



ANNUAL STATEMENT
For the Year Ended December 31, 2010
OF THE CONDITION AND AFFAIRS OF
THE TRAVELERS
INDEMNITY COMPANY

NAIC Group Code 3548 3548 NAIC Company Code 25658 Employer's ID Number 06-0566050
(Current Period) (Prior Period)

Organized under the Laws of Connecticut, State of Domicile or Port of Entry Connecticut,
Country of Domicile US

INCORPORATED/ORGANIZED, MARCH 25, 1903 COMMENCED BUSINESS, MAY 12, 1906

Statutory Home Office: One Tower Square, Hartford, CT 06183
Main Administrative Office: One Tower Square, Hartford, CT 06183 (860) 277-0111
Mail Address: One Tower Square, Hartford, CT 06183
Primary Location of Books and Records: One Tower Square, Hartford, CT 06183 (860) 277-0111
Internet Website Address: www.travelers.com
Statutory Statement Contact: Michael J. Doody (860) 277-3966
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(E-Mail Address) (Fax Number)

OFFICERS

Table with 4 columns: Name, Title, Name, Title. Lists 10 officers including Brian William MacLean, Jay Steven Benet, Charles Joseph Clarke, William Herbert Heyman, Alan David Schnitzer, John Joseph Albano, Andy Francis Besette, John Patrick Clifford, Jr., William Eugene Cunningham, Jr., William Patrick Hannon, Maria Olivo, Doreen Spadorcia, Kenneth Franklin Spence, III, Gregory Cheshire Toczydowski, Douglas Keith Bell, Douglas Kenneth Russell, Scott William Rynda, Wendy Constance Skjerven, and Smitesh Dave.

DIRECTORS

JAY STEVEN BENET BRIAN WILLIAM MacLEAN # KENNETH FRANKLIN SPENCE, III
WILLIAM HERBERT HEYMAN DOREEN SPADORCIA GREGORY CHESHIRE TOCZYDLOWSKI

STATE OF CONNECTICUT }
COUNTY OF HARTFORD } ss:

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

Signatures of Brian W. MacLean (President), Wendy C. Skjerven (Secretary), and Douglas K. Russell (Controller).

Subscribed and sworn to before me this

25th day of January, 2011
Sandra M. Bachman Notary Public
My Commission Expires September 30, 2012



a. Is this an original filing? Yes [X] No []
b. If no: 1. State the amendment number
2. Date filed
3. Number of pages attached

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D).....	12,486,008,475	0	12,486,008,475	13,404,390,294
2. Stocks (Schedule D):				
2.1 Preferred stocks.....	88,832,315	0	88,832,315	94,112,400
2.2 Common stocks.....	3,332,496,143	33,034,555	3,299,461,588	3,683,222,593
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens.....	33,667,449	0	33,667,449	35,264,403
3.2 Other than first liens.....	0	0	0	0
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$.....0 encumbrances).....	187,302,608	0	187,302,608	186,307,188
4.2 Properties held for the production of income (less \$.....0 encumbrances).....	0	0	0	0
4.3 Properties held for sale (less \$.....0 encumbrances).....	0	0	0	0
5. Cash (\$.....(516,361,501), Sch. E-Part 1), cash equivalents (\$.....0, Sch. E-Part 2) and short-term investments (\$.....651,266,442, Sch. DA).....	134,904,941	0	134,904,941	128,041,593
6. Contract loans (including \$.....0 premium notes).....	1,852,834	1,852,834	0	0
7. Derivatives.....	0	0	0	0
8. Other invested assets (Schedule BA).....	661,618,974	73,004,600	588,614,375	618,749,825
9. Receivables for securities.....	0	0	0	5
10. Securities lending reinvested collateral assets.....	69,039,000	0	69,039,000	0
11. Aggregate write-ins for invested assets.....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	16,995,722,740	107,891,989	16,887,830,751	18,150,088,302
13. Title plants less \$.....0 charged off (for Title insurers only).....	0	0	0	0
14. Investment income due and accrued.....	159,410,298	0	159,410,298	163,890,892
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in course of collection.....	708,093,686	40,366,010	667,727,677	616,546,926
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....(6,964,430) earned but unbilled premiums).....	860,108,534	5,672,524	854,436,010	834,645,078
15.3 Accrued retrospective premiums.....	46,047,508	530,159	45,517,349	112,602,614
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	1,718,655,141	0	1,718,655,141	1,487,667,364
16.2 Funds held by or deposited with reinsured companies.....	4,447,301	0	4,447,301	5,012,578
16.3 Other amounts receivable under reinsurance contracts.....	0	0	0	0
17. Amounts receivable relating to uninsured plans.....	0	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon.....	0	0	0	21,580,009
18.2 Net deferred tax asset.....	775,448,215	374,102,824	401,345,391	416,941,179
19. Guaranty funds receivable or on deposit.....	5,648,129	0	5,648,129	7,450,638
20. Electronic data processing equipment and software.....	35,622,832	0	35,622,832	38,017,532
21. Furniture and equipment, including health care delivery assets (\$.....0).....	294,059,815	294,059,815	(0)	0
22. Net adjustment in assets and liabilities due to foreign exchange rates.....	0	0	0	0
23. Receivables from parent, subsidiaries and affiliates.....	0	0	0	0
24. Health care (\$.....0) and other amounts receivable.....	0	0	0	0
25. Aggregate write-ins for other than invested assets.....	1,026,738,825	697,906,670	328,832,154	354,206,038
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	22,630,003,024	1,520,529,992	21,109,473,033	22,208,649,149
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0	0
28. TOTALS (Lines 26 and 27).....	22,630,003,024	1,520,529,992	21,109,473,033	22,208,649,149

DETAILS OF WRITE-INS

1101.	0	0	0	0
1102.	0	0	0	0
1103.	0	0	0	0
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above).....	0	0	0	0
2501. COLI supplemental benefits trust.....	126,179,688	0	126,179,688	119,312,733
2502. Equities and deposits in pools and associations.....	70,009,259	0	70,009,259	70,216,238
2503. Other assets.....	46,678,312	0	46,678,312	45,805,244
2598. Summary of remaining write-ins for Line 25 from overflow page.....	783,871,567	697,906,670	85,964,897	118,871,823
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	1,026,738,825	697,906,670	328,832,154	354,206,038

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8).....	6,758,380,729	6,890,771,196
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6).....	1,136,574,064	964,416,825
3. Loss adjustment expenses (Part 2A, Line 35, Column 9).....	1,566,509,255	1,617,891,069
4. Commissions payable, contingent commissions and other similar charges.....	119,753,709	123,869,842
5. Other expenses (excluding taxes, licenses and fees).....	105,173,423	119,040,883
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	86,517,868	96,034,858
7.1 Current federal and foreign income taxes (including \$.....13,113,135 on realized capital gains (losses)).....	13,235,777	0
7.2 Net deferred tax liability.....	0	0
8. Borrowed money \$.....0 and interest thereon \$.....0.....	0	0
9. Unearned premiums (Part 1A, Line 38, Column 5) (after deducting unearned premiums for ceded reinsurance of \$.....7,003,522,549 and including warranty reserves of \$.....0).....	1,925,992,064	1,866,204,658
10. Advance premium.....	67,195,644	66,664,066
11. Dividends declared and unpaid:		
11.1 Stockholders.....	0	0
11.2 Policyholders.....	8,705,757	8,611,333
12. Ceded reinsurance premiums payable (net of ceding commissions).....	93,241,953	118,022,184
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19).....	204,060,327	145,525,632
14. Amounts withheld or retained by company for account of others.....	1,000,100,348	1,031,424,679
15. Remittances and items not allocated.....	290,758,189	144,716,577
16. Provision for reinsurance (Schedule F, Part 7).....	188,070,396	173,164,741
17. Net adjustments in assets and liabilities due to foreign exchange rates.....	0	0
18. Drafts outstanding.....	0	0
19. Payable to parent, subsidiaries and affiliates.....	321,543,539	372,341,427
20. Derivatives.....	0	0
21. Payable for securities.....	45,544,345	16,356,528
22. Payable for securities lending.....	69,039,000	0
23. Liability for amounts held under uninsured plans.....	0	0
24. Capital notes \$.....0 and interest thereon \$.....0.....	0	0
25. Aggregate write-ins for liabilities.....	39,628,864	80,953,773
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25).....	14,040,025,251	13,836,010,273
27. Protected cell liabilities.....	0	0
28. Total liabilities (Lines 26 and 27).....	14,040,025,251	13,836,010,273
29. Aggregate write-ins for special surplus funds.....	140,787,689	160,743,128
30. Common capital stock.....	10,790,700	10,790,700
31. Preferred capital stock.....	0	0
32. Aggregate write-ins for other than special surplus funds.....	0	0
33. Surplus notes.....	0	0
34. Gross paid in and contributed surplus.....	4,234,154,921	4,299,812,250
35. Unassigned funds (surplus).....	2,683,714,472	3,901,292,799
36. Less treasury stock, at cost:		
36.1 .....0.000 shares common (value included in Line 30 \$.....0).....	0	0
36.2 .....0.000 shares preferred (value included in Line 31 \$.....0).....	0	0
37. Surplus as regards policyholders (Lines 29 to 35, less 36) (Page 4, Line 39).....	7,069,447,782	8,372,638,876
38. TOTALS (Page 2, Line 28, Col. 3).....	21,109,473,033	22,208,649,149

DETAILS OF WRITE-INS

2501. Escheat liability.....	66,299,349	60,791,089
2502. Other liabilities tri-party/tax credit bonds.....	3,517,669	0
2503. Retroactive reinsurance reserve assumed.....	532,448	541,586
2598. Summary of remaining write-ins for Line 25 from overflow page.....	(30,720,603)	19,621,097
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	39,628,864	80,953,773
2901. Special surplus for deferred taxes.....	112,331,994	126,144,495
2902. Special surplus from retroactive reinsurance.....	28,455,695	34,598,633
2903.	0	0
2998. Summary of remaining write-ins for Line 29 from overflow page.....	0	0
2999. Totals (Lines 2901 thru 2903 plus 2998) (Line 29 above).....	140,787,689	160,743,128
3201.	0	0
3202.	0	0
3203.	0	0
3298. Summary of remaining write-ins for Line 32 from overflow page.....	0	0
3299. Totals (Lines 3201 thru 3203 plus 3298) (Line 32 above).....	0	0

THE TRAVELERS INDEMNITY COMPANY

STATEMENT OF INCOME

UNDERWRITING INCOME	1 Current Year	2 Prior Year
1. Premiums earned (Part 1, Line 35, Column 4).....	4,240,781,388	4,229,987,615
DEDUCTIONS		
2. Losses incurred (Part 2, Line 35, Column 7).....	2,138,259,094	1,946,632,070
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1).....	493,301,934	517,204,286
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2).....	1,363,001,101	1,349,634,269
5. Aggregate write-ins for underwriting deductions.....	0	0
6. Total underwriting deductions (Lines 2 through 5).....	3,994,562,129	3,813,470,625
7. Net income of protected cells.....	0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7).....	246,219,259	416,516,989
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17).....	1,364,376,593	1,024,388,851
10. Net realized capital gains (losses) less capital gains tax of \$.....3,705,376 (Exhibit of Capital Gains (Losses)).....	(81,215,110)	(40,750,923)
11. Net investment gain (loss) (Lines 9 + 10).....	1,283,161,482	983,637,928
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$.....38,442,929 amount charged off \$.....51,362,313).....	(12,919,384)	(14,194,235)
13. Finance and service charges not included in premiums.....	21,477,453	21,941,338
14. Aggregate write-ins for miscellaneous income.....	26,951,673	30,822,657
15. Total other income (Lines 12 through 14).....	35,509,742	38,569,760
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	1,564,890,483	1,438,724,677
17. Dividends to policyholders.....	5,585,258	4,071,303
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17).....	1,559,305,225	1,434,653,374
19. Federal and foreign income taxes incurred.....	182,818,975	234,195,662
20. Net income (Line 18 minus Line 19) (to Line 22).....	1,376,486,250	1,200,457,712
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2).....	8,372,638,876	7,962,244,098
22. Net income (from Line 20).....	1,376,486,250	1,200,457,712
23. Net transfers (to) from Protected Cell accounts.....	0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$.....43,733,810.....	(166,490,976)	184,414,239
25. Change in net unrealized foreign exchange capital gain (loss).....	(825,223)	730,455
26. Change in net deferred income tax.....	1,699,276	(47,525,957)
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28 Column 3).....	(79,684,937)	98,420,425
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1).....	(14,905,655)	58,876,476
29. Change in surplus notes.....	0	0
30. Surplus (contributed to) withdrawn from protected cells.....	0	0
31. Cumulative effect of changes in accounting principles.....	0	38,876,933
32. Capital changes:		
32.1 Paid in.....	0	0
32.2 Transferred from surplus (Stock Dividend).....	0	0
32.3 Transferred to surplus.....	0	0
33. Surplus adjustments:		
33.1 Paid in.....	(65,657,328)	0
33.2 Transferred to capital (Stock Dividend).....	0	0
33.3. Transferred from capital.....	0	0
34. Net remittances from or (to) Home Office.....	0	0
35. Dividends to stockholders.....	(2,340,000,000)	(1,250,000,000)
36. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Column 2 minus Column 1).....	0	0
37. Aggregate write-ins for gains and losses in surplus.....	(13,812,501)	126,144,495
38. Change in surplus as regards policyholders for the year (Lines 22 through 37).....	(1,303,191,094)	410,394,778
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37).....	7,069,447,782	8,372,638,876
DETAILS OF WRITE-INS		
0501.	0	0
0502.	0	0
0503.	0	0
0598. Summary of remaining write-ins for Line 5 from overflow page.....	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above).....	0	0
1401. Profit and loss, miscellaneous.....	20,923,382	17,662,959
1402. Change in COLI cash values.....	7,330,563	16,625,141
1403. Other assets tri-party/tax credit bond income.....	45,368	0
1498. Summary of remaining write-ins for Line 14 from overflow page.....	(1,347,641)	(3,465,444)
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above).....	26,951,673	30,822,657
3701. Change in special surplus from deferred taxes.....	(13,812,501)	126,144,495
3702.	0	0
3703.	0	0
3798. Summary of remaining write-ins for Line 37 from overflow page.....	0	0
3799. Totals (Lines 3701 thru 3703 plus 3798) (Line 37 above).....	(13,812,501)	126,144,495

