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REINSURANCE GROUP OF AMERICA INC

Form 8-K

February 10, 2006

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

FORM 8-K

CURRENT REPORT
PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

Date of Report (Date of Earliest Event Reported): February 10, 2006

REINSURANCE GROUP OF AMERICA, INCORPORATED
(Exact Name of Registrant as Specified in its Charter)

| | | |
|---|-----------------------------|---|
| MISSOURI | 1-11848 | 43-1627032 |
| (State or other jurisdiction of incorporation) | (Commission File Number) | (IRS Employer Identification Number) |

1370 TIMBERLAKE MANOR PARKWAY, CHESTERFIELD, MISSOURI 63017
(Address of principal executive offices)

Registrant's telephone number, including area code: (636) 736-7000

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)

Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)

Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))

Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

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EXPLANATORY NOTE

On January 30, 2006, Reinsurance Group of America, Incorporated ("RGA") issued a press release announcing its earnings for the three-month period ended December 31, 2005 and providing certain additional information. RGA is filing this Current Report on Form 8-K to make certain information from that press release available for incorporation into its 2006 shelf registration statement on Form S-3.

ITEM 8.01 OTHER EVENTS.

RGA reported net income for the fourth quarter of \$68.2 million, or

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\$1.07 per diluted share, compared to \$55.4 million, or \$0.87 per diluted share in the prior-year quarter.

Fourth-quarter net premiums rose 16 percent to \$1,060.1 million from \$916.8 million a year ago. Net investment income totaled \$169.4 million versus \$168.2 million the year before. Approximately \$12.0 million of the prior-period amount was due to the conversion of a large annuity treaty from a funds-withheld structure to a coinsurance structure.

A. Greig Woodring, president and chief executive officer, commented, "Each of our operating segments contributed to a strong fourth quarter. The U.S. segment reported good results with pre-tax net income totaling \$84.4 million for the quarter versus \$71.8 million in the prior-year quarter. Mortality experience for the quarter was within our range of expectations. For the year, the U.S. reported more than \$2.4 billion in net premiums, a 10 percent increase over the prior year.

"For the quarter, our Canada operations reported pre-tax net income of \$21.4 million compared to \$20.5 million a year ago. Mortality experience continues to be good. Net premiums increased \$30.8 million, or 42 percent for the quarter, and totaled \$103.4 million. Approximately \$3.7 million of the increase in net premiums was the result of a favorable currency exchange rate.

"Other International operations, which include our Asia Pacific and Europe and South Africa segments, reported a strong quarter. Asia Pacific reported pre-tax net income of \$17.8 million compared with pre-tax net income of \$2.5 million in the year-ago quarter. The current quarter reflected favorable mortality experience, while the prior-year period reflected poor mortality experience, including the effect of tsunami related reserves. Net premiums increased

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26 percent to \$136.4 million from \$108.0 million. Foreign currency fluctuations adversely affected net premiums by approximately \$2.7 million.

"Results in Europe and South Africa were also good, driven by favorable mortality in the UK. Pre-tax net income totaled \$11.9 million compared to \$4.0 million a year ago. The prior-period results reflected adverse mortality experience in the UK. Net premiums increased 12 percent for the quarter to \$141.2 million. This rate of increase has lessened relative to previous years due to a slowdown in the UK primary market. Foreign currency fluctuations, primarily the British pound, adversely affected net premiums by approximately \$9.7 million.

"In the Corporate and Other segment, we negotiated the commutation of the two most significant Argentine pension treaties and have now commuted over 95 percent of our obligations. The residual business is insignificant."

For the year, consolidated net income totaled \$224.2 million, or \$3.52 per diluted share, compared to \$221.9 million, or \$3.52 per diluted share, in the year-ago period. Consolidated net premiums were up 16 percent, to \$3,866.8 million from \$3,347.4 million.

