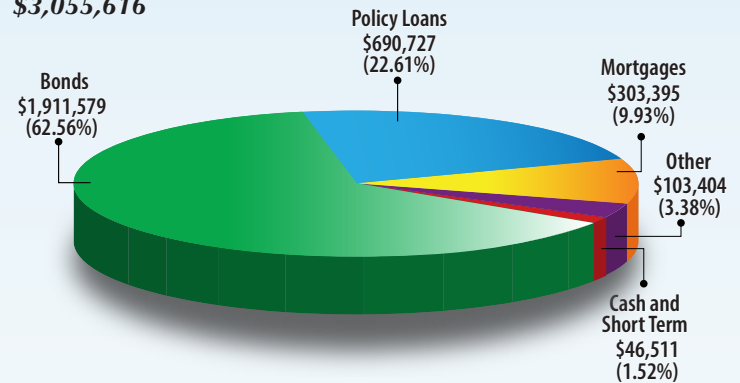
Kirk R. Gravelly

Kirk R. Gravelly
President and Chief Executive Officer

Summary (All numbers expressed in thousands)

Total Revenue	\$ 449,261
Gross Payments to Policyholders and Beneficiaries	359,537
Net Operating Gain After Taxes	1,712
Total Capital	201,418
Life Insurance In Force	29,107,892
First-Year Sales	
• Individual	\$ 45,926
• Annuity and Accumulation Products	27,525
Total	73,451
Total Assets	3,238,553

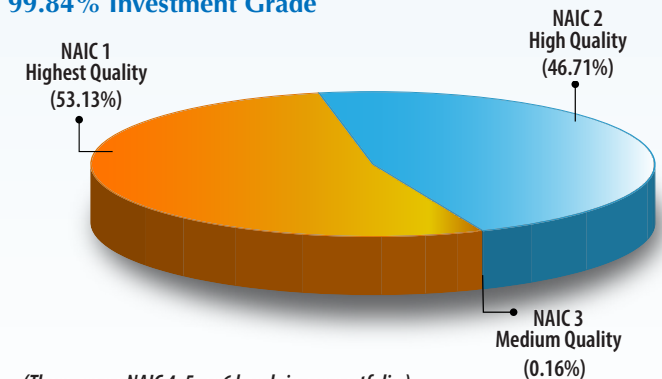
Total Invested Assets (All numbers expressed in thousands) \$3,055,616



Bond Portfolio Quality⁴ (All numbers expressed in thousands)

Total Bonds: \$1,911,579

99.84% Investment Grade



(There are no NAIC 4, 5, or 6 bonds in our portfolio.)

¹The annual election of Directors is held at the Home Office in Binghamton, New York, on the first Tuesday in February. Polls will be open from 10:00 a.m. to 4:00 p.m., and any policyowner whose policy is in force, and has been in force for no less than one year, is entitled and invited to vote at such an election, either in person or by mail. Pursuant to New York Insurance Law Section 4210, groups of policyowners and contract holders have the right to make independent nominations five months prior to the election.

²The payment of dividends is not guaranteed, and the amount credited, if any, may rise and fall depending on experience factors such as investment income, taxes, mortality and expenses.

³BlackRock Financial Management, Inc., manages over \$11 trillion of assets as of 12/31/2024. BlackRock is the largest U.S.-based external manager of insurance company general account and separate account assets, overseeing over \$700 billion as of 12/31/2024.

⁴The National Association of Insurance Commissioners (NAIC) employs a bond-rating system ranging from 1 - 6, with NAIC Classification 1 defined as Highest Quality, NAIC Classification 2 defined as High Quality, and NAIC Classification 3 defined as Medium Quality. Classifications 4 - 6 range from Low Quality to In or Near Default.



SECURITY MUTUAL LIFE
INSURANCE COMPANY OF NEW YORK
SECURITY MUTUAL BUILDING • 100 COURT ST.
P.O. BOX 1625 • BINGHAMTON, NY 13902-1625
607-723-3551 • www.smlny.com

Follow us on:



Privacy Notice
Enclosed

Security Mutual Life Insurance Products

Individual Life Insurance

- Participating Whole Life
- Universal Life
- Term Life Insurance
- Single Premium Whole Life
- Joint and Last Survivor Universal Life
- Unisex Whole Life and Universal Life for Employer-Sponsored Plans

Annuities

- Single Premium Deferred
- Single Premium Immediate
- Flexible Premium for Qualified Plans

Security Mutual Life Planning Services

- Estate Planning
- Business Planning
 - Employer-Owned Life Insurance
 - Key Employee Insurance
 - Business Succession Planning
 - Nonqualified Deferred Compensation Arrangements
 - Executive Bonus Arrangements
- Retirement Planning
 - Qualified Plan Custom Design
 - Plan Design, Installation, Funding and Administration
- Social Security Planning
- Charitable Giving
- Business Valuations
- Wealth Transfer

For more information, please contact your Security Mutual Life agent.



Like Us Follow Us



Visit Us
SockOutCancer.org



Sock Out Cancer®, LLC, is wholly owned by the Security Mutual Life Foundation, which is a New York 501(c)(3) public charity. Deductible charitable donations may be made directly to Sock Out Cancer, LLC, or to the Security Mutual Life Foundation.