

**SUMMARY ANNUAL REPORT
FOR KEMPER WELFARE BENEFIT PLAN**

This is a summary of the annual report of the Kemper Welfare Benefit Plan, EIN 36-1410470, Plan No. 502, health, life, dental, short term disability, long term disability, severance, death, accidental death and dismemberment, for period January 1, 2005 through December 31, 2005. The annual report has been filed with the Employee Benefits Security Administration, U.S. Department of Labor, as required under the Employee Retirement Income Security Act of 1974 (ERISA).

Lumbermens Mutual Casualty Co. has committed itself to pay certain health and all dental, short term disability, severance and death claims incurred under the terms of the plan.

Insurance Information

The plan has contracts with Aetna Insurance, Connecticut General Life Insurance Co.(runoff in 2005), Life Insurance Company of North America, Metropolitan Life Insurance Company and Standard Insurance Company to pay certain health and all life, vision, long term disability and accidental death and dismemberment claims incurred under the terms of the plan. The total premiums paid for the plan year ending December 31, 2005 were \$1,274,785.

Because they are so called "experience-rated" contracts, the premium costs are affected by, among other things, the number and size of claims. Of the total insurance premiums paid for the plan year ending December 31, 2005, the premiums paid under such "experience-rated" contracts were \$198,287 and the total of all benefit claims paid under these experience-rated contracts during the plan year was \$66,600.

Basic Financial Statement

The value of plan assets, after subtracting liabilities of the plan, was \$39,309 as of December 31, 2005, compared to \$2,538,642 as of January 1, 2005. During the plan year the plan experienced a decrease in its net assets of \$2,499,333. This decrease includes unrealized appreciation and depreciation in the value of plan assets; that is, the difference between the value of the plan's assets at the end of the year and the value of the assets at the beginning of the year or the cost of assets acquired during the year. During the plan year, the plan had total income of \$8,328,021 including employer contributions of \$6,904,657, employee contributions of \$1,418,733, and earnings from investments of \$4,631.

Plan expenses were \$10,827,354. These expenses included \$321,028 in administrative expenses and \$10,506,326 in benefits paid to participants and beneficiaries.

Your Rights To Additional Information

You have the right to receive a copy of the full annual report, or any part thereof, on request. The items listed below are included in that report:

1. an accountant's report;
2. financial information and information on payments to service providers; and
3. insurance information, including sales commissions paid by insurance carriers.

To obtain a copy of the full annual report, or any part thereof, write Kemper Insurance Co., Human Resources Department, One Corporate Drive, Long Grove, IL 60049-0001, (847) 320-4440.

You also have the right to receive from the plan administrator, on request and at no charge, a statement of the assets and liabilities of the plan and accompanying notes, or a statement of income and expenses of the plan and accompanying notes, or both. If you request a copy of the full annual report from the plan administrator, these two statements and accompanying notes will be included as part of that report.

You also have the legally protected right to examine the annual report at the main office of the plan (Lumbermens Mutual Casualty Co., Legal Department, One Corporate Drive, Long Grove, IL 60049-0001) and at the U.S. Department of Labor in Washington, D.C., or to obtain a copy from the U.S. Department of Labor upon payment of copying costs. Requests to the Department should be addressed to: Public Disclosure Room, Room N1513, Employee Benefits Security Administration, U.S. Department of Labor, 200 Constitution Avenue, N.W., Washington, D.C. 20210.

Editor's Note: Effective December 31, 2005, the funded trust used to pay benefits, under the Welfare Benefit Plan, was terminated. All monies in the funded trust were used to pay benefits and administrative expenses. Effective January 1, 2006, the company directly pays its share of the benefit cost under the Welfare Benefit Plan monthly.