Woodring concluded, "It was a strong quarter, but we did not meet our full-year 2005 earnings expectation due primarily to the adverse claims experience in the U.S. during the second quarter and the negotiation of final settlements for the Argentine pension business. However, we did recoup some of that poor experience in the second half of the year and head into 2006 with good momentum. We expect continued growth in 2006; however, the pace of growth in our North American operations and select international markets, such as the UK, is

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expected to moderate."

The Company also announced that its board of directors declared a regular quarterly dividend of \$0.09, payable February 27 to shareholders of record as of February 6.

Reinsurance Group of America, Incorporated, through its subsidiaries, RGA Reinsurance Company and RGA Life Reinsurance Company of Canada, is among the largest global providers of life reinsurance. In addition to its U.S. and Canadian operations, Reinsurance Group of America, Incorporated has subsidiary companies or offices in Australia, Barbados, Hong Kong, India, Ireland, Japan, Mexico, South Africa, South Korea, Spain, Taiwan, and the United Kingdom. Worldwide, the company has approximately \$1.7 trillion of life reinsurance in force,

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and assets of \$16.2 billion. MetLife, Inc. is the beneficial owner of approximately 53 percent of RGA's outstanding shares.

CAUTIONARY STATEMENT REGARDING FORWARD-LOOKING STATEMENTS

This release contains forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995, including, among others, statements relating to projections of the earnings, revenues, income or loss, future financial performance and growth potential of Reinsurance Group of America, Incorporated and its subsidiaries (which we refer to in the following paragraphs as "we," "us" or "our"). The words "intend," "expect," "project," "estimate," "predict," "anticipate," "should," "believe," and other similar expressions also are intended to identify forward-looking statements. Forward-looking statements are inherently subject to risks and uncertainties, some of which cannot be predicted or quantified. Future events and actual results, performance and achievements could differ materially from those set forth in, contemplated by or underlying the forward-looking statements.

Numerous important factors could cause actual results and events to differ materially from those expressed or implied by forward-looking statements including, without limitation, (1) adverse changes in mortality, morbidity or claims experience, (2) changes in our financial strength and credit ratings or those of MetLife, Inc. ("MetLife"), the beneficial owner of a majority of our common shares, or its subsidiaries, and the effect of such changes on our future results of operations and financial condition, (3) inadequate risk analysis and underwriting, (4) general economic conditions or a prolonged economic downturn affecting the demand for insurance and reinsurance in our current and planned markets, (5) the availability and cost of collateral necessary for regulatory reserves and capital, (6) market or economic conditions that adversely affect our ability to make timely sales of investment securities, (7) risks inherent in our risk management and investment strategy, including changes in investment portfolio yields due to interest rate or credit quality changes, (8) fluctuations in U.S. or foreign currency exchange rates, interest rates, or securities and real estate markets, (9) adverse litigation or arbitration results, (10) the adequacy of reserves, resources and accurate information relating to settlements, awards and terminated and discontinued lines of business, (11) the stability of and actions by governments and economies in the markets in which we operate, (12) competitive factors and competitors' responses to our initiatives, (13) the success of our clients, (14) successful execution

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of our entry into new markets, (15) successful development and introduction of

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new products and distribution opportunities, (16) our ability to successfully integrate and operate reinsurance business that we acquire, (17) regulatory action that may be taken by state Departments of Insurance with respect to us, MetLife, or its subsidiaries, (18) our dependence on third parties, including those insurance companies and reinsurers to which we cede some reinsurance, third-party investment managers and others, (19) the threat of natural disasters, catastrophes, terrorist attacks, epidemics or pandemics anywhere in the world where we or our clients do business, (20) changes in laws, regulations, and accounting standards applicable to us, our subsidiaries, or our business, (21) the effect of our status as a holding company and regulatory restrictions on our ability to pay principal of and interest on our debt obligations, and (22) other risks and uncertainties described in this document and in our other filings with the Securities and Exchange Commission.