CASH FLOW

	1 Current Year	2 Prior Year
CASH FROM OPERATIONS		
1. Premiums collected net of reinsurance.....	4,275,745,827	4,250,086,255
2. Net investment income.....	1,422,292,529	1,089,567,167
3. Miscellaneous income.....	35,509,742	38,569,760
4. Total (Lines 1 through 3).....	5,733,548,098	5,378,223,182
5. Benefit and loss related payments.....	2,328,914,823	1,921,285,509
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions.....	1,925,175,770	1,894,932,848
8. Dividends paid to policyholders.....	5,490,834	3,788,587
9. Federal and foreign income taxes paid (recovered) net of \$.....(5,957,276) tax on capital gains (losses).....	151,708,565	234,741,548
10. Total (Lines 5 through 9).....	4,411,289,992	4,054,748,493
11. Net cash from operations (Line 4 minus Line 10).....	1,322,258,106	1,323,474,689
CASH FROM INVESTMENTS		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	2,575,810,239	1,750,194,975
12.2 Stocks.....	288,079,212	75,003,555
12.3 Mortgage loans.....	1,596,954	1,505,377
12.4 Real estate.....	0	0
12.5 Other invested assets.....	148,816,771	76,919,726
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	(65,913)	(115,554)
12.7 Miscellaneous proceeds.....	29,187,822	109,697,883
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	3,043,425,085	2,013,205,963
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	1,661,947,500	1,947,613,152
13.2 Stocks.....	121,782,547	63,366,610
13.3 Mortgage loans.....	0	0
13.4 Real estate.....	7,046,842	12,116,200
13.5 Other invested assets.....	195,549,630	94,895,532
13.6 Miscellaneous applications.....	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6).....	1,986,326,519	2,117,991,494
14. Net increase (decrease) in contract loans and premium notes.....	(10,806)	(615,177)
15. Net cash from investments (Line 12.8 minus Lines 13.7 minus Line 14).....	1,057,109,372	(104,170,354)
CASH FROM FINANCING AND MISCELLANEOUS SOURCES		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes.....	0	0
16.2 Capital and paid in surplus, less treasury stock.....	(65,657,328)	0
16.3 Borrowed funds.....	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities.....	0	0
16.5 Dividends to stockholders.....	2,340,000,000	1,250,000,000
16.6 Other cash provided (applied).....	33,153,198	44,159,080
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	(2,372,504,131)	(1,205,840,920)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17).....	6,863,347	13,463,415
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	128,041,593	114,578,178
19.2 End of year (Line 18 plus Line 19.1).....	134,904,941	128,041,593
Note: Supplemental disclosures of cash flow information for non-cash transactions:		
20.0001 Return of capital.....	65,657,328	0
20.0002 Stock distributions from limited partnerships.....	1,313,604	2,734,970
20.0003 Exchange of stock.....	508,998	7,555,042
20.0004 Stock converted to bonds.....	0	23,895,961

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

Line of Business		1 Net Premiums Written per Column 6, Part 1B	2 Unearned Premiums December 31 Prior Year- per Col. 3, Last Year's Part 1	3 Unearned Premiums December 31 Current Year- per Col. 5, Part 1A	4 Premiums Earned During Year (Cols. 1 + 2 - 3)
1.	Fire.....	106,184,646	57,010,156	48,739,634	114,455,168
2.	Allied lines.....	123,506,012	46,096,567	54,837,786	114,764,794
3.	Farmowners multiple peril.....	35,016,557	15,807,970	16,870,345	33,954,182
4.	Homeowners multiple peril.....	717,142,814	351,056,410	379,273,701	688,925,522
5.	Commercial multiple peril.....	662,633,564	311,892,930	320,202,663	654,323,831
6.	Mortgage guaranty.....	0	0	0	0
8.	Ocean marine.....	61,457,030	25,733,659	26,583,528	60,607,161
9.	Inland marine.....	143,400,323	74,572,890	67,797,112	150,176,100
10.	Financial guaranty.....	0	0	0	0
11.1	Medical professional liability - occurrence.....	(2,719)	(1,098)	(993)	(2,825)
11.2	Medical professional liability - claims-made.....	(733)	4,235	231	3,270
12.	Earthquake.....	24,728,765	9,201,547	11,198,583	22,731,729
13.	Group accident and health.....	20,791	59,906	47,401	33,295
14.	Credit accident and health (group and individual).....	0	0	0	0
15.	Other accident and health.....	1,481,650	422,166	470,056	1,433,760
16.	Workers' compensation.....	609,827,862	226,685,863	249,384,236	587,129,489
17.1	Other liability - occurrence.....	379,524,294	169,942,133	169,417,360	380,049,066
17.2	Other liability - claims-made.....	133,106,441	84,712,103	76,473,755	141,344,789
17.3	Excess workers' compensation.....	5,056,791	2,284,400	1,920,822	5,420,370
18.1	Products liability - occurrence.....	24,806,240	12,519,364	11,511,965	25,813,639
18.2	Products liability - claims-made.....	4,486,400	1,946,354	2,096,510	4,336,244
19.1, 19.2	Private passenger auto liability.....	475,328,299	136,798,582	152,614,405	459,512,477
19.3, 19.4	Commercial auto liability.....	346,557,052	157,405,466	157,074,675	346,887,843
21.	Auto physical damage.....	383,817,016	128,421,127	134,709,348	377,528,795
22.	Aircraft (all perils).....	(88,947)	572,128	0	483,181
23.	Fidelity.....	14,052,682	8,931,178	8,716,488	14,267,372
24.	Surety.....	8,960,043	(1,008,794)	(893,414)	8,844,663
26.	Burglary and theft.....	2,156,990	979,569	945,686	2,190,874
27.	Boiler and machinery.....	40,745,251	17,067,008	17,867,776	39,944,483
28.	Credit.....	(3,898)	5,817	13,756	(11,837)
29.	International.....	795,272	196,761	91,148	900,885
30.	Warranty.....	0	0	0	0
31.	Reinsurance - nonproportional assumed property.....	(421,538)	52,139	50,465	(419,864)
32.	Reinsurance - nonproportional assumed liability.....	4,518,017	2,821,732	2,833,437	4,506,312
33.	Reinsurance - nonproportional assumed financial lines.....	440,378	419,372	290,757	568,993
34.	Aggregate write-ins for other lines of business.....	81,310	13,679	17,364	77,625
35.	TOTALS.....	4,309,314,654	1,842,623,318	1,911,156,583	4,240,781,388

DETAILS OF WRITE-INS

3401.	Tribal workers' compensation.....	81,310	13,679	17,364	77,625
3402.	.....	0	0	0	0
3403.	.....	0	0	0	0
3498.	Summary of remaining write-ins for Line 34 from overflow page.....	0	0	0	0
3499.	Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	81,310	13,679	17,364	77,625

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

	1	2	3	4	5
Line of Business	Amount Unearned (Running One Year or Less from Date of Policy) (a)	Amount Unearned (Running More Than One Year from Date of Policy) (a)	Earned But Unbilled Premium	Reserve for Rate Credits and Retrospective Adjustments Based on Experience	Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1. Fire.....	47,234,758	1,935,040	(430,163)	.0	48,739,634
2. Allied lines.....	52,279,728	2,558,058	.0	.0	54,837,786
3. Farmowners multiple peril.....	16,871,645	(1,300)	.0	.0	16,870,345
4. Homeowners multiple peril.....	379,841,219	(567,518)	.0	.0	379,273,701
5. Commercial multiple peril.....	315,446,198	(539,117)	5,295,582	.0	320,202,663
6. Mortgage guaranty.....	.0	.0	.0	.0	.0
8. Ocean marine.....	26,817,000	162,458	(395,930)	.0	26,583,528
9. Inland marine.....	57,032,006	11,370,647	(605,540)	.0	67,797,112
10. Financial guaranty.....	724	(724)	.0	.0	.0
11.1 Medical professional liability - occurrence.....	(993)	.0	.0	.0	(993)
11.2 Medical professional liability - claims-made.....	231	.0	.0	.0	231
12. Earthquake.....	10,403,569	795,014	.0	.0	11,198,583
13. Group accident and health.....	47,401	.0	.0	.0	47,401
14. Credit accident and health (group and individual).....	.0	.0	.0	.0	.0
15. Other accident and health.....	470,368	2,197	(2,509)	.0	470,056
16. Workers' compensation.....	267,280,653	39,111	3,591,654	(21,527,182)	249,384,236
17.1 Other liability - occurrence.....	168,034,676	537,437	1,045,685	(200,437)	169,417,360
17.2 Other liability - claims-made.....	65,593,900	10,853,716	26,140	.0	76,473,755
17.3 Excess workers' compensation.....	1,881,310	37,464	2,048	.0	1,920,822
18.1 Products liability - occurrence.....	11,336,551	10,300	125,335	39,779	11,511,965
18.2 Products liability - claims-made.....	2,099,210	(3,136)	436	.0	2,096,510
19.1, 19.2 Private passenger auto liability.....	152,614,405	.0	.0	.0	152,614,405
19.3, 19.4 Commercial auto liability.....	156,839,678	344,972	(0)	(109,976)	157,074,675
21. Auto physical damage.....	134,654,878	56,566	(0)	(2,096)	134,709,348
22. Aircraft (all perils).....	.0	.0	.0	.0	.0
23. Fidelity.....	5,778,979	2,937,509	.0	.0	8,716,488
24. Surety.....	482,719	312,174	(1,688,307)	.0	(893,414)
26. Burglary and theft.....	724,310	221,376	.0	.0	945,686
27. Boiler and machinery.....	16,684,189	1,183,586	.0	.0	17,867,776
28. Credit.....	13,756	.0	.0	.0	13,756
29. International.....	91,148	.0	.0	.0	91,148
30. Warranty.....	.0	.0	.0	.0	.0
31. Reinsurance - nonproportional assumed property.....	50,465	.0	.0	.0	50,465
32. Reinsurance - nonproportional assumed liability.....	2,474,478	358,958	.0	.0	2,833,437
33. Reinsurance - nonproportional assumed financial lines.....	273,495	17,262	.0	.0	290,757
34. Aggregate write-ins for other lines of business.....	17,364	.0	.0	.0	17,364
35. TOTALS.....	1,893,370,018	32,622,047	6,964,430	(21,799,911)	1,911,156,583
36. Accrued retrospective premiums based on experience.....					21,799,911
37. Earned but unbilled premiums.....					(6,964,430)
38. Balance (sum of Lines 35 through 37).....					1,925,992,064

DETAILS OF WRITE-INS

3401. Tribal workers' compensation.....	17,364	.0	.0	.0	17,364
3402. ....	.0	.0	.0	.0	.0
3403. ....	.0	.0	.0	.0	.0
3498. Summary of remaining write-ins for Line 34 from overflow page....	.0	.0	.0	.0	.0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	17,364	.0	.0	.0	17,364

(a) State here basis of computation used in each case: Daily pro rata; pools and associations as submitted.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

Line of Business	1 Direct Business (a)	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written (Cols. 1 + 2 + 3 - 4 - 5)
		2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1. Fire.....	126,609,461	484,038,197	14,634,972	349,744,960	169,353,024	106,184,646
2. Allied lines.....	150,934,661	636,440,534	14,481,958	406,792,129	271,559,012	123,506,012
3. Farmowners multiple peril.....	29,219,713	123,158,080	0	115,333,624	2,027,612	35,016,557
4. Homeowners multiple peril.....	50,624,408	3,104,190,168	0	2,362,044,878	75,626,884	717,142,814
5. Commercial multiple peril.....	247,153,234	2,813,732,599	3,261,050	2,183,526,428	217,986,891	662,633,564
6. Mortgage guaranty.....	0	0	0	0	0	0
8. Ocean marine.....	158,099	280,908,079	129,781	202,420,303	17,318,625	61,457,030
9. Inland marine.....	10,760,258	659,192,274	1,867,064	472,339,677	56,079,596	143,400,323
10. Financial guaranty.....	3,990	16,081	708	0	20,779	0
11.1 Medical professional liability - occurrence.....	0	67	0	(5,313)	8,099	(2,719)
11.2 Medical professional liability - claims-made.....	0	(154)	0	(2,416)	2,995	(733)
12. Earthquake.....	41,865,237	88,405,867	4,532,152	81,449,451	28,625,041	24,728,765
13. Group accident and health.....	0	20,791	0	0	0	20,791
14. Credit accident and health (group and individual).....	0	0	0	0	0	0
15. Other accident and health.....	0	1,481,746	0	0	96	1,481,650
16. Workers' compensation.....	343,634,291	2,481,322,874	41,653,308	2,008,830,674	247,951,939	609,827,862
17.1 Other liability - occurrence.....	262,595,446	1,497,945,162	2,527,973	1,250,533,715	133,010,572	379,524,294
17.2 Other liability - claims-made.....	9,874,864	645,674,778	925,932	438,574,187	84,794,946	133,106,441
17.3 Excess workers' compensation.....	61,921	24,998,833	0	16,655,494	3,348,469	5,056,791
18.1 Products liability - occurrence.....	8,502,760	99,667,975	0	81,704,248	1,660,247	24,806,240
18.2 Products liability - claims-made.....	258,814	20,430,454	0	14,776,805	1,426,063	4,486,400
19.1, 19.2 Private passenger auto liability.....	32,995,584	2,014,285,795	10,627,076	1,565,583,249	16,996,907	475,328,299
19.3, 19.4 Commercial auto liability.....	134,673,159	1,393,800,983	15,390,853	1,141,510,935	55,797,009	346,557,052
21. Auto physical damage.....	53,362,910	1,602,026,100	2,558,851	1,264,173,622	9,957,224	383,817,016
22. Aircraft (all perils).....	(15,233)	(313,309)	(843)	(292,394)	51,955	(88,947)
23. Fidelity.....	55,970	65,323,619	9,721	46,285,257	5,051,371	14,052,682
24. Surety.....	959,322	12,947,517	0	26,484,281	(21,537,485)	8,960,043
26. Burglary and theft.....	20,206	10,151,134	1,557	8,115,684	(99,777)	2,156,990
27. Boiler and machinery.....	14,572,458	99,322,234	66,521,685	134,202,157	5,468,969	40,745,251
28. Credit.....	484	(16,737)	0	(12,839)	484	(3,898)
29. International.....	0	3,414,650	0	2,619,378	0	795,272
30. Warranty.....	0	0	0	0	0	0
31. Reinsurance - nonproportional assumed property.....	XXX	(3,191,603)	2,311,196	(1,386,244)	927,375	(421,538)
32. Reinsurance - nonproportional assumed liability.....	XXX	20,198,216	2,948,661	14,880,939	3,747,921	4,518,017
33. Reinsurance - nonproportional assumed financial lines.....	XXX	1,890,846	0	1,450,468	0	440,378
34. Aggregate write-ins for other lines of business.....	0	349,118	0	267,808	0	81,310
35. TOTALS.....	1,518,882,019	18,181,812,968	184,383,654	14,188,601,144	1,387,162,843	4,309,314,654

DETAILS OF WRITE-INS

3401. Tribal workers' compensation.....	0	349,118	0	267,808	0	81,310
3402.	0	0	0	0	0	0
3403.	0	0	0	0	0	0
3498. Summary of remaining write-ins for Line 34 from overflow page..	0	0	0	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	0	349,118	0	267,808	0	81,310

(a) Does the company's direct premiums written include premiums recorded on an installment basis? Yes [] No [X]

If yes: 1. The amount of such installment premiums \$.0.