Forward-looking statements should be evaluated together with the many risks and uncertainties that affect our business, including those mentioned in this document and described in the periodic reports we file with the Securities and Exchange Commission. These forward-looking statements speak only as of the date on which they are made. We do not undertake any obligations to update these forward-looking statements, even though our situation may change in the future. We qualify all of our forward-looking statements by these cautionary statements.

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REINSURANCE GROUP OF AMERICA, INCORPORATED AND SUBSIDIARIES Condensed Consolidated Statements of Income (Dollars in thousands)

| (Unaudited) | Three Months Ended December 31, | | Twelve M De |
|---|------------------------------------|------------|----------------|
| | 2005 | 2004 | 2005 |
| | ----- | ----- | ----- |
| Revenues: | | | |
| Net premiums | \$ 1,060,069 | \$ 916,812 | \$ 3,866,775 |
| Investment income, net of related expenses | 169,372 | 168,201 | 639,165 |
| Investment related gains/(losses), net | (5,998) | (2,298) | 13,590 |
| Change in value of embedded derivatives | 1,264 | 25,720 | 7,444 |
| Other revenues | 14,093 | 15,383 | 57,791 |
| | ----- | ----- | ----- |
| Total revenues | 1,238,800 | 1,123,818 | 4,584,765 |
| Benefits and expenses: | | | |
| Claims and other policy benefits | 847,583 | 755,063 | 3,187,902 |
| Interest credited | 54,789 | 60,245 | 208,376 |
| Policy acquisition costs and other insurance expenses | 168,830 | 165,714 | 629,359 |
| Change in deferred acquisition cost | | | |

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| | | | |
|---|-----------|-----------|------------|
| associated with change in value of embedded derivatives | 1,010 | 18,612 | 6,972 |
| Other operating expenses | 45,352 | 34,603 | 154,382 |
| Interest expense | 11,596 | 9,702 | 41,428 |
| | ----- | ----- | ----- |
| Total benefits and expenses | 1,129,160 | 1,043,939 | 4,228,419 |
| | ----- | ----- | ----- |
| Income from continuing operations before income taxes | 109,640 | 79,879 | 356,346 |
| Provision for income taxes | 39,975 | 23,962 | 120,738 |
| | ----- | ----- | ----- |
| Income from continuing operations | 69,665 | 55,917 | 235,608 |
| Discontinued operations: Loss from discontinued accident and health operations, net of income taxes | (1,488) | (497) | (11,428) |
| Cumulative effect of change in accounting principle | -- | -- | -- |
| | ----- | ----- | ----- |
| Net income | \$ 68,177 | \$ 55,420 | \$ 224,180 |
| | ===== | ===== | ===== |

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REINSURANCE GROUP OF AMERICA, INCORPORATED AND SUBSIDIARIES
Condensed Consolidated Statements of Income
(Dollars in thousands, except per share data)

| (Unaudited) | Three Months Ended | | Twelve De |
|---|--------------------|---------|--------------|
| | December 31, | | |
| | 2005 | 2004 | 2005 |
| | ----- | ----- | ----- |
| Earnings per share from continuing operations: | | | |
| Basic earnings per share | \$ 1.12 | \$ 0.90 | \$ 3.7 |
| Diluted earnings per share | \$ 1.09 | \$ 0.88 | \$ 3.7 |
| Earnings per share from net income: | | | |
| Basic earnings per share | \$ 1.09 | \$ 0.89 | \$ 3.5 |
| Diluted earnings per share | \$ 1.07 | \$ 0.87 | \$ 3.5 |

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Weighted average number of
common and common equivalent
shares outstanding
(in thousands)

63,653

63,632

63,72

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REINSURANCE GROUP OF AMERICA, INCORPORATED AND SUBSIDIARIES
Condensed Consolidated Business Summary

| (Unaudited) | At or For the Twelve Months Ended December 31, | |
|---|--|-------------|
| | 2005 | 2004 |
| Gross life reinsurance in force (in billions) | | |
| North American business | \$ 1,211.1 | \$ 1,095.7 |
| International business | \$ 525.5 | \$ 363.2 |
| Gross life reinsurance written (in billions) | | |
| North American business | \$ 218.9 | \$ 188.1 |
| International business | \$ 135.2 | \$ 91.0 |
| Consolidated cash and invested assets (in millions) | \$ 12,460.1 | \$ 10,716.3 |
| Invested asset book yield - trailing three months excluding funds withheld | 5.92% | 5.93% |
| Investment portfolio mix | | |
| Cash and short-term investments | 2.05% | 1.72% |
| Fixed maturity securities | 55.17% | 56.21% |
| Mortgage loans | 5.20% | 5.69% |
| Policy loans | 7.92% | 8.93% |
| Funds withheld at interest | 27.77% | 25.52% |
| Other invested assets | 1.89% | 1.93% |
| Short-term debt (in millions) | \$ 125.6 | \$ 56.1 |
| Long-term debt (in millions) | \$ 674.4 | \$ 349.7 |
| Company-obligated mandatorily redeemable preferred securities of subsidiary (in millions) | \$ 158.6 | \$ 158.4 |
| Book value per share outstanding | \$ 41.38 | \$ 36.50 |
| Total stockholders' equity (in millions) | \$ 2,527.5 | \$ 2,279.0 |
| Treasury shares | 2,052,316 | 683,245 |
| Common stock outstanding | 61,075,957 | 62,445,028 |

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REINSURANCE GROUP OF AMERICA, INCORPORATED AND SUBSIDIARIES
U.S. OPERATIONS
(Dollars in thousands)

| (Unaudited) | Three Months Ended December 31, 2005 | | |
|--|--------------------------------------|---------------------|--------------------------|
| | Traditional | Asset- Intensive | Financial Reinsurance |
| Revenues: | | | |
| Net premiums | \$ 677,510 | \$ 1,182 | \$ -- |
| Investment income, net of related expenses | 65,161 | 58,775 | 70 |
| Investment related gains/(losses), net | (3,293) | (3,138) | -- |
| Change in value of embedded derivatives | -- | 1,264 | -- |
| Other revenues | (503) | 2,661 | 8,170 |
| Total revenues | 738,875 | 60,744 | 8,240 |
| Benefits and expenses: | | | |
| Claims and other policy benefits | 543,763 | 761 | 1 |
| Interest credited | 12,095 | 42,157 | -- |
| Policy acquisition costs and other insurance expenses | 97,456 | 10,489 | 2,222 |
| Change in deferred ac- quisition cost associated with change in value of embedded derivatives | -- | 1,010 | -- |
| Other operating expenses | 10,832 | 1,308 | 1,342 |
| Total benefits and expenses | 664,146 | 55,725 | 3,565 |
| Income before income taxes | \$ 74,729 | \$ 5,019 | \$ 4,675 |

| | Three Months Ended December 31, 2004 | | |
|---|--------------------------------------|---------------------|--------------------------|
| | Traditional | Asset- Intensive | Financial Reinsurance |
| Revenues: | | | |
| Net premiums | \$ 607,953 | \$ 1,234 | \$ -- |
| Investment income, net of related expenses | 58,748 | 69,766 | 44 |
| Investment related gains/(losses), net | (642) | (5,553) | -- |
| Change in value of embedded derivatives | -- | 25,720 | -- |