2. Amount at which such installment premiums would have been reported had they been recorded on an annualized basis \$.0.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

Line of Business	Losses Paid Less Salvage				5 Net Losses Unpaid Current Year (Part 2A, Col. 8)	6 Net Losses Unpaid Prior Year	7 Losses Incurred Current Year (Cols. 4 + 5 - 6)	8 Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1)
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Cols. 1 + 2 - 3)				
1. Fire.....	81,244,243	229,295,569	249,503,205	61,036,607	58,537,497	63,448,695	56,125,409	49.0
2. Allied lines.....	138,731,793	342,265,716	409,756,661	71,240,848	48,778,142	59,323,998	60,694,992	52.9
3. Farmowners multiple peril.....	17,257,236	57,487,064	57,336,353	17,407,947	10,501,449	8,561,256	19,348,140	57.0
4. Homeowners multiple peril.....	27,113,896	1,638,921,628	1,279,260,064	386,775,460	190,334,346	152,611,943	424,497,862	61.6
5. Commercial multiple peril.....	112,416,142	1,253,077,453	1,061,658,983	303,834,612	546,822,085	523,574,507	327,082,190	50.0
6. Mortgage guaranty.....	0	0	0	0	0	0	0	0.0
8. Ocean marine.....	264,457	121,132,508	96,082,718	25,314,248	41,505,715	38,738,533	28,081,430	46.3
9. Inland marine.....	159,082	306,683,146	242,138,797	64,703,431	57,730,879	66,997,077	55,437,233	36.9
10. Financial guaranty.....	0	0	0	0	37	3,647	(3,610)	0.0
11.1 Medical professional liability - occurrence.....	0	18,883,200	16,855,681	2,027,519	9,956,185	13,239,759	(1,256,056)	44,466.1
11.2 Medical professional liability - claims-made.....	1,432,012	50,081,827	42,471,485	9,042,353	25,432,927	35,374,655	(899,375)	(27,502.8)
12. Earthquake.....	0	10,924	8,380	2,544	(328,802)	755,322	(1,081,581)	(4.8)
13. Group accident and health.....	0	573,561	50,941	522,620	2,427,298	2,922,665	27,253	81.9
14. Credit accident and health (group and individual).....	0	0	0	0	0	0	0	0.0
15. Other accident and health.....	9,554	615,472	19,535	605,491	10,304,053	8,779,349	2,130,194	148.6
16. Workers' compensation.....	301,246,467	1,408,397,219	1,414,190,260	295,453,427	2,615,175,752	2,564,083,788	346,545,391	59.0
17.1 Other liability - occurrence.....	90,037,986	838,882,662	751,848,930	177,071,717	1,172,464,071	1,279,612,396	69,923,392	18.4
17.2 Other liability - claims-made.....	47,794,895	467,141,663	422,931,379	92,005,179	380,161,114	405,203,260	66,963,033	47.4
17.3 Excess workers' compensation.....	9,698	23,262,179	20,389,510	2,882,367	121,097,484	109,384,991	14,594,860	269.3
18.1 Products liability - occurrence.....	15,099,844	141,985,854	124,041,462	33,044,236	341,875,902	337,928,537	36,991,601	143.3
18.2 Products liability - claims-made.....	0	7,326,715	5,981,318	1,345,397	6,110,965	7,392,351	64,011	1.5
19.1, 19.2 Private passenger auto liability.....	31,266,831	1,151,364,334	912,054,944	270,576,221	339,307,977	347,627,397	262,256,801	57.1
19.3, 19.4 Commercial auto liability.....	60,363,327	822,873,077	692,988,553	190,247,851	403,519,152	410,452,950	183,314,053	52.8
21. Auto physical damage.....	27,134,134	897,252,377	711,377,528	213,008,983	20,237,586	22,965,292	210,281,277	55.7
22. Aircraft (all perils).....	16,985	32,557,675	31,914,910	659,750	3,814,676	7,386,213	(2,911,788)	(602.6)
23. Fidelity.....	33,398	60,974,700	47,695,200	13,312,898	25,124,462	32,671,736	5,765,625	40.4
24. Surety.....	1,139,411	6,120,111	6,348,744	910,777	63,766,220	74,339,754	(9,662,757)	(109.2)
26. Burglary and theft.....	8,081	208,218	189,101	27,198	2,617,191	3,042,236	(397,847)	(18.2)
27. Boiler and machinery.....	3,567,511	48,129,076	40,634,766	11,061,821	8,364,111	10,844,725	8,581,207	21.5
28. Credit.....	0	(143,894)	(110,381)	(33,513)	1,943,060	2,841,147	(931,600)	7,870.5
29. International.....	0	1,852,961	1,421,407	431,555	2,003,983	2,167,167	268,370	29.8
30. Warranty.....	(1,102)	0	(845)	(257)	0	(315)	59	0.0
31. Reinsurance - nonproportional assumed property.....	XXX	12,115,019	9,882,361	2,232,658	10,652,841	13,130,430	(244,930)	58.3
32. Reinsurance - nonproportional assumed liability.....	XXX	153,302,440	129,611,138	23,691,302	232,771,584	279,152,452	(22,689,566)	(503.5)
33. Reinsurance - nonproportional assumed financial lines.....	XXX	809,749	621,158	188,590	5,298,484	6,180,272	(693,197)	(121.8)
34. Aggregate write-ins for other lines of business.....	0	76,095	58,372	17,723	72,303	33,010	57,015	73.5
35. TOTALS.....	956,345,882	10,093,516,297	8,779,212,618	2,270,649,561	6,758,380,729	6,890,771,196	2,138,259,094	50.4

DETAILS OF WRITE-INS

3401. Tribal workers' compensation.....	0	76,095	58,372	17,723	72,303	33,010	57,015	73.5
3402.	0	0	0	0	0	0	0	0.0
3403.	0	0	0	0	0	0	0	0.0
3498. Summary of remaining write-ins for Line 34 from overflow page.....	0	0	0	0	0	0	0	XXX
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	0	76,095	58,372	17,723	72,303	33,010	57,015	73.5

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

Line of Business	Reported Losses				Incurred But Not Reported			8 Net Losses Unpaid (Cols. 4 + 5 + 6 - 7)	9 Net Unpaid Loss Adjustment Expenses
	1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable from Authorized and Unauthorized Companies	4 Net Losses Excluding Incurred but not Reported (Cols. 1 + 2 - 3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded		
1. Fire.....	66,610,622	176,424,313	197,190,973	45,843,962	7,522,911	87,187,563	82,016,939	58,537,497	7,049,944
2. Allied lines.....	152,536,367	111,168,591	222,895,271	40,809,687	13,912,170	99,493,806	105,437,521	48,778,142	10,628,537
3. Farmowners multiple peril.....	5,009,833	17,712,278	17,429,921	5,292,190	4,262,431	18,107,151	17,160,323	10,501,449	1,932,426
4. Homeowners multiple peril.....	5,998,822	383,980,154	299,332,057	90,646,919	7,502,087	434,129,270	341,943,931	190,334,346	27,467,729
5. Commercial multiple peril.....	117,175,656	1,202,496,757	1,024,060,719	295,611,694	176,482,242	1,031,537,199	956,809,049	546,822,085	238,845,030
6. Mortgage guaranty.....	0	0	0	0	0	0	0	0	0
8. Ocean marine.....	327,418	123,420,328	97,021,142	26,726,604	6,536,992	86,779,532	78,537,412	41,505,715	8,227,270
9. Inland marine.....	774,183	166,879,531	139,418,865	28,234,849	32,979,631	143,220,954	146,704,556	57,730,879	4,307,544
10. Financial guaranty.....	0	0	0	0	0	0	0	0	0
11.1 Medical professional liability - occurrence.....	3	37,991,298	29,251,705	8,739,596	25,713,070	8,611,681	33,108,162	9,956,185	1,405,391
11.2 Medical professional liability - claims-made.....	3,515,911	78,699,673	65,467,273	16,748,311	45,920,712	27,157,194	64,393,290	25,432,927	3,692,237
12. Earthquake.....	0	271,000	207,884	63,116	883,990	1,190,015	2,465,923	(328,802)	312,670
13. Group accident and health.....	0	1,576,882	231,499	1,345,383	0	1,488,235	406,320	(a).....2,427,298	27,236
14. Credit accident and health (group and individual).....	0	0	0	0	0	0	0	0	0
15. Other accident and health.....	260,987	3,600,584	215,998	3,645,574	1,549,350	5,757,462	648,333	(a).....10,304,053	2,735,920
16. Workers' compensation.....	1,515,526,694	6,481,667,347	6,630,089,135	1,367,104,906	995,200,891	5,750,508,912	5,497,638,958	2,615,175,752	337,595,443
17.1 Other liability - occurrence.....	148,960,081	1,053,904,145	982,289,465	220,574,761	987,360,415	3,942,789,656	3,978,260,761	1,172,464,071	380,602,117
17.2 Other liability - claims-made.....	72,344,482	594,989,262	546,998,686	120,335,058	119,144,157	1,281,452,067	1,140,770,168	380,161,114	145,445,090
17.3 Excess workers' compensation.....	4,500	318,636,749	278,200,938	40,440,310	158,022	395,237,424	314,738,273	121,097,484	3,234,964
18.1 Products liability - occurrence.....	31,742,627	245,162,955	221,456,962	55,448,621	139,217,402	1,197,351,421	1,050,141,542	341,875,902	200,262,308
18.2 Products liability - claims-made.....	351	4,233,598	3,422,538	811,412	1,931,009	27,481,780	24,113,235	6,110,965	4,804,949
19.1, 19.2 Private passenger auto liability.....	40,454,664	890,186,253	721,482,871	209,158,046	33,490,933	579,400,800	482,741,801	339,307,977	75,839,164
19.3, 19.4 Commercial auto liability.....	59,480,041	1,033,846,965	865,220,686	228,106,321	59,267,971	813,059,839	696,914,979	403,519,152	66,715,506
21. Auto physical damage.....	1,822,974	57,931,433	46,296,208	13,458,199	2,223,669	36,721,115	32,165,397	20,237,586	10,616,341
22. Aircraft (all perils).....	231,774	33,026,712	31,849,712	1,408,775	8,374,030	26,843,504	32,811,633	3,814,676	1,418,953
23. Fidelity.....	10,867,012	25,111,576	31,546,203	4,432,386	10,977,093	107,195,760	97,480,776	25,124,462	9,284,219
24. Surety.....	3,241,223	208,643,388	183,329,201	28,555,411	16,158,551	125,538,038	106,485,780	63,766,220	8,112,509
26. Burglary and theft.....	1	111,637	97,543	14,095	894,900	13,647,539	11,939,343	2,617,191	1,158,684
27. Boiler and machinery.....	1,248,241	15,616,443	13,935,473	2,929,211	2,929,876	27,559,331	25,054,307	8,364,111	1,744,339
28. Credit.....	0	5,547,955	4,255,836	1,292,119	270	2,794,938	2,144,267	1,943,060	99,361
29. International.....	0	3,662,321	2,809,367	852,955	52,278	4,889,878	3,791,128	2,003,983	14,662
30. Warranty.....	0	0	0	0	0	0	0	0	0
31. Reinsurance - nonproportional assumed property.....	XXX	73,357,945	64,596,956	8,760,989	XXX	27,032,375	25,140,523	10,652,841	477,137
32. Reinsurance - nonproportional assumed liability.....	XXX	637,795,398	510,074,527	127,720,871	XXX	502,351,347	397,300,634	232,771,584	12,244,119
33. Reinsurance - nonproportional assumed financial lines.....	XXX	5,756,620	4,481,397	1,275,223	XXX	18,910,792	14,887,530	5,298,484	193,972
34. Aggregate write-ins for other lines of business.....	0	67,808	52,015	15,792	0	242,640	186,129	72,303	13,222
35. TOTALS.....	2,238,134,469	13,993,477,900	13,235,209,025	2,996,403,343	2,700,647,053	16,825,669,253	15,764,338,921	6,758,380,729	1,566,509,255
DETAILS OF WRITE-INS									
3401. Tribal workers' compensation.....	0	67,808	52,015	15,792	0	242,640	186,129	72,303	13,222
3402.	0	0	0	0	0	0	0	0	0
3403.	0	0	0	0	0	0	0	0	0
3498. Summary of remaining write-ins for Line 34 from overflow page.....	0	0	0	0	0	0	0	0	0
3499. Totals (Lines 3401 thru 3403 plus 3498) (Line 34 above).....	0	67,808	52,015	15,792	0	242,640	186,129	72,303	13,222

(a) Including \$.....0 for present value of life indemnity claims.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1	2	3	4
	Loss Adjustment Expenses	Other Underwriting Expenses	Investment Expenses	Total
1. Claim adjustment services:				
1.1 Direct.....	123,441,491	0	0	123,441,491
1.2 Reinsurance assumed.....	1,033,929,419	0	0	1,033,929,419
1.3 Reinsurance ceded.....	904,980,727	0	0	904,980,727
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3).....	252,390,183	0	0	252,390,183
2. Commission and brokerage:				
2.1 Direct, excluding contingent.....	0	219,570,651	0	219,570,651
2.2 Reinsurance assumed, excluding contingent.....	0	2,725,083,589	0	2,725,083,589
2.3 Reinsurance ceded, excluding contingent.....	0	2,295,165,301	0	2,295,165,301
2.4 Contingent - direct.....	0	(2,595,918)	0	(2,595,918)
2.5 Contingent - reinsurance assumed.....	0	28,373,708	0	28,373,708
2.6 Contingent - reinsurance ceded.....	0	20,805,183	0	20,805,183
2.7 Policy and membership fees.....	0	0	0	0
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7).....	0	654,461,546	0	654,461,546
3. Allowances to manager and agents.....	0	726,668	0	726,668
4. Advertising.....	9,790	29,593,229	0	29,603,019
5. Boards, bureaus and associations.....	1,229,413	17,249,118	0	18,478,531
6. Surveys and underwriting reports.....	280	18,245,642	0	18,245,922
7. Audit of assureds' records.....	0	0	0	0
8. Salary and related items:				
8.1 Salaries.....	148,430,376	308,022,742	6,095,467	462,548,585
8.2 Payroll taxes.....	10,893,061	20,450,944	481,409	31,825,414
9. Employee relations and welfare.....	24,865,553	45,047,748	411,161	70,324,462
10. Insurance.....	16,206,546	4,722,837	6,191	20,935,574
11. Directors' fees.....	0	0	0	0
12. Travel and travel items.....	8,657,210	16,452,292	88,551	25,198,053
13. Rent and rent items.....	9,554,021	22,308,977	283,818	32,146,816
14. Equipment.....	1,907,949	7,171,866	935,352	10,015,167
15. Cost or depreciation of EDP equipment and software.....	4,590,463	52,883,702	166,185	57,640,350
16. Printing and stationery.....	1,213,462	3,275,344	31,122	4,519,928
17. Postage, telephone and telegraph, exchange and express.....	2,928,571	21,007,085	42,241	23,977,897
18. Legal and auditing.....	8,012,847	11,464,592	276,906	19,754,345
19. Totals (Lines 3 to 18).....	238,499,542	578,622,786	8,818,403	825,940,731
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$.....1,659,334.....	0	101,014,695	0	101,014,695
20.2 Insurance department licenses and fees.....	0	11,116,587	0	11,116,587
20.3 Gross guaranty association assessments.....	0	(1,764,210)	0	(1,764,210)
20.4 All other (excluding federal and foreign income and real estate).....	0	4,754,640	0	4,754,640
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4).....	0	115,121,712	0	115,121,712
21. Real estate expenses.....	0	0	17,680,255	17,680,255
22. Real estate taxes.....	0	0	6,410,876	6,410,876
23. Reimbursements by uninsured plans.....	0	0	0	0
24. Aggregate write-ins for miscellaneous expenses.....	2,412,209	14,795,057	1,197,383	18,404,649
25. Total expenses incurred.....	493,301,934	1,363,001,101	34,106,917	(a) 1,890,409,952
26. Less unpaid expenses - current year.....	1,566,509,255	308,373,968	3,071,032	1,877,954,255
27. Add unpaid expenses - prior year.....	1,617,891,069	327,667,399	11,278,184	1,956,836,652
28. Amounts receivable relating to uninsured plans, prior year.....	0	0	0	0
29. Amounts receivable relating to uninsured plans, current year.....	0	0	0	0
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29).....	544,683,747	1,382,294,533	42,314,069	1,969,292,349

DETAILS OF WRITE-INS

2401. Miscellaneous expenses.....	9,220,647	51,929,735	1,197,383	62,347,765
2402. Cost of computer software developed for internal use.....	(5,561,643)	(25,741,080)	0	(31,302,722)
2403. Service reimbursements.....	(1,246,795)	(11,393,598)	0	(12,640,393)
2498. Summary of remaining write-ins for Line 24 from overflow page.....	0	0	0	0
2499. Totals (Lines 2401 thru 2403 plus 2498) (Line 24 above).....	2,412,209	14,795,057	1,197,383	18,404,649

(a) Includes management fees of \$.....0 to affiliates and \$.....0 to non-affiliates.

EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. government bonds.....	(a).....14,128,428	.....13,261,334
1.1 Bonds exempt from U.S. tax.....	(a).....318,030,054	.....315,717,508
1.2 Other bonds (unaffiliated).....	(a).....260,260,537	.....259,001,972
1.3 Bonds of affiliates.....	(a).....0	.....0
2.1 Preferred stocks (unaffiliated).....	(b).....6,401,628	.....6,401,628
2.11 Preferred stocks of affiliates.....	(b).....0	.....0
2.2 Common stocks (unaffiliated).....	.....3,620,072	.....3,620,072
2.21 Common stocks of affiliates.....	.....658,700,000	.....658,700,000
3. Mortgage loans.....	(c).....2,156,724	.....2,156,724
4. Real estate.....	(d).....46,960,081	.....46,960,081
5. Contract loans.....	.....0	.....0
6. Cash, cash equivalents and short-term investments.....	(e).....1,064,356	.....1,062,756
7. Derivative instruments.....	(f).....0	.....0
8. Other invested assets.....	.....95,770,889	.....95,731,952
9. Aggregate write-ins for investment income.....	.....2,668,015	.....2,668,015
10. Total gross investment income.....	.....1,409,760,782	.....1,405,282,041
11. Investment expenses.....		(g).....34,106,917
12. Investment taxes, licenses and fees, excluding federal income taxes.....		(g).....0
13. Interest expense.....		(h).....280,098
14. Depreciation on real estate and other invested assets.....		(i).....6,051,422
15. Aggregate write-ins for deductions from investment income.....		.....467,010
16. Total deductions (Lines 11 through 15).....		.....40,905,448
17. Net investment income (Line 10 minus Line 16).....		.....1,364,376,593

DETAILS OF WRITE-INS

0901. Property and wind plans.....	.....2,506,607	.....2,506,607
0902. Securities Lending Income.....	.....175,497	.....175,497
0903. Miscellaneous Income.....	.....(14,089)	.....(14,089)
0998. Summary of remaining write-ins for Line 9 from overflow page.....	.....0	.....0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above).....	.....2,668,015	.....2,668,015
1501. Management Fees.....		.....463,151
1502. Miscellaneous Expense.....		.....3,859
1503. ....		.....0
1598. Summary of remaining write-ins for Line 15 from overflow page.....		.....0
1599. Totals (Lines 1501 thru 1503 plus 1598) (Line 15 above).....		.....467,010

- (a) Includes \$.....17,998,612 accrual of discount less \$.....73,585,826 amortization of premium and less \$.....8,128,530 paid for accrued interest on purchases.
- (b) Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued dividends on purchases.
- (c) Includes \$.....0 accrual of discount less \$.....0 amortization of premium and less \$.....0 paid for accrued interest on purchases.
- (d) Includes \$.....46,960,081 for company's occupancy of its own buildings; and excludes \$.....0 interest on encumbrances.
- (e) Includes \$.....28,547 accrual of discount less \$.....285 amortization of premium and less \$.....0 paid for accrued interest on purchases.
- (f) Includes \$.....0 accrual of discount less \$.....0 amortization of premium.
- (g) Includes \$.....0 investment expenses and \$.....0 investment taxes, licenses and fees, excluding federal income taxes, attributable to Segregated and Separate Accounts.
- (h) Includes \$.....0 interest on surplus notes and \$.....0 interest on capital notes.
- (i) Includes \$.....6,051,422 depreciation on real estate and \$.....0 depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1 Realized Gain (Loss) on Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5 Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. government bonds.....	.....94,276	.....0	.....94,276	.....0	.....0
1.1 Bonds exempt from U.S. tax.....	.....12,377,869	.....0	.....12,377,869	.....554,823	.....0
1.2 Other bonds (unaffiliated).....	.....19,871,313	.....(3,095,033)	.....16,776,280	.....21,264,887	.....0
1.3 Bonds of affiliates.....	.....0	.....0	.....0	.....0	.....0
2.1 Preferred stocks (unaffiliated).....	.....2,011,146	.....0	.....2,011,146	.....1,277,494	.....0
2.11 Preferred stocks of affiliates.....	.....0	.....0	.....0	.....0	.....0
2.2 Common stocks (unaffiliated).....	.....2,468,576	.....(86,491)	.....2,382,085	.....(38,844)	.....(2,687)
2.21 Common stocks of affiliates.....	.....11,062,188	.....0	.....11,062,188	.....(241,031,028)	.....0
3. Mortgage loans.....	.....0	.....0	.....0	.....0	.....0
4. Real estate.....	.....0	.....0	.....0	.....0	.....0
5. Contract loans.....	.....0	.....0	.....0	.....0	.....0
6. Cash, cash equivalents and short-term investments.....	.....(65,913)	.....87,621	.....21,708	.....0	.....21,688
7. Derivative instruments.....	.....0	.....0	.....0	.....0	.....0
8. Other invested assets.....	.....(2,360,611)	.....(107,307,570)	.....(109,668,180)	.....82,648,803	.....(580,384)
9. Aggregate write-ins for capital gains (losses).....	.....(12,566,700)	.....(406)	.....(12,567,106)	.....12,566,700	.....(263,841)
10. Total capital gains (losses).....	.....32,892,144	.....(110,401,879)	.....(77,509,734)	.....(122,757,165)	.....(825,223)

DETAILS OF WRITE-INS

0901. Foreign Exchange.....	.....0	.....(406)	.....(406)	.....0	.....(263,841)
0902. Merger of non-insurance subsidiary.....	.....(12,566,700)	.....0	.....(12,566,700)	.....12,566,700	.....0
0903. ....	.....0	.....0	.....0	.....0	.....0
0998. Summary of remaining write-ins for Line 9 from overflow page.....	.....0	.....0	.....0	.....0	.....0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above).....	.....(12,566,700)	.....(406)	.....(12,567,106)	.....12,566,700	.....(263,841)

EXHIBIT OF NONADMITTED ASSETS

	1 Current Year Total Nonadmitted Assets	2 Prior Year Total Nonadmitted Assets	3 Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D).....	0	0	0
2. Stocks (Schedule D):			
2.1 Preferred stocks.....	0	0	0
2.2 Common stocks.....	33,034,555	34,629,778	1,595,223
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens.....	0	0	0
3.2 Other than first liens.....	0	0	0
4. Real estate (Schedule A):			
4.1 Properties occupied by the company.....	0	0	0
4.2 Properties held for the production of income.....	0	0	0
4.3 Properties held for sale.....	0	0	0
5. Cash (Schedule E-Part 1), cash equivalents (Schedule E-Part 2) and short-term investments (Schedule DA).....	0	0	0
6. Contract loans.....	1,852,834	1,863,640	10,806
7. Derivatives.....	0	0	0
8. Other invested assets (Schedule BA).....	73,004,600	23,987,969	(49,016,630)
9. Receivables for securities.....	0	0	0
10. Securities lending reinvested collateral assets.....	0	0	0
11. Aggregate write-ins for invested assets.....	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	107,891,989	60,481,388	(47,410,601)
13. Title plants (for Title insurers only).....	0	0	0
14. Investment income due and accrued.....	0	0	0
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection.....	40,366,010	43,053,473	2,687,464
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due.....	5,672,524	6,354,660	682,136
15.3 Accrued retrospective premiums.....	530,159	472,663	(57,496)
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers.....	0	0	0
16.2 Funds held by or deposited with reinsured companies.....	0	0	0
16.3 Other amounts receivable under reinsurance contracts.....	0	0	0
17. Amounts receivable relating to uninsured plans.....	0	0	0
18.1 Current federal and foreign income tax recoverable and interest thereon.....	0	0	0
18.2 Net deferred tax asset.....	374,102,824	400,094,797	25,991,973
19. Guaranty funds receivable or on deposit.....	0	0	0
20. Electronic data processing equipment and software.....	0	21,824	21,824
21. Furniture and equipment, including health care delivery assets.....	294,059,815	290,249,592	(3,810,223)
22. Net adjustment in assets and liabilities due to foreign exchange rates.....	0	0	0
23. Receivables from parent, subsidiaries and affiliates.....	0	0	0
24. Health care and other amounts receivable.....	0	0	0
25. Aggregate write-ins for other than invested assets.....	697,906,670	626,304,156	(71,602,514)
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	1,520,529,991	1,427,032,553	(93,497,438)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0
28. TOTALS (Lines 26 and 27).....	1,520,529,991	1,427,032,553	(93,497,438)

DETAILS OF WRITE-INS

1101.....	0	0	0
1102.....	0	0	0
1103.....	0	0	0
1198. Summary of remaining write-ins for Line 11 from overflow page.....	0	0	0
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above).....	0	0	0
2501. Amounts receivable under high deductible policies.....	3,237,855	3,146,708	(91,147)
2502. Other assets nonadmitted.....	665,805,045	623,044,831	(42,760,214)
2503. Miscellaneous ledger balances.....	28,863,770	112,617	(28,751,153)
2598. Summary of remaining write-ins for Line 25 from overflow page.....	0	0	0
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	697,906,670	626,304,156	(71,602,514)

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- A. The Travelers Indemnity Company (the Company) prepares its statutory financial statements in conformity with accounting practices prescribed or permitted by the State of Connecticut. The State of Connecticut requires that insurance companies domiciled in Connecticut prepare their statutory basis financial statements in accordance with the National Association of Insurance Commissioners (NAIC) *Accounting Practices and Procedures Manual*, subject to any deviations prescribed or permitted by the Connecticut Insurance Commissioner.
- B. The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of certain assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the reported amounts of revenue and losses and expenses during the reporting period. Actual results could differ from those estimates.
- C. Certain assets designated as nonadmitted are excluded from the statutory balance sheet and changes in such amounts are charged or credited directly to unassigned surplus. The costs of acquiring both new and renewal insurance business are charged to income as incurred. Premiums are recognized as revenues pro rata over the policy period. Unearned premium reserves represent the unexpired portion of policy premiums, net of reinsurance. Reserves for losses, loss adjustment expenses (LAE) and unearned premiums ceded to reinsurers have been reported as reductions of the related reserves. Amounts recoverable from reinsurers are estimated in a manner consistent with the loss liability associated with the reinsured business. A liability is established for unsecured, unauthorized reinsurance and overdue authorized reinsurance recoverables. The provision for federal income taxes is comprised of two components, current income taxes and deferred income taxes. Deferred federal income taxes arise from changes during the year in cumulative temporary differences between the statutory basis and tax basis of assets and liabilities, and are recognized in accordance with Statement of Statutory Accounting Principles (SSAP) No. 10R, *Income Taxes- Revised, A Temporary Replacement of SSAP No. 10*. Goodwill is recognized in accordance with SSAP No. 68, *Business Combinations and Goodwill*, and amortized to unrealized capital losses over a period not to exceed 10 years.

Invested assets are valued according to statutory requirements and the bases of valuation adopted by the NAIC.

Short-term investments are stated at amortized cost.

Bonds are generally stated at amortized cost, except bonds that are defined by the NAIC as non-investment grade (NAIC Class 3-6) which are stated at the lower of amortized cost or NAIC fair value. Amortization is calculated using the constant yield method.

Common stocks of non-affiliates are stated at NAIC fair value.

Redeemable preferred stocks (NAIC Class 1 and 2) are generally stated at amortized cost, whereas NAIC Class 3-6 are stated at the lower of cost, amortized cost, or NAIC fair value. Perpetual preferred stocks (NAIC Class 1 and 2) are generally stated at NAIC fair value, while NAIC Class 3-6 are stated at the lower of cost or NAIC fair value.

Mortgage loans are stated at the amount of principal outstanding, adjusted for unamortized premium or discount, net of encumbrances and specific impairments.

Real estate is stated at depreciated cost, net of encumbrances and specific impairments.

Loan-backed and structured securities are amortized using the retrospective method, except for securities that have incurred a decline in fair value that is other than temporary are amortized using the prospective method. The effective yield used to determine amortization is calculated based on actual historical and projected future cash flows, which are obtained from a widely-accepted securities data provider.

Investments in subsidiaries and affiliated entities are based on the net worth of the entity, determined in accordance with statutory accounting valuation methods. Dividends received from subsidiaries are recorded as net investment income and undistributed net income is recorded as net unrealized capital gains (losses).

The Company also exercises 100% control over The Travelers Lloyds Insurance Company, an unincorporated association, reported on Schedule BA based on the underlying statutory equity of its financial statements.

The Company's investments in partnerships, joint ventures and limited liability companies are reported using the equity method of accounting, determined in accordance with statutory accounting valuation methods. Distributions of accumulated earnings received from these investments are recorded as net investment income and undistributed net income is recorded as net unrealized capital gains (losses).

The Company utilizes anticipated investment income as a factor in the premium deficiency calculation.

Property-casualty reserves are established for loss and LAE and represent management's estimate of the ultimate cost of all unpaid reported and unreported claims incurred and related expenses. In establishing loss and LAE reserves, the Company also takes into account estimated recoveries, reinsurance, salvage and subrogation. The loss and LAE reserves are reviewed regularly by qualified actuaries employed by the Company. The Company continually refines its loss and LAE reserve estimates in a regular ongoing process as historical loss experience develops and additional claims are reported and settled. Because establishment of loss and LAE reserves is an inherently uncertain process involving estimates, currently established reserves may change. The Company reflects adjustments to loss and LAE reserves in the period in which the estimates are changed. Such changes in estimates could occur in a future period and may be material to the Company's net income in such period. For a discussion of loss and LAE reserves related to asbestos and environmental reserves, see Note 33.

The Company has not modified its accounting policy regarding the capitalization of fixed assets from the prior period.

At December 31, 2010, the Company changed its presentation of the reporting for unsettled affiliated reinsurance balances in the balance sheet. Reinsurance recoverables on paid losses are reported in "Amounts recoverable from reinsurers"; losses payable on assumed reinsurance are reported in "Reinsurance payable on paid losses and loss adjustment expenses"; the remaining amounts are subject to the right of offset and are reported on a net basis in either "Uncollected premiums and agents' balances in course of collection" or "Ceded reinsurance premiums payable", depending on whether the net balance is a receivable or payable. The amounts presented for December 31, 2009 have been reclassified to conform to the 2010 presentation. This change did not impact surplus. See Note 10. D. (2) for additional information.

2. ACCOUNTING CHANGES AND CORRECTIONS OF ERRORS

The Company had no material changes in accounting principles during 2010.

NOTES TO FINANCIAL STATEMENTS**3. BUSINESS COMBINATIONS AND GOODWILL****A. Statutory Purchase Method:**

1. On October 1, 2001, the Company purchased from a former affiliate 100% of The Northland Company, an insurance holding company which in turn directly or indirectly owned several property-casualty insurance companies. The Northland Company was dissolved effective May 1, 2008. Due to the fact the goodwill generated by the October 1, 2001 transaction was related to the insurance operations and insurance subsidiaries of The Northland Company; the unamortized goodwill remains an asset of the Company. This is reflected in the carrying value of Jupiter Holdings, Inc., an intermediate holding company and parent of the above mentioned insurance subsidiaries. For a listing of the companies, see Schedule Y - Part 1.
2. The October 1, 2001 transaction was accounted for as a statutory purchase.
3. The cost of The Northland Company was \$325 million resulting in goodwill in the amount of \$84 million.
4. Goodwill amortization related to the above purchase was \$8.4 million for the year ended December 31, 2010.

B. Statutory Merger:

Not applicable.

C. Impairment Loss:

Not applicable.

4. DISCONTINUED OPERATIONS

Not applicable.

5. INVESTMENTS**A. Mortgage Loans:**

The maximum percentage of any one loan-to-value of security at the time the loan was made, exclusive of any purchase money or insured or guaranteed mortgages was 39%.

B. Debt Restructuring:

Not applicable.