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| | | | |
|---------------------------|-----------|----------|----------|
| Other revenues | 964 | 3,514 | 7,185 |
| | ----- | ----- | ----- |
| Total revenues | 667,023 | 94,681 | 7,229 |
| Benefits and expenses: | | | |
| Claims and other | | | |
| policy benefits | 486,117 | (305) | -- |
| Interest credited | 14,022 | 45,630 | -- |
| Policy acquisition | | | |
| costs and other | | | |
| insurance expenses | 93,740 | 24,913 | 2,598 |
| Change in deferred ac- | | | |
| quisition cost associated | | | |
| with change in value of | | | |
| embedded derivatives | -- | 18,612 | -- |
| Other operating | | | |
| expenses | 9,217 | 1,232 | 1,321 |
| | ----- | ----- | ----- |
| Total benefits and | | | |
| expenses | 603,096 | 90,082 | 3,919 |
| Income before | | | |
| income taxes | \$ 63,927 | \$ 4,599 | \$ 3,310 |
| | ===== | ===== | ===== |

- more -

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REINSURANCE GROUP OF AMERICA, INCORPORATED AND SUBSIDIARIES
U.S. OPERATIONS
(Dollars in thousands)

| | Traditional | Twelve Months Ended Asset- Intensive | December 31, 2005 Financial Reinsurance |
|---------------------------|--------------|--|---|
| | ----- | ----- | ----- |
| Revenues: | | | |
| Net premiums | \$ 2,429,541 | \$ 4,670 | \$ -- |
| Investment income, net | | | |
| of related expenses | 245,195 | 220,819 | 121 |
| Investment related | | | |
| gains/(losses),net | (2,152) | (1,077) | -- |
| Change in value of | | | |
| embedded derivatives | -- | 7,444 | -- |
| Other revenues | 2,290 | 8,621 | 28,554 |
| | ----- | ----- | ----- |
| Total revenues | 2,674,874 | 240,477 | 28,675 |
| Benefits and expenses: | | | |
| Claims and other | | | |
| policy benefits | 2,008,536 | 4,870 | 6 |
| Interest credited | 53,958 | 151,966 | -- |
| Policy acquisition | | | |
| costs and other | | | |
| insurance expenses | 341,066 | 48,276 | 8,452 |
| Change in deferred ac- | | | |
| quisition cost associated | | | |

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| | | | |
|---|------------|-----------|-----------|
| with change in value of embedded derivatives | -- | 6,972 | -- |
| Other operating expenses | 40,296 | 5,056 | 5,411 |
| | ----- | ----- | ----- |
| Total benefits and expenses | 2,443,856 | 217,140 | 13,869 |
| Income before income taxes | \$ 231,018 | \$ 23,337 | \$ 14,806 |
| | ===== | ===== | ===== |

| | Traditional | Twelve Months Ended Asset- Intensive | December 31, 2004 Financial Reinsurance |
|--|--------------|--|---|
| | ----- | ----- | ----- |
| Revenues: | | | |
| Net premiums | \$ 2,207,817 | \$ 4,833 | \$ -- |
| Investment income, net of related expenses | 220,080 | 215,862 | 173 |
| Investment related gains/(losses), net | 9,738 | (7,196) | -- |
| Change in value of embedded derivatives | -- | 26,104 | -- |
| Other revenues | 4,157 | 9,735 | 27,419 |
| | ----- | ----- | ----- |
| Total revenues | 2,441,792 | 249,338 | 27,592 |
| Benefits and expenses: | | | |
| Claims and other policy benefits | 1,758,452 | 9,751 | 2 |
| Interest credited | 50,290 | 146,480 | -- |
| Policy acquisition costs and other insurance expenses | 329,006 | 48,243 | 9,521 |
| Change in deferred ac- quisition cost associated with change in value of embedded derivatives | -- | 22,896 | -- |
| Other operating expenses | 43,977 | 4,714 | 5,466 |
| | ----- | ----- | ----- |
| Total benefits and expenses | 2,181,725 | 232,084 | 14,989 |
| Income before income taxes | \$ 260,067 | \$ 17,254 | \$ 12,603 |
| | ===== | ===== | ===== |

- more -

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REINSURANCE GROUP OF AMERICA, INCORPORATED AND SUBSIDIARIES
CANADIAN OPERATIONS
(Dollars in thousands)

Three Months Ended

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| (Unaudited) | December 31, | |
|---|--------------|-----------|
| | 2005 | 2004 |
| ----- | | |
| Revenues: | | |
| Net premiums | \$ 103,447 | \$ 72,643 |
| Investment income, net of related expenses | 32,650 | 27,582 |
| Investment related gains, net | 694 | 3,349 |
| Other revenues | (13) | (6) |
| | ----- | ----- |
| Total revenues | 136,778 | 103,568 |
| Benefits and expenses: | | |
| Claims and other policy benefits | 91,252 | 72,109 |
| Interest credited | 230 | 515 |
| Policy acquisition costs and other insurance expenses | 19,701 | 7,472 |
| Other operating expenses | 4,174 | 2,953 |
| | ----- | ----- |
| Total benefits and expenses | 115,357 | 83,049 |
| Income before income taxes | \$ 21,421 | \$ 20,519 |
| | ===== | ===== |

| (Unaudited) | Twelve Months Ended December 31, | |
|---|-------------------------------------|------------|
| | 2005 | 2004 |
| ----- | | |
| Revenues: | | |
| Net premiums | \$ 343,131 | \$ 253,852 |
| Investment income, net of related expenses | 120,434 | 100,141 |
| Investment related gains, net | 4,941 | 11,508 |
| Other revenues | (279) | 32 |
| | ----- | ----- |
| Total revenues | 468,227 | 365,533 |
| Benefits and expenses: | | |
| Claims and other policy benefits | 307,959 | 250,542 |
| Interest credited | 1,105 | 1,840 |
| Policy acquisition costs and other insurance expenses | 56,011 | 28,505 |
| Other operating expenses | 15,174 | 11,161 |
| | ----- | ----- |
| Total benefits and expenses | 380,249 | 292,048 |
| Income before income taxes | \$ 87,978 | \$ 73,485 |
| | ===== | ===== |

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| (Unaudited) | Three Months Ended December 31, | |
|---|------------------------------------|-----------------|
| | 2005 | 2004 |
| Revenues: | | |
| Net premiums | \$ 141,219 | \$ 125,617 |
| Investment income, net of related expenses | 2,675 | 1,328 |
| Investment related gains, net | 100 | 437 |
| Other revenues | 92 | (14) |
| Total revenues | 144,086 | 127,368 |
| Benefits and expenses: | | |
| Claims and other policy benefits | 99,634 | 82,233 |
| Interest credited | 220 | -- |
| Policy acquisition costs and other insurance expenses | 24,253 | 35,083 |
| Other operating expenses | 7,749 | 5,786 |
| Interest expense | 348 | 250 |
| Total benefits and expenses | 132,204 | 123,352 |
| Income before income taxes | \$ 11,882 | \$ 4,016 |

| (Unaudited) | Twelve Months Ended December 31, | |
|---|-------------------------------------|------------------|
| | 2005 | 2004 |
| Revenues: | | |
| Net premiums | \$ 552,694 | \$ 478,580 |
| Investment income, net of related expenses | 9,710 | 5,125 |
| Investment related gains, net | 427 | 5,080 |
| Other revenues | 302 | 1,541 |
| Total revenues | 563,133 | 490,326 |
| Benefits and expenses: | | |
| Claims and other policy benefits | 405,122 | 314,128 |
| Interest credited | 882 | -- |
| Policy acquisition costs and other insurance expenses | 92,364 | 121,708 |
| Other operating expenses | 27,791 | 21,472 |
| Interest expense | 1,599 | 1,336 |
| Total benefits and expenses | 527,758 | 458,644 |
| Income before income taxes | \$ 35,375 | \$ 31,682 |