C. Reverse Mortgages:

Not applicable.

D. Loan-Backed Securities:

The Company applies the retrospective method of revaluing loan-backed securities. The Company's loan-backed securities are revalued quarterly using actual and currently estimated future cash flows, including anticipated prepayments, with the original cost. For those securities where an other-than-temporary impairment has been recognized, the prospective method is utilized.

For collateralized mortgage obligations, asset-backed securities and pass-through certificates prepayment assumptions are adjusted periodically based upon actual historical and/or projected future cash flows, which are obtained from a nationally recognized securities data provider.

When unit prices published by the Securities Valuation Office were not available, the Company used Bloomberg and Financial Times Interactive Data, as well as broker quotes in determining the fair value of its loan-backed securities.

As a result of recording other-than-temporary impairments during 2010, the Company changed from the retrospective to prospective method for valuing the securities listed below.

Cusip
466247YK3
007036QM1
12669GV40
36242D6C2
225458FE3
126671RX6
161546FW1

The following table provides aggregated information on structured securities classified on the basis for the recognized other-than-temporary impairments:

	Amortized cost basis before other-than- <u>temporary impairment</u>	Other-than- temporary impairment recognized <u>in loss</u>	Amortized cost basis after other-than- temporary <u>impairment</u>	<u>Fair Value</u>
Aggregate Intent & Ability to Retain	\$ 449,895,694	\$32,463,014	\$402,821,489	\$347,263,281

The above table does not reflect the impact of amortization and/or payment of principal that have occurred on securities that have multiple other-than-temporary impairments.

NOTES TO FINANCIAL STATEMENTS

Loan-backed and structured securities with other-than-temporary impairments are as follows:

Cusip	Amortized cost basis before other-than- temporary impairment	Projected Cash Flow	Other-than- temporary impairment recognized in loss	Amortized cost basis after other- than- temporary impairment	Fair Value	Impairment Quarter
126378BB3	\$ 20,168,922	\$19,901,291	\$ 267,631	\$ 19,901,291	\$17,091,482	Q3 - 2009
12668BQA4	9,712,365	8,870,313	842,052	8,870,313	6,958,274	Q3 - 2009
36297XAF0	32,734,744	32,340,185	394,559	32,340,185	24,899,252	Q3 - 2009
46628YAA8	28,812,110	28,418,750	393,360	28,418,750	21,519,384	Q3 - 2009
94980SAD7	39,281,200	39,121,875	159,325	39,121,875	28,041,480	Q3 - 2009
07384MF80	4,372,629	3,802,968	569,661	3,802,968	2,703,179	Q3 - 2009
16162WQJ1	19,794,524	19,486,598	307,926	19,486,598	17,087,654	Q3 - 2009
46630PAZ8	14,494,404	14,478,527	15,877	14,478,527	12,333,514	Q3 - 2009
12628KAA0	3,505,047	2,785,736	719,311	2,785,736	2,354,865	Q3 - 2009
06050HD39	110,057	109,369	688	109,369	97,350	Q3 - 2009
02149DAD1	17,696,650	16,238,808	1,457,842	16,238,808	14,488,506	Q3 - 2009
32029AAE7	11,375,551	6,434,464	4,941,087	6,434,464	4,837,980	Q3 - 2009
61750MAF2	12,300,734	5,374,901	6,925,833	5,374,901	4,693,446	Q3 - 2009
021460AG5	14,991,065	13,440,818	1,550,247	13,440,818	10,594,980	Q3 - 2009
46629DAK1	9,001,307	7,817,977	1,183,330	7,817,977	6,188,618	Q3 - 2009
36186MAC5	14,724,978	13,873,155	851,823	13,873,155	5,442,157	Q3 - 2009
46629CAK3	10,933,293	10,750,257	183,036	10,750,257	10,080,069	Q3 - 2009
69121PDE0	9,068,342	8,074,264	994,078	8,074,264	6,837,037	Q4 - 2009
126694W95	15,834,010	15,785,099	48,911	15,785,099	13,767,962	Q4 - 2009
126378BB3	19,089,612	18,416,763	672,849	18,416,763	16,421,216	Q4 - 2009
021460AG5	13,422,750	12,089,063	1,333,687	12,089,063	10,504,329	Q4 - 2009
94984AAS9	29,266,193	28,684,375	581,818	28,684,375	22,201,797	Q4 - 2009
36297XAF0	32,349,484	32,065,148	284,336	32,065,148	24,358,624	Q4 - 2009
94980SAD7	39,143,700	39,012,500	131,200	39,012,500	27,536,664	Q4 - 2009
07384MF80	3,777,027	3,389,696	387,331	3,389,696	2,735,242	Q4 - 2009
75406VAC7	11,682,933	11,167,969	514,964	11,167,969	9,303,867	Q4 - 2009
46629DAK1	7,342,304	6,726,325	615,979	6,726,325	5,903,450	Q4 - 2009
46629CAK3	10,408,807	9,774,372	634,435	9,774,372	8,997,632	Q4 - 2009
02149DAD1	16,620,857	16,034,307	586,550	16,034,307	13,505,731	Q4 - 2009
749581AR5	16,824,004	15,917,825	906,179	15,917,825	14,136,672	Q4 - 2009
74957VAJ8	6,624,817	6,340,308	284,509	6,340,308	5,682,803	Q4 - 2009
46630PAZ8	13,707,877	13,334,303	373,574	13,334,303	11,637,871	Q4 - 2009
12628KAA0	2,055,563	1,821,998	233,565	1,821,998	1,631,817	Q4 - 2009
12544AAS4	13,051,896	12,884,625	167,271	12,884,625	11,833,352	Q4 - 2009
12669G5U1	8,945,838	8,765,625	180,213	8,765,625	7,643,448	Q4 - 2009
06050HD39	106,171	103,235	2,936	103,235	92,361	Q4 - 2009
126694PG7	9,279,723	9,227,626	52,097	9,227,626	8,146,311	Q4 - 2009
05949CKS4	10,100,425	9,884,308	216,117	9,884,308	8,905,185	Q4 - 2009
126694W95	14,569,200	14,305,918	263,282	14,305,918	13,047,792	Q1 - 2010
126378BB3	17,428,728	17,116,730	311,998	17,116,730	15,829,601	Q1 - 2010
36297XAF0	32,076,150	32,047,089	29,061	32,047,089	25,011,492	Q1 - 2010
75406VAC7	11,379,750	11,322,885	56,865	11,322,885	10,621,935	Q1 - 2010
466247YK3	12,555,384	12,534,049	21,336	12,534,049	11,789,157	Q1 - 2010
46628YAA8	28,500,910	28,421,000	79,910	28,421,000	23,010,270	Q2 - 2010
16162WQJ1	14,765,648	14,736,272	29,376	14,736,272	14,512,186	Q2 - 2010
75406VAC7	11,538,870	11,380,500	158,370	11,380,500	10,327,290	Q2 - 2010
007036QM1	12,519,526	12,440,657	78,868	12,440,657	10,323,272	Q2 - 2010
126694W95	11,928,548	11,808,297	120,250	11,808,297	11,369,575	Q3 - 2010
12669GV40	7,483,517	7,430,440	53,077	7,430,440	7,205,629	Q3 - 2010
466247YK3	11,631,097	11,567,151	63,946	11,567,151	11,797,069	Q3 - 2010
36242D6C2	16,362,191	16,353,067	9,123	16,353,067	16,994,282	Q3 - 2010
32029AAE7	6,678,036	6,546,540	131,496	6,546,540	6,433,934	Q3 - 2010
75406VAC7	11,591,624	11,296,500	295,124	11,296,500	10,909,680	Q3 - 2010
12544AAS4	12,954,243	12,924,288	29,955	12,924,288	12,793,264	Q3 - 2010
36186MAC5	11,095,274	10,512,351	582,923	10,512,351	7,237,488	Q3 - 2010
32029AAE7	6,636,854	6,458,660	178,194	6,458,660	6,418,880	Q4 - 2010
225458FE3	3,565,049	3,562,982	2,067	3,562,982	3,366,573	Q4 - 2010
126671RX6	128,686	128,390	295	128,390	104,978	Q4 - 2010
161546FW1	2,593,581	2,592,268	1,314	2,592,268	2,628,973	Q4 - 2010

The gross unrealized investment losses and related fair value for impaired securities for which an other-than-temporary impairment has not been recognized as a realized loss were as follows:

	Less Than 12 Months		12 Months or Longer		Total	
	Fair Value	Gross Unrealized Loss	Fair Value	Gross Unrealized Loss	Fair Value	Gross Unrealized Loss
Loan-backed securities	\$ 12,834,610	\$ 72,970	\$ 666,191	\$ 13,158	\$ 13,500,801	\$ 86,128
Structured securities	56,061,865	330,009	253,976,570	15,233,978	310,038,435	15,563,987

When determining whether or not to recognize an other-than-temporary impairment, the Company considers estimated cash flows, the investee's current financial condition, liquidity, near term recovery prospects, and other relevant information, including the outlook for the business sectors in which the investee operates.

NOTES TO FINANCIAL STATEMENTS**E. Repurchase Agreements and/or Securities Lending Transactions:**

The Company requires collateral equal to at least 102% of the market value of the loaned security plus accrued interest. The Company accepts only cash as collateral for securities on loan and restricts the manner in which that cash is invested to U.S. Treasury securities and U.S. Treasury repurchase agreements.

Securities Lending as of December 31, 2010:

Aggregate Cash Collateral Reinvestment

<u>Maturity</u>	<u>Amortized Cost</u>	<u>Fair Value</u>
30 Days or Less	\$69,039,000	\$69,039,000

F. Real Estate:

Not applicable.

G. Investments in Low-Income Housing Tax Credits (LIHTC):

The Company has investments in certain state sponsored LIHTC properties. The state sponsored LIHTC property investments primarily generate premium tax credits which allow the Company to offset premium taxes in Georgia and are available through 2023.

Management of the Company is not aware of any of the LIHTC investments and related properties being the subject of any state regulatory reviews.

Current LIHTC investments do not exceed 10% of the Company's total net admitted assets.

6. JOINT VENTURES, PARTNERSHIPS AND LIMITED LIABILITY COMPANIES**A. Not applicable.**

B. Joint ventures, partnerships, and limited liability companies are recorded on a lag basis with changes in the Company's proportional share of equity recorded as an unrealized gain (loss), subject to testing for possible impairment. As part of the impairment testing process, the Company evaluates those assets for other-than-temporary impairments (OTTI) using financial information that is received from the respective joint venture, partnership, or limited liability company. The Company concluded that some of the aforementioned assets, as a result of deteriorating economic conditions, had OTTI and recorded a realized loss of \$107,634,314 with an offsetting entry to unrealized gains (losses). There was no impact to surplus as the change in unrealized gains (losses) was offset by the realized loss of the same amount.

7. INVESTMENT INCOME

A. Surplus excludes due and accrued investment income if amounts are over 180 days past due for mortgage loans and over 90 days past due for all other invested assets.

B. At December 31, 2010, the Company had no past due accrued investment income.

8. DERIVATIVE INSTRUMENTS

Not applicable.

9. INCOME TAXES

A. The components of the net deferred tax asset/(liability) at December 31 are as follows:

	<u>December 31, 2010</u>		
	<u>Ordinary</u>	<u>Capital</u>	<u>Total</u>
1. a) Gross deferred tax assets	\$ 844,267,322	\$ 85,143,185	\$ 929,410,507
b) Statutory valuation allowance adjustment	-	-	-
c) Adjusted gross deferred tax assets	844,267,322	85,143,185	929,410,507
d) Deferred tax liabilities (DTL)	(122,890,897)	(31,071,395)	(153,962,292)
e) Subtotal (net deferred tax assets)	721,376,425	54,071,790	775,448,215
f) Deferred tax assets nonadmitted	(320,601,520)	(53,501,304)	(374,102,824)
g) Net admitted deferred tax asset (liability)	<u>\$ 400,774,905</u>	<u>\$ 570,486</u>	<u>\$ 401,345,391</u>

	<u>December 31, 2009</u>		
	<u>Ordinary</u>	<u>Capital</u>	<u>Total</u>
a) Gross deferred tax assets	\$ 875,150,414	\$ 108,203,883	\$ 983,354,297
b) Statutory valuation allowance adjustment	-	-	-
c) Adjusted gross deferred tax assets	875,150,414	108,203,883	983,354,297
d) Deferred tax liabilities	(150,535,031)	(15,783,291)	(166,318,322)
e) Subtotal (net deferred tax assets)	724,615,383	92,420,592	817,035,975
f) Deferred tax assets nonadmitted	(313,537,384)	(86,557,413)	(400,094,797)
g) Net admitted deferred tax asset (liability)	<u>\$ 411,077,999</u>	<u>\$ 5,863,179</u>	<u>\$ 416,941,178</u>

	<u>Change</u>		
	<u>Ordinary</u>	<u>Capital</u>	<u>Total</u>
a) Gross deferred tax assets	\$ (30,883,092)	\$ (23,060,698)	\$ (53,943,790)
b) Statutory valuation allowance adjustment	-	-	-
c) Adjusted gross deferred tax assets	(30,883,092)	(23,060,698)	(53,943,790)
d) Deferred tax liabilities	27,644,134	(15,288,104)	12,356,030
e) Subtotal (net deferred tax assets)	(3,238,958)	(38,348,802)	(41,587,760)
f) Deferred tax assets nonadmitted	(7,064,136)	33,056,109	25,991,973
g) Net admitted deferred tax asset (liability)	<u>\$ (10,303,094)</u>	<u>\$ (5,292,693)</u>	<u>\$ (15,595,787)</u>

2. The Company has elected to admit deferred tax assets (DTA) pursuant to SSAP No. 10R for 2010 and 2009.

NOTES TO FINANCIAL STATEMENTS

3. The increase in the admitted DTA as the result of SSAP No. 10R is as follows:

	<u>With SSAP 10R (10e)</u>	<u>Without SSAP 10R (10e)</u>	<u>Change</u>
Admitted DTA – Ordinary	\$ 400,774,905	\$ 288,823,235	\$ 111,951,670
Admitted DTA – Capital	570,486	190,162	380,324
Total Admitted DTA	<u>\$ 401,345,391</u>	<u>\$ 289,013,397</u>	<u>\$ 112,331,994</u>

4. The amount of each result or component of the deferred tax calculation as determined in SSAP No. 10R paragraph 10 is as follows:

Admission Calculation Components SSAP No. 10R, paragraphs 10.a., 10.b., and 10.c.:	<u>December 31, 2010</u>		
	<u>Ordinary</u>	<u>Capital</u>	<u>Total</u>
a) Paragraph 10.a.	\$ 288,823,235	\$ -	\$ 288,823,235
b) Paragraph 10.b. (the lesser of paragraph 10.b.i. and 10.b.ii. below)	-	190,162	190,162
c) Paragraph 10.b.i.	-	190,162	190,162
d) Paragraph 10.b.ii.	xxxx	xxxx	670,849,694
e) Paragraph 10.c.	<u>122,890,897</u>	<u>31,071,395</u>	<u>153,962,292</u>
f) Total (a+b+e)	411,714,132	31,261,557	442,975,689
DTL netted against DTA	<u>(122,890,897)</u>	<u>(31,071,395)</u>	<u>(153,962,292)</u>
Total	<u>\$ 288,823,235</u>	<u>\$ 190,162</u>	<u>\$ 289,013,397</u>

Admission Calculation Components
SSAP No. 10R, paragraph 10.e.:

g) Paragraph 10.e.i.	\$ 370,566,625	\$ -	\$ 370,566,625
h) Paragraph 10.e.ii. (the lesser of paragraph 10.e.ii.a and 10.e.ii.b. below)	30,208,280	570,486	30,778,766
i) Paragraph 10.e.ii.a.	30,208,280	570,486	30,778,766
j) Paragraph 10.e.ii.b.	xxxx	xxxx	1,006,274,541
k) Paragraph 10.e.iii.	<u>122,890,897</u>	<u>31,071,395</u>	<u>153,962,292</u>
l) Total (g+h+k)	523,665,802	31,641,881	555,307,683
DTL netted against DTA	<u>(122,890,897)</u>	<u>(31,071,395)</u>	<u>(153,962,292)</u>
Total	<u>\$ 400,774,905</u>	<u>\$ 570,486</u>	<u>\$ 401,345,391</u>

Admission Calculation Components
SSAP No. 10R, paragraphs 10.a., 10.b., and 10.c.:

	<u>December 31, 2009</u>		
	<u>Ordinary</u>	<u>Capital</u>	<u>Total</u>
a) Paragraph 10.a.	\$ 288,842,291	\$ -	\$ 288,842,291
b) Paragraph 10.b. (the lesser of paragraph 10.b.i. and 10.b.ii. below)	-	1,954,393	1,954,393
c) Paragraph 10.b.i.	-	1,954,393	1,954,393
d) Paragraph 10.b.ii.	xxxx	xxxx	753,423,824
e) Paragraph 10.c.	<u>150,535,031</u>	<u>15,783,291</u>	<u>166,318,322</u>
f) Total (a+b+e)	439,377,322	17,737,684	457,115,006
DTL netted against DTA	<u>(150,535,031)</u>	<u>(15,783,291)</u>	<u>(166,318,322)</u>
Total	<u>\$ 288,842,291</u>	<u>\$ 1,954,393</u>	<u>\$ 290,796,684</u>

Admission Calculation Components
SSAP No. 10R, paragraph 10.e.:

g) Paragraph 10.e.i.	\$ 373,946,535	\$ -	\$ 373,946,535
h) Paragraph 10.e.ii. (the lesser of paragraph 10.e.ii.a. and 10.e.ii.b. below)	37,131,464	5,863,179	42,994,643
i) Paragraph 10.e.ii.a.	37,131,464	5,863,179	42,994,643
j) Paragraph 10.e.ii.b.	xxxx	xxxx	1,130,135,736
k) Paragraph 10.e.iii.	<u>150,535,031</u>	<u>15,783,291</u>	<u>166,318,322</u>
l) Total (g+h+k)	561,613,030	21,646,470	583,259,500
DTL netted against DTA	<u>(150,535,031)</u>	<u>(15,783,291)</u>	<u>(166,318,322)</u>
Total	<u>\$ 411,077,999</u>	<u>\$ 5,863,179</u>	<u>\$ 416,941,178</u>

Admission Calculation Components
SSAP No. 10R, paragraphs 10.a., 10.b., and 10.c.:

	<u>Change</u>		
	<u>Ordinary</u>	<u>Capital</u>	<u>Total</u>
a) Paragraph 10.a.	\$ (19,056)	\$ -	\$ (19,056)
b) Paragraph 10.b. (the lesser of paragraph 10.b.i. and 10.b.ii. below)	-	(1,764,231)	(1,764,231)
c) Paragraph 10.b.i.	-	(1,764,231)	(1,764,231)
d) Paragraph 10.b.ii.	xxxx	xxxx	(82,574,130)
e) Paragraph 10.c.	<u>(27,644,133)</u>	<u>15,288,104</u>	<u>(12,356,029)</u>
f) Total (a+b+e)	(27,663,189)	13,523,873	(14,139,316)
DTL netted against DTA	<u>27,644,133</u>	<u>(15,288,104)</u>	<u>(12,356,029)</u>
Total	<u>\$ (19,056)</u>	<u>\$ (1,764,231)</u>	<u>\$ (1,783,287)</u>

Admission Calculation Components
SSAP No. 10R, paragraph 10.e.:

g) Paragraph 10.e.i.	\$ (3,379,910)	\$ -	\$ (3,379,910)
h) Paragraph 10.e.ii. (the lesser of paragraph 10.e.ii.a. and 10.e.ii.b. below)	(6,923,184)	(5,292,693)	(12,215,877)
i) Paragraph 10.e.ii.a.	(6,923,184)	(5,292,693)	(12,215,877)
j) Paragraph 10.e.ii.b.	xxxx	xxxx	(123,861,195)
k) Paragraph 10.e.iii.	<u>(27,644,134)</u>	<u>15,288,104</u>	<u>(12,356,030)</u>
l) Total (g+h+k)	(37,947,228)	9,995,411	(27,951,817)
DTL netted against DTA	<u>27,644,134</u>	<u>(15,288,104)</u>	<u>12,356,030</u>
Total	<u>\$ (10,303,094)</u>	<u>\$ (5,292,693)</u>	<u>\$ (15,595,787)</u>

NOTES TO FINANCIAL STATEMENTS

Risk-based capital used in SSAP No. 10R, paragraph 10.d.:

	<u>December 31, 2010</u>	<u>December 31, 2009</u>	<u>Change</u>
Total adjusted capital	\$ 6,907,516,432	\$ 8,196,107,730	\$ (1,288,591,298)
Authorized control level risk-based capital	1,260,063,594	1,341,372,178	(81,308,584)

5. SSAP No. 10R, paragraphs 10.a., 10.b., and 10.c.:

December 31, 2010

	<u>Ordinary</u>	<u>Capital</u>	<u>Total</u>
a) Admitted DTA	\$ 288,823,235	\$ 190,162	\$ 289,013,397
b) Admitted assets	xxxx	xxxx	21,109,473,033
c) Adjusted statutory surplus (surplus used for limitation)	xxxx	xxxx	6,708,496,941
d) Total adjusted capital from DTA	xxxx	xxxx	112,331,994

Increases due to SSAP No. 10R, paragraph 10.e.:

e) Admitted DTA	111,951,670	380,324	112,331,994
f) Admitted assets	111,951,670	380,324	112,331,994
g) Statutory surplus	111,951,670	380,324	112,331,994

December 31, 2009

SSAP No. 10R, paragraphs 10.a., 10.b., and 10.c.:

	<u>Ordinary</u>	<u>Capital</u>	<u>Total</u>
a) Admitted DTA	\$ 288,842,291	\$ 1,954,393	\$ 290,796,684
b) Admitted assets	xxxx	xxxx	22,208,649,149
c) Adjusted statutory surplus (surplus used for limitation)	xxxx	xxxx	7,534,238,240
d) Total adjusted capital from DTA	xxxx	xxxx	126,144,494

Increases due to SSAP No. 10R, paragraph 10.e.:

e) Admitted DTA	122,235,708	3,908,786	126,144,494
f) Admitted assets	122,235,708	3,908,786	126,144,494
g) Statutory surplus	122,235,708	3,908,786	126,144,494

Change

SSAP No. 10R, paragraphs 10.a., 10.b., and 10.c.:

	<u>Ordinary</u>	<u>Capital</u>	<u>Total</u>
a) Admitted DTA	\$ (19,056)	\$ (1,764,231)	\$ (1,783,287)
b) Admitted assets	xxxx	xxxx	(1,099,176,116)
c) Adjusted statutory surplus (surplus used for limitation)	xxxx	xxxx	(825,741,299)
d) Total adjusted capital from DTA	xxxx	xxxx	(13,812,500)

Increases due to SSAP No. 10R, paragraph 10.e.:

e) Admitted DTA	(10,284,038)	(3,528,462)	(13,812,500)
f) Admitted assets	(10,284,038)	(3,528,462)	(13,812,500)
g) Statutory surplus	(10,284,038)	(3,528,462)	(13,812,500)

December 31, 2010

6. Impact of Tax Planning Strategies:

	<u>Ordinary Percent</u>	<u>Capital Percent</u>	<u>Total</u>
a) Adjusted gross DTA (% of total adjusted gross DTA)	0%	0%	0%
b) Net admitted adjusted gross DTA (% of total net admitted adjusted gross DTA)	0%	0%	0%

B. DTL not recognized for the following amounts:

Not applicable.

C. The provisions for incurred tax on earnings are as follows:

	<u>December 31, 2010</u>	<u>December 31, 2009</u>	<u>Change</u>
1. Federal	\$ 182,592,017	\$ 233,540,581	\$ (50,948,564)
Foreign	226,958	655,081	(428,123)
Subtotal	182,818,975	234,195,662	(51,376,687)
Federal income taxes on net capital gains	3,705,376	(13,486,641)	17,192,017
Federal and foreign income taxes incurred	<u>\$ 186,524,351</u>	<u>\$ 220,709,021</u>	<u>\$ (34,184,670)</u>

2. The tax effects of temporary differences that give rise to significant portions of the DTA and DTL are as follows:

	<u>December 31, 2010</u>	<u>December 31, 2009</u>	<u>Change</u>
DTA:			
<u>Ordinary:</u>			
Discounting of unpaid losses	\$ 230,358,678	\$ 253,396,992	\$ (23,038,314)
Unearned premium reserve	139,523,143	133,054,239	6,468,904
Investments	21,996,086	63,615,198	(41,619,112)
Fixed assets	134,296,679	122,677,944	11,618,735
Compensation and benefits accrual	138,705,584	141,845,952	(3,140,368)
Non-admitted assets	137,837,981	110,755,386	27,082,595
Other	41,549,171	49,804,703	(8,255,532)
Total DTA - ordinary	844,267,322	875,150,414	(30,883,092)
Statutory valuation allowance adjustment	-	-	-
Nonadmitted DTA	(320,601,520)	(313,537,384)	(7,064,136)
Admitted ordinary DTA	<u>\$ 523,665,802</u>	<u>\$ 561,613,030</u>	<u>\$ (37,947,228)</u>

NOTES TO FINANCIAL STATEMENTS

Capital:			
Investments	\$ 85,143,185	\$ 108,203,883	\$ (23,060,698)
Total DTA – capital	85,143,185	108,203,883	(23,060,698)
Statutory valuation allowance adjustment	-	-	-
Nonadmitted DTA	<u>(53,501,304)</u>	<u>(86,557,413)</u>	<u>33,056,109</u>
Admitted capital DTA	31,641,881	21,646,470	9,995,411
Total admitted DTA	<u>\$ 555,307,683</u>	<u>\$ 583,259,500</u>	<u>\$ (27,951,817)</u>

DTL:

Ordinary:			
Investments	\$ 85,765,270	\$ 119,071,308	\$ (33,306,038)
Compensation and benefits accrual	20,685,297	13,059,700	7,625,597
Other	<u>16,440,330</u>	<u>18,404,023</u>	<u>(1,963,693)</u>
Total ordinary DTL	<u>122,890,897</u>	<u>150,535,031</u>	<u>(27,644,134)</u>

Capital:			
Investments	\$ 31,071,395	\$ 15,783,291	\$ 15,288,104
Total capital DTL	31,071,395	15,783,291	15,288,104
Total DTL	<u>153,962,292</u>	<u>166,318,322</u>	<u>(12,356,030)</u>
Net admitted DTA/(DTL)	<u>\$ 401,345,391</u>	<u>\$ 416,941,178</u>	<u>\$ (15,595,787)</u>

- Deferred income taxes do not include any benefit from investment tax credits.
- Deferred income taxes include a benefit of \$0 from net operating losses.
- There are no adjustments to a DTA or DTL for enacted changes in tax laws or rates or a change in the tax status of the Company.
- There are no adjustments to gross DTA because of change in circumstances that causes a change in judgment about the realizability of the related DTA.

The change in net deferred income taxes is comprised of the following:

	<u>December 31, 2010</u>	<u>December 31, 2009</u>	<u>Change</u>
Total DTA	\$ 929,410,507	\$ 983,354,297	\$ (53,943,790)
Total DTL	(153,962,292)	(166,318,322)	12,356,030
Net DTA/(DTL)	<u>\$ 775,448,215</u>	<u>\$ 817,035,975</u>	(41,587,760)
Tax effect of unrealized gains (losses)			43,733,810
Liquidation of subsidiaries			(446,774)
Change in net deferred income tax			<u>\$ 1,699,276</u>

- The provision for federal and foreign income taxes incurred is different from that which would be obtained by applying the statutory federal income tax rate before income tax. The significant items causing this difference are as follows:

	<u>December 31, 2010</u>
Pretax net income (loss)	\$ 1,563,010,601
Taxes at statutory rate	\$ 547,053,710
Increase (decrease) attributable to:	
Nontaxable investment income	(348,449,657)
Nonadmitted assets	(42,078,674)
Other	28,299,696
	<u>\$ 184,825,075</u>
Federal and foreign taxes incurred	\$ 186,524,351
Change in net deferred taxes	(1,699,276)
Total statutory income tax	<u>\$ 184,825,075</u>
Effective tax rate	11.8%

- The Company has no operating loss or tax credit carryforwards available for tax purposes.
 - The Company has \$199,662,039 and \$218,922,866 of federal income tax from the current and prior tax year respectively, available for recoupment in the event of future losses.
 - The Company has no protective tax deposits with the Internal Revenue Service under Section 6603 of the Internal Revenue Service Code.
- The Company is included in a consolidated federal income tax return with its ultimate parent company, The Travelers Companies, Inc. (TRV). A list of the entities included with the Company in a consolidated federal income tax return filing is attached.
 - The Company is a party to a tax allocation agreement that sets forth the manner in which total consolidated federal income tax is allocated among companies included in the consolidated return. Member companies included in the TRV consolidated return are allocated taxes annually based upon their separate taxable income. Companies with a current federal income tax receivable from TRV will receive settlement to the extent that such receivables are for tax benefits that have been utilized in the consolidated federal income tax return. Member companies are reimbursed by TRV in the event the Internal Revenue Service levies upon a member's assets for unpaid taxes in excess of the amount specifically allocated to a member.

In the event that the consolidated group develops an Alternative Minimum Tax (AMT), each company with an AMT on a separate company basis will be allocated a portion of the consolidated AMT. Settlement of the AMT will be made in the same manner and timing as the regular federal income tax.

NOTES TO FINANCIAL STATEMENTS

10. INFORMATION CONCERNING PARENT, SUBSIDIARIES, AFFILIATES AND OTHER RELATED PARTIES

- A-C. (1) On December 1, 2010, the Company purchased \$79.7 million and \$50.5 million of securities from its affiliates, Travelers Casualty and Surety Company of America and St. Paul Fire and Marine Insurance Company (Fire and Marine), respectively. See Schedule D – Part 3 for additional detail.
- (2) On November 1, 2010 in accordance with a "Plan of Merger" and in connection with and as part of a series of related transactions as contemplated by and described in the "Agreement and Plan of Restructuring" by and among Fidelity and Guaranty Insurance Underwriters, Inc. (FGIU), Travelers Auto Insurance Co. of New Jersey (TNJ), United States Fidelity and Guaranty Company (USF&G), Fire and Marine, TRV, Travelers Property Casualty Corp. (TPC), Travelers Insurance Group Holdings Inc. (TIGHI), the Company, and First Trenton Indemnity Company (FTI), TNJ merged with and into FGIU. At the time of this merger TNJ had a statutory carrying value of \$65,657,328.

As part of these transactions, FTI distributed 100% of the common shares of TNJ to its parent, the Company which in turn distributed these same shares to TIGHI. TIGHI then distributed 100% of the common shares of TNJ to its sole shareholder, TPC which in turn distributed these same shares to TRV. Each of these transactions qualifies as a tax-free spin-off distribution under Section 355 of the Internal Revenue Code.

In accordance with the "Plan of Merger", TNJ then merged with and into FGIU at which time all issued and outstanding shares of TNJ were converted into and exchanged for 84,349 shares of FGIU. TRV then contributed all common stock shares received in the exchange to Fire and Marine which in turn contributed these shares to its subsidiary, USF&G. Following this merger, USF&G continues to own 100% of the issued and outstanding common stock of FGIU. The statutory merger method was utilized in merging the two entities, of which FGIU was the surviving entity.

- (3) On March 17, 2010, the Company purchased \$168.7 million of securities from its affiliate Travelers Casualty and Surety Company. See Schedule D – Part 3 for additional detail.
- (4) Effective January 1, 2010, in accordance with the "Agreement and Plan of Merger" dated December 9, 2009, TINDY RE Investments Inc. merged with and into its sole shareholder, the Company, with the Company being the surviving entity. This merger had no impact on the Company's surplus. All required regulatory approvals were obtained prior to the merger.
- (5) On January 1, 2010 the Company purchased TPC UK Investments LLC, from its affiliate TPC Investments Inc. at a cost of \$63 million.

Schedule Y - Part 2 summarizes the net flow of funds among affiliates for various types of transactions between affiliates. Regulatory prior approval and/or prior notification has been satisfied for any transaction requiring such action.

The following are general business arrangements that result in or are used for transactions with affiliates in the normal course of business:

- The principal banking functions for the property-casualty operations of TRV and some or all of its affiliated property-casualty insurance companies are handled by the Company. Settlements between the companies are made at least monthly.
- TRV maintains a private short-term investment pool, known as the Travelers Money Market Liquidity Pool (TRVMMLP), in which affiliated companies may participate. This pool is managed by the Company. Each company may convert its position in the pool into cash at any time and may also use its position in the pool to settle transactions with other affiliated participants in the pool. The position of each company in the pool is calculated and adjusted daily. Each participating insurance company carries its share of the pool as a short-term investment in Schedule DA. At December 31, 2010 and 2009, the TRVMMLP totaled \$5.4 billion and \$4.6 billion, respectively.

- D. (1) At December 31, 2010 and 2009, the Company had \$321,543,539 and \$372,341,427 payable to affiliates, respectively. Accounts between and among the Company and its affiliates are settled on a daily basis through the TRVMMLP or cash. Any items open at the end of the month are settled in the following month.
- (2) As described in Note 1, in 2010 the Company changed the presentation of the reporting for unsettled affiliated reinsurance balances in the balance sheet.

The Company participates in an intercompany reinsurance pooling agreement as described in Note 26. The following represents the unsettled balances resulting from affiliated reinsurance that are reported in the respective balance sheet accounts:

	<u>December 31, 2010</u>	<u>December 31, 2009</u>
Uncollected premiums and agents' balances in course of collection	\$ 446,535,153	\$ 400,889,425
Amounts recoverable from reinsurers	1,056,778,990	865,477,648
Reinsurance payable on paid losses and loss adjustment expenses	1,132,305,808	958,445,347

These balances were settled net through the intercompany settlement process during January 2011 and January 2010, respectively.

- E. The Company has not provided any guarantees for the benefit of an affiliate which would result in a material contingent exposure for the Company or any affiliated insurer's assets to liabilities, to the extent not disclosed in Note 14.
- F. Material management or service contracts and cost sharing arrangements, involving the Company or any affiliate, other than cost allocation arrangements:

TYPE OF CONTRACT AND DESCRIPTION	SERVICING COMPANY	OTHER PARTY
Service Expense Reimbursement	The Travelers Companies, Inc.	The Travelers Indemnity Company
Expense Allocation	The Travelers Indemnity Company	Travelers P&C ¹
Reinsurance Allocation	The Travelers Indemnity Company	Travelers P&C ¹
Corporate Services	The Travelers Indemnity Company	First Floridian Auto and Home Insurance Company
Corporate Services	The Travelers Indemnity Company	The Premier Insurance Company of Massachusetts
Corporate Services	The Travelers Indemnity Company	First Trenton Indemnity Company

NOTES TO FINANCIAL STATEMENTS

¹ "Travelers P&C" includes The Travelers Indemnity Company and some or all of its insurance subsidiaries and affiliates.

- G. All of the issued and outstanding common stock of the Company is owned by TIGHI, which in turn is indirectly owned by TRV, a publicly traded insurance holding company, the organization of which is shown in Schedule Y - Part 1.
- H. Not applicable.
- I. Not applicable.
- J. Not applicable.
- K. Not applicable.
- L. The Company directly owns Jupiter Holdings, Inc. (Jupiter), a downstream noninsurance holding company. Jupiter directly owns American Equity Insurance Company (American Equity), an Arizona domiciled insurer, and Northland Insurance Company (Northland), a Connecticut domiciled insurer. American Equity directly owns American Equity Specialty Insurance Company (American Equity Specialty), a Connecticut domiciled insurer. Northland directly owns Northfield Insurance Company (Northfield), an Iowa domiciled insurer, and Northland Casualty Company (Northland Casualty), a Connecticut domiciled insurer.

- (1) The carrying value of the Company's investment in Jupiter was \$685,304,471 at December 31, 2010.
- (2) The Company has not obtained an audit of Jupiter's financial statements.
- (3) The Company has limited the carrying value of its investment in Jupiter to the value contained in the statutory audited financial statements of American Equity and Northland, including any adjustments required by SSAP No. 97, *Investments in Subsidiary, Controlled and Affiliated Entities, A Replacement of SSASP No. 88*.
- (4) Jupiter does not have any material assets other than the ownership of its insurance subsidiaries. Jupiter does not have any material direct liabilities, commitments, contingencies, guarantees or obligations that are required to be reported.

11. DEBT

Not applicable.

12. RETIREMENT PLANS, DEFERRED COMPENSATION, POSTEMPLOYMENT BENEFITS AND COMPENSATED ABSENCES AND OTHER POSTRETIREMENT BENEFIT PLANS

A. Defined Benefit Plans:

Not applicable.

B. Defined Contribution Plans:

Not applicable.

C. Multiemployer Plans:

Not applicable.

D. Consolidated/Holding Company Plans:

1. Employee Retirement Plans:

The Company participates in a qualified noncontributory defined benefit pension plan sponsored by TRV that provides benefits, primarily under a cash balance formula, for substantially all employees of the Company and its property-casualty affiliates. In addition the Company participates in a nonqualified defined benefit pension plan sponsored by TRV which covers certain highly-compensated employees of the Company and its property-casualty affiliates. The Company has no legal obligation for benefits under these plans. The Company is charged for its allocable share of pension expense for these plans based on its allocated and/or direct salary costs in accordance with an expense allocation agreement. The Company's allocated share of the pension expense was \$18,553,387 and \$10,266,995 for 2010 and 2009, respectively.

2. Postretirement Benefit Plan:

The Company participates in a postretirement health and life insurance benefit plan sponsored by TRV for employees of the Company and its property-casualty affiliates that satisfy certain age and service requirements and for certain retirees. The Company has no legal obligation for benefits under this plan. The Company is charged for its allocable share of postretirement benefit expense for this plan based on its allocated and/or direct salary costs in accordance with an expense allocation agreement. The Company's allocated share of the postretirement benefit expense was \$2,707,883 and \$3,295,796 for 2010 and 2009, respectively.

3. Deferred Compensation Plans:

The Company participates in a 401(k) savings plan sponsored by TRV for substantially all employees of the Company and its property-casualty affiliates. The Company has no legal obligation for benefits under this plan. The Company is charged for its allocable share of expense for this plan based on its allocated and/or direct salary costs in accordance with an expense allocation agreement. The Company's allocated share of the 401(k) savings plan expense was \$19,436,938 and \$20,692,880 for 2010 and 2009, respectively.

E. Postemployment Benefits and Compensated Absences:

Not applicable.

F. Impact of Medicare Modernization Act on Postretirement Benefits:

Not applicable.

13. CAPITAL AND SURPLUS, DIVIDEND RESTRICTIONS AND QUASI-REORGANIZATIONS

The Company has 150,000 shares of common capital stock authorized and 107,907 shares issued and outstanding with a par value of \$100 per share.

The Company paid ordinary dividends of \$450 million and extraordinary dividends of \$1.890 billion for a total of \$2.340 billion in 2010, to its parent company, TIGHI. In 2009, the Company paid ordinary dividends of \$1.25 billion to TIGHI.

NOTES TO FINANCIAL STATEMENTS

Dividends to shareholders and the proportion of the profits of the Company that may be paid to shareholders are not limited by charter. The maximum amount of dividends which can be paid by Connecticut insurance companies to shareholders without prior approval of the domiciliary Insurance Commissioner is subject to restrictions relating to statutory surplus or net income. The maximum amount of dividends to shareholders that can be made by the end of 2011 without prior approval is \$1,376,486,000. However, TRV may decide to accelerate the timing within 2011 and/or increase the amount of dividends from its subsidiaries in 2011 which could result in certain of the Company's dividends being subject to approval by the Connecticut Insurance Department.

There are no restrictions on the use of the Company's unassigned surplus and such surplus is held for the benefit of the shareholder.

The change in the balance of special surplus from retroactive reinsurance is a result of ongoing activity occurring in 2010. See Note 23F for additional detail. In addition, special surplus was generated in 2009 from the Company's adoption of SSAP No. 10R. These additional admitted DTA's have fluctuated from prior year and are segregated as an aggregate write-in for special surplus funds. See Note 9 for additional detail.

Unassigned funds or surplus has been increased by cumulative net unrealized gains of \$1,227,564,482.

14. CONTINGENCIES

A. Contingent Commitments:

At December 31, 2010, the Company had commitments to fund investments of \$217.8 million.

B. Assessments:

The Company has accrued liabilities of \$54.8 million for guaranty fund and other insurance-related assessments (primarily second injury fund assessments) and related recoverables of \$1.5 million at December 31, 2010. The assessments are expected to be paid over a period ranging from one year to the life expectancy of certain workers' compensation claimants and the recoverables are expected to occur over the same period of time.

C. Gain Contingencies:

On August 20, 2010, in a reinsurance dispute in New York state court captioned *United States Fidelity & Guaranty Company v. American Re-Insurance Company et al.*, the trial court granted summary judgment for USF&G, awarding it \$251 million, plus pre-judgment interest in the amount of \$166 million. As USF&G is a participant in the Travelers Reinsurance Pool (TRV Pool), any recoverable is subject to the participation percentages of the TRV Pool (see Note 26). Accordingly, the Company's respective TRV Pool participation share of the \$251 million awarded by the court represents the amounts owed to the Company under the terms of the reinsurance agreements, and is reported as part of amounts recoverable from reinsurers. The Company's respective TRV Pool participation share of the interest awarded by the Court is treated for accounting purposes as a gain contingency in accordance with SSAP No. 5, *Liabilities, Contingencies and Impairment of Assets*, and accordingly has not been recognized in the Company's statutory financial statements.

D. Claims Related Extra Contractual Obligation and Bad Faith Losses Stemming from Lawsuits:

The Company paid \$1,819,263 in the reporting period on fourteen claims to settle claims related extra contractual obligations or bad faith claims stemming from lawsuits. The claim count information provided herein is disclosed on a per claim direct basis.

E. All Other Contingencies:

The Company has purchased annuities from life insurance companies to fund structured settlements. For a discussion of the Company's contingent liabilities for structured settlements, see Note 27.

In the process of selling business entities to third parties, the Company has agreed to indemnify purchasers for losses arising out of breaches of representations and warranties with respect to the business entities being sold, covenants and obligations of the Company and/or its subsidiaries following the close, and in certain cases obligations arising from undisclosed liabilities, imposition of additional taxes due to either a change in the tax law or an adverse interpretation of the tax law. Such indemnification provisions generally survive for periods ranging from the applicable closing date to the expiration of the relevant statutes of limitations, no term or in some cases agreed upon limitations. Certain of these contingent obligations are subject to deductibles which have to be incurred by the obligee before the Company is obligated to make payments.

In the ordinary course of business, the Company is a defendant or codefendant in various litigation matters. Although there can be no assurances, as of December 31, 2010, the Company believes, based on information currently available, that the ultimate resolution of these legal proceedings would not be likely to have a material adverse effect on its net income, financial condition or liquidity.

For a discussion of contingencies related to asbestos and environmental reserves, see Note 33.

15. LEASES

A. Lessee Leasing Arrangements:

1. At December 31, 2010, the Company is a party to various lease agreements for office space, data processing equipment, automobiles and office equipment. The office space and data processing equipment leases are for various periods of time. The other leases generally do not exceed five years. Total rental expense under operating leases for the Company for 2010 and 2009 was \$159,712,423 and \$155,076,140, respectively. Rental expenses incurred by the Company are subject to an intercompany expense allocation agreement.

There are numerous leases with renewal terms, none of which are material to the Company.

2. Aggregate future minimum rental payments for leases having initial or remaining noncancelable lease terms in excess of one year for the Company totaled \$499,057,391 at December 31, 2010. Future minimum rental payments for each of the five succeeding years are as follows:

Year	<u>Operating Leases</u>
2011	\$132,356,201
2012	114,974,181
2013	82,339,678
2014	64,673,216
2015	50,913,481

At December 31, 2010, aggregate future minimum rental payments to be received by the Company under noncancelable subleases totaled \$997,904.

NOTES TO FINANCIAL STATEMENTS

3. Sale-Leaseback Transactions:

On June 28, 2007, the Company completed a sale-leaseback transaction which resulted in a realized gain of \$639,574. Future minimum rental payments are as follows:

<u>Year</u>	<u>Operating Lease</u>
2011	453,830
2012	229,015

The lease expires on June 30, 2012.

B. Lessor's Business Activities:

Leasing is not a significant part of the Company's business activities.

16. INFORMATION ABOUT FINANCIAL INSTRUMENTS WITH OFF-BALANCE-SHEET RISK AND FINANCIAL INSTRUMENTS WITH CONCENTRATIONS OF CREDIT RISK

In the normal course of business, the Company has unfunded commitments to partnerships and limited liability companies. The off-balance-sheet risks of these financial instruments were \$217.8 million at December 31, 2010.

In prior years, the Company underwrote insurance guaranteeing the structured settlements of certain life insurers. Also in past years, the Company underwrote financial guarantee insurance representing the Company's participation in the Municipal Bond Insurance Association's (MBIA) guarantee of municipal bond obligations. See Note 36 for additional discussion.

17. SALE, TRANSFER AND SERVICING OF FINANCIAL ASSETS AND EXTINGUISHMENTS OF LIABILITIES

A. Transfers of Receivables Reported as Sales:

Not applicable.

B. Transfer and Servicing of Financial Assets:

The Company engages in securities lending activities from which it generates net investment income from the lending of certain of its investments to other institutions for short periods of time. Borrowers of these securities provide collateral equal to at least 102% of the market value of the loaned securities plus accrued interest. This collateral is held by a third party custodian, and the Company has the right to access the collateral only in the event that the institution borrowing the Company's securities is in default under the lending agreement. The loaned securities remain a recorded asset of the Company. The Company accepts only cash as collateral for securities on loan and restricts the manner in which that cash is invested to U.S. Treasury securities and U.S. Treasury repurchase agreements. These securities typically have a duration of 1 day. See Schedule D – Part 1 for identification and description of securities on loan.

C. Wash Sales:

Not applicable.

18. GAIN OR LOSS TO THE REPORTING ENTITY FROM UNINSURED PLANS AND THE UNINSURED PORTION OF PARTIALLY INSURED PLANS

Not applicable.

19. DIRECT PREMIUMS WRITTEN/PRODUCED BY MANAGING GENERAL AGENTS/THIRD PARTY ADMINISTRATORS

The Company did not have any direct premiums written through managing general agents (as defined in Appendix A-225 of the NAIC *Accounting Practices and Procedures Manual*) or third party administrators.

20. FAIR VALUE MEASUREMENTS

(1) Assets measured at Fair Value as of December 31, 2010:

<u>Description</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Bonds				
Industrial and Miscellaneous	\$ -	71,889,178	22,148,499	\$ 94,037,677
Special Revenue	-	6,893,150	-	6,893,150
Total Bonds	-	78,782,328	22,148,499	100,930,827
Preferred Stock				
Non-redeemable Preferred Stock	66,819,810	-	-	66,819,810
Redeemable Preferred Stock	6,556,918	-	-	6,556,918
Total Preferred Stock	73,376,728	-	-	73,376,728
Common Stock	31,828,319	105,405	-	31,933,724
Other than Invested Assets	-	-	4,442,455	4,442,455
Total Assets at Fair Value	\$105,205,047	78,887,733	26,590,954	\$210,683,734

There were no significant transfers between level 1 and level 2.

NOTES TO FINANCIAL STATEMENTS

(2) Assets measured at fair value using significant unobservable inputs:

	Balance at 01/01/2010	Transfers in level 3	Transfers out level 3	Total gains and (losses) included in net income	Total gains and (losses) included in surplus	Purchases Issuance, sales and settlements	Balance at 12/31/2010
Bonds	\$ 27,079,269	-	(3,145,606)	57,652	523,751	(2,366,567)	\$ 22,148,499
Other than Invested Assets	-	-	-	-	-	4,442,455	4,442,455
Total	\$ 27,079,269	-	(3,145,606)	57,652	523,751	2,075,888	\$ 26,590,954

The Company transfers securities out of level 3 when it is able to obtain market observable data. The Company recognizes these transfers at the end of the period.

(3) Not applicable.

(4) Bonds and preferred stocks were carried at fair value under the lower of cost or market requirement. These securities were generally priced by the SVO or by a third party organization.

The Company holds common stock where fair value is based on observable market information rather than market quotes. Accordingly, the estimates of fair value for such common stock are included in the amount disclosed in level 2 of the hierarchy.

21. OTHER ITEMS

A. Extraordinary Items:

Not applicable.

B. Troubled Debt Restructuring:

Not applicable.

C. Other Disclosures:

The Company elected to use rounding in reporting amounts in this statement.

2010 Schedule P:

The 2000 and prior "Total Net Losses and Expenses Unpaid" (Schedule P - Part 1, Column 24, Line 1) is separately reported to accident year as follows (in thousands):

Schedule P	Accident Years					1996 & Prior
	2000	1999	1998	1997	1996	
Part 1A	\$ 150	\$ (148)	\$ 157	\$ 180	\$ 465	
Part 1B	996	(401)	240	277	63,083	
Part 1C	1,915	2,124	852	99	5,116	
Part 1D	101,683	76,634	90,482	72,685	810,762	
Part 1E	12,424	16,676	12,311	7,363	69,143	
Part 1F - Section 1	2,081	534	153	209	998	
Part 1F - Section 2	7,654	4,501	740	2,314	4,849	
Part 1G	1,622	599	833	690	3,357	
Part 1H - Section 1	20,389	24,717	15,876	8,253	492,850	
Part 1H - Section 2	8,690	4,137	4,719	3,968	21,228	
Part 1M	507	114	-	-	35	
Part 1N	1,162	1,106	458	273	790	
Part 1O	16,738	12,513	8,498	5,675	139,445	
Part 1P	680	587	29	89	115	
Part 1R - Section 1	14,253	14,287	6,099	3,792	355,528	
Part 1R - Section 2	13	157	47	350	2,430	

The following loss and/or LAE reserves have been assumed / (ceded) under retroactive reinsurance agreements. They are reported here by line of business and accident year to facilitate loss discounting under Internal Revenue Code Section 846 (in thousands):

	2002	2001	2000	1999	1998	1997	1996	1995	1994
Commercial Auto	\$ (244)	\$ (382)	\$ (36)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Workers' Compensation	(2,156)	(1,391)	(420)	(14,053)	-	(324)	-	-	-
Commercial Multiple Peril	-	-	-	-	-	-	-	-	-
Medical Malpractice - CM	-	-	(6,451)	-	-	-	-	-	-
Special Liability	(5)	-	-	-	-	-	-	-	-
Other Liability - Occ	(1,165)	(1)	-	-	-	-	-	-	(40)
Other Liability - CM	-	(1,673)	-	-	-	-	-	-	-
Special Property	(19)	-	-	-	-	-	-	-	-
Other	(2)	-	-	-	-	-	-	-	-
Reinsurance A	(114)	-	-	-	-	-	-	-	-
Reinsurance B	(1,628)	-	-	-	-	-	-	-	-

D. Uncollectible Premium Balances:

Not applicable.

E. Business Interruption Insurance Recoveries:

Not applicable.

F. State Transferable Tax Credits:

The Company holds \$6,000,000 in Tennessee state transferable tax credits. These state tax credits are carried at \$4,442,455. The utilization of these credits begins in the second quarter of 2012 and is anticipated to end in the first quarter of 2020. The Company estimated the utilization of these tax credits by projecting future premium and the corresponding premium tax liability.

NOTES TO FINANCIAL STATEMENTS**G. Subprime Mortgage Related Risk Exposure:**

The Company defines exposure to subprime mortgage-backed securities as investments which contain loans to borrowers that exhibit one or more of the following characteristics at the time of issuance:

- low FICO scores,
- above prime interest rates,
- high loan-to-value ratios,
- high debt-to-income ratios,
- low loan documentation (e.g. limited or no verification of income and assets), or
- other characteristics that are inconsistent with conventional underwriting standards employed by government sponsored mortgage entities.

In addition, because of their high loan-to-value ratios, the Company has categorized second-lien mortgage-backed securities as subprime, regardless of the credit characteristics of the borrower on the underlying mortgage.

The Company reviews the credit characteristics of the loans that back these mortgage-backed securities when making the determination to categorize them as subprime exposure. Since the primary purpose of the investment portfolio is to fund future claim payments, the Company employs a conservative investment philosophy. In applying this philosophy to structured securities, including subprime mortgage-backed securities, the Company favors the purchase of senior credit tranches over junior or leveraged credit tranches.

Overall exposure to subprime mortgage-backed securities is sufficiently small in that the Company would likely have other securities available for liquidity needs. The Company utilizes discounted cash flow valuation analysis in its regular, ongoing review of its existing subprime mortgage portfolio, as well as in its analysis of subprime mortgage-backed bonds for purchase. Based upon the credit performance of mortgages within each securitization, the Company projects voluntary prepayments, defaults and loss severity to estimate any expected losses.

Exposure through investments in subprime securities directly held by the Company is as follows:

a. Actual cost	\$122,998,416
b. Book adjusted carrying value	124,149,846
c. Fair value	126,464,471
d. Other-than-temporary impairments	20,311,227

22. EVENTS SUBSEQUENT

The Company had no material subsequent events through February 11, 2011.

23. REINSURANCE**A. Unsecured Reinsurance Recoverables:****1. Affiliated Company Recoverables:**

The Company participates in the TRV Pool and/or other reinsurance programs with affiliates and takes credit for reinsurance ceded directly and indirectly to these companies. The unsecured aggregate recoverables for ceded losses, loss adjustment expenses and unearned premiums at December 31, 2010, in connection with reinsurance agreements among affiliated insurers, were as follows:

Reinsurance balances ceded to affiliates and recoverable by The Travelers Indemnity Company (06-0566050):

<u>Company</u>	<u>F.E.I.N.</u>	<u>Amount</u>
St. Paul Fire and Marine Insurance Company	41-0406690	\$ 11,232,876,589
Travelers Casualty and Surety Company	06-6033504	9,279,398,667
The Phoenix Insurance Company	06-0303275	2,257,936,201
The Standard Fire Insurance Company	06-6033509	2,188,399,477
United States Fidelity and Guaranty Company	52-0515280	1,992,117,530
Travelers Casualty Insurance Company of America	06-0876835	1,232,980,676
Farmington Casualty Company	06-1067463	668,343,092
The Travelers Indemnity Company of Connecticut	06-0336212	619,047,506
The Automobile Insurance Company of Hartford, Connecticut	06-0848755	618,668,943
The Charter Oak Fire Insurance Company	06-0291290	574,007,179
Northland Insurance Company	41-6009967	551,293,169
St. Paul Surplus Lines Insurance Company	41-1230819	397,393,187
The Travelers Indemnity Company of America	58-6020487	347,783,167
St. Paul Protective Insurance Company	36-2542404	262,089,067
Northfield Insurance Company	41-0983992	234,823,238
Travelers Casualty Company of Connecticut	06-1286266	212,244,068
Travelers Commercial Insurance Company	06-1286268	212,244,068
Travelers Commercial Casualty Company	95-3634110	212,201,885
St. Paul Mercury Insurance Company	41-0881659	184,565,506
Travelers Property Casualty Company of America	36-2719165	163,986,947
Travelers Property Casualty Insurance Company	06-1286274	135,474,942
Athena Assurance Company	41-1435765	130,959,098
St. Paul Medical Liability Insurance Company	41-1435766	130,959,098
Travelers Personal Security Insurance Company	06-1286264	121,927,435
Travelers Personal Insurance Company	36-3703200	121,927,435
Travelers Excess and Surplus Lines Company	06-1203698	121,927,435
TravCo Insurance Company	35-1838077	121,927,435
The Travelers Home and Marine Insurance Company	35-1838079	121,927,435
Discover Property & Casualty Insurance Company	36-2999370	63,268,632
Discover Specialty Insurance Company	52-1925132	63,221,620
Northland Casualty Company	94-6051964	63,221,620
St. Paul Guardian Insurance Company	41-0963301	45,158,302
American Equity Specialty Insurance Company	86-0868106	45,152,061
Fidelity and Guaranty Insurance Underwriters, Inc.	52-0616768	45,139,267
Total		<u>\$ 34,774,591,977</u>

NOTES TO FINANCIAL STATEMENTS

Reinsurance balances assumed by The Travelers Indemnity Company and recoverable by the following affiliated insurers:

<u>Company</u>	<u>F.E.I.N.</u>	<u>Amount</u>
Travelers Property Casualty Company of America	36-2719165	\$ 9,184,203,454
St. Paul Fire and Marine Insurance Company	41-0406690	6,898,943,814
Travelers Casualty and Surety Company	06-6033504	3,947,047,732
United States Fidelity and Guaranty Company	52-0515280	2,745,903,369
The Travelers Indemnity Company of America	58-6020487	2,574,365,902
The Travelers Indemnity Company of Connecticut	06-0336212	2,207,830,735
St. Paul Mercury Insurance Company	41-0881659	2,186,534,352
The Charter Oak Fire Insurance Company	06-0291290	2,175,840,609
The Standard Fire Insurance Company	06-6033509	1,897,530,618
The Travelers Home and Marine Insurance Company	35-1838079	1,835,543,646
The Phoenix Insurance Company	06-0303275	1,699,382,577
Travelers Casualty Insurance Company of America	06-0876835	1,057,584,482
Discover Property & Casualty Insurance Company	36-2999370	884,347,183
The Automobile Insurance Company of Hartford, Connecticut	06-0848755	785,041,616
St. Paul Surplus Lines Insurance Company	41-1230819	678,284,854
Northland Insurance Company	41-6009967	635,704,215
Farmington Casualty Company	06-1067463	564,391,915
Travelers Commercial Insurance Company	06-1286268	322,765,498
Travelers Property Casualty Insurance Company	06-1286274	291,954,431
TravCo Insurance Company	35-1838077	277,712,424
St. Paul Guardian Insurance Company	41-0963301	257,916,426
Northfield Insurance Company	41-0983992	190,528,460
St. Paul Protective Insurance Company	36-2542404	182,279,149
Fidelity and Guaranty Insurance Underwriters, Inc.	52-0616768	171,992,465
Travelers Personal Security Insurance Company	06-1286264	139,734,628
Travelers Commercial Casualty Company	95-3634110	126,741,349
Travelers Excess and Surplus Lines Company	06-1203698	116,722,591
Travelers Personal Insurance Company	36-3703200	79,164,570
Travelers Casualty Company of Connecticut	06-1286266	68,449,535
St. Paul Medical Liability Insurance Company	41-1435766	59,886,649
Athena Assurance Company	41-1435765	30,783,751
Northland Casualty Company	94-6051964	21,338,519
Discover Specialty Insurance Company	52-1925132	21,191,648
American Equity Specialty Insurance Company	86-0868106	11,756,319
Total		<u>\$ 44,329,399,485</u>

2. Unaffiliated Company Recoverables:

The unsecured aggregate recoverables for ceded losses, loss adjustment expenses and unearned premiums recoverable from any unaffiliated reinsurer at December 31, 2010, that exceeded 3% of the Company's surplus as regards policyholders, were as follows:

	<u>Group Code</u>	<u>F.E.I.N.</u>	<u>Amount</u>
National Workers' Compensation Reinsurance Pool	0000	AA-9992118	\$ 1,932,315,186
Munich Reinsurance America Inc.	0361	13-4924125	694,587,602
Swiss Reinsurance America Corporation	0181	13-1675535	551,894,020
Transatlantic Reinsurance Company	0012	13-5616275	379,094,743

Additional detail on reinsurance recoverable balances by reinsurer is shown in Schedule F - Part 3.

B. Reinsurance Recoverable in Dispute:

The Company did not have any individual reinsurers with reinsurance recoverable on paid and unpaid (including IBNR) losses in dispute that exceeded 5% of the Company's policyholder surplus or disputed items, that when aggregated, exceed 10% of the Company's policyholder surplus.

C. Reinsurance Assumed and Ceded:

1.	<u>Assumed Reinsurance</u>		<u>Ceded Reinsurance</u>		<u>Net</u>	
	<u>Premium Reserve</u>	<u>Commission Equity</u>	<u>Premium Reserve</u>	<u>Commission Equity</u>	<u>Premium Reserve</u>	<u>Commission Equity</u>
Affiliates	\$ 8,169,996,969	\$ 1,114,512,125	\$ 6,343,636,843	\$ 865,368,764	\$ 1,826,360,126	\$ 249,143,361
All Other	<u>68,175,494</u>	<u>9,300,177</u>	<u>659,885,706</u>	<u>90,018,469</u>	<u>(591,710,212)</u>	<u>(80,718,292)</u>
Total	<u>\$ 8,238,172,463</u>	<u>\$ 1,123,812,302</u>	<u>\$ 7,003,522,549</u>	<u>\$ 955,387,233</u>	<u>\$ 1,234,649,914</u>	<u>\$ 168,425,069</u>

Direct Unearned Premium Reserve \$ 691,342,150

2. Accruals for contingent, sliding scale adjustment and other profit sharing commissions, net of reinsurance assumed and ceded, amounted to \$11,068,096 at December 31, 2010. This balance represents the Company's 23.29% pro rata share of the net amount of the TRV Pool (see Note 26):

Direct Business	\$ 2,686,618
Add: Reinsurance Assumed	45,668,584
Less: Reinsurance Ceded	<u>37,287,106</u>
Net	<u>\$ 11,068,096</u>

NOTES TO FINANCIAL STATEMENTS**D. Uncollectible Reinsurance:**

The Company has written off as uncollectible/(recovered) in the current year, certain reinsurance balances due (from the companies listed below) in the amount of \$27,811,204, which is reflected in losses incurred.

<u>Company – Uncollectible</u>	<u>Company – (Recovered)</u>
Hanover Insurance Company	Mission Reinsurance Corporation
Excess & Casualty Reinsurance Association	OIC Run-off Limited
Insurance Company of North America	MTU Limited
Allstate Insurance Company	London & Overseas Insurance Company Ltd.
Insurance Corporation of New York	All other under (\$200,000)
Prudential Insurance