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REINSURANCE GROUP OF AMERICA, INCORPORATED AND SUBSIDIARIES
Asia Pacific
(Dollars in thousands)

| (Unaudited) | Three Months Ended December 31, | |
|---|------------------------------------|------------|
| | 2005 | 2004 |
| Revenues: | | |
| Net premiums | \$ 136,364 | \$ 108,043 |
| Investment income, net of related expenses | 8,385 | 4,951 |
| Investment related gains (losses), net | (414) | 228 |
| Other revenues | 1,946 | 1,959 |
| | 146,281 | 115,181 |
| Benefits and expenses: | | |
| Claims and other policy benefits | 104,688 | 103,308 |
| Policy acquisition costs and other insurance expenses | 14,999 | 1,378 |
| Other operating expenses | 8,372 | 7,470 |
| Interest expense | 407 | 505 |
| | 128,466 | 112,661 |
| Income before income taxes | \$ 17,815 | \$ 2,520 |

| (Unaudited) | Twelve Months Ended December 31, | |
|---|-------------------------------------|------------|
| | 2005 | 2004 |
| Revenues: | | |
| Net premiums | \$ 534,926 | \$ 399,122 |
| Investment income, net of related expenses | 29,427 | 16,113 |
| Investment related gains (losses), net | (294) | 670 |
| Other revenues | 4,593 | 5,121 |
| | 568,652 | 421,026 |
| Benefits and expenses: | | |
| Claims and other policy benefits | 420,024 | 330,144 |
| Policy acquisition costs and other insurance expenses | 79,146 | 52,300 |
| Other operating expenses | 27,437 | 24,363 |
| Interest expense | 1,679 | 1,614 |
| | 528,286 | 408,421 |
| Income before income taxes | \$ 40,366 | \$ 12,605 |

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CORPORATE AND OTHER
(Dollars in thousands)

| (Unaudited) | Three Months Ended December 31, | |
|---|------------------------------------|--------------------|
| | 2005 | 2004 |
| Revenues: | | |
| Net premiums | \$ 347 | \$ 1,322 |
| Investment income, net of related expenses | 1,656 | 5,782 |
| Investment related gains (losses), net | 53 | (117) |
| Other revenues | 1,740 | 1,781 |
| Total revenues | 3,796 | 8,768 |
| Benefits and expenses: | | |
| Claims and other policy benefits | 7,484 | 11,601 |
| Interest credited | 87 | 78 |
| Policy acquisition costs and other insurance expenses | (290) | 530 |
| Other operating expenses | 11,575 | 6,624 |
| Interest expense | 10,841 | 8,947 |
| Total benefits and expenses | 29,697 | 27,780 |
| Income before income taxes | \$ (25,901) | \$ (19,012) |

| (Unaudited) | Twelve Months Ended December 31, | |
|---|-------------------------------------|---------------|
| | 2005 | 2004 |
| Revenues: | | |
| Net premiums | \$ 1,813 | \$ 3,244 |
| Investment income, net of related expenses | 13,459 | 23,034 |
| Investment related gains, net | 11,745 | 9,673 |
| Other revenues | 13,710 | 7,361 |
| Total revenues | 40,727 | 43,312 |
| Benefits and expenses: | | |
| Claims and other policy benefits | 41,385 | 15,518 |
| Interest credited | 465 | 321 |
| Policy acquisition costs and other insurance expenses | 4,044 | 1,746 |
| Other operating expenses | 33,217 | 28,743 |

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| | | |
|-----------------------------|-------------|-------------|
| Interest expense | 38,150 | 35,487 |
| | ----- | ----- |
| Total benefits and expenses | 117,261 | 81,815 |
| Income before income taxes | \$ (76,534) | \$ (38,503) |
| | ===== | ===== |

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SIGNATURE

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

REINSURANCE GROUP OF AMERICA,
INCORPORATED

Date: February 10, 2006

By: /s/ Jack B. Lay

Jack B. Lay
Executive Vice President
and Chief Financial Officer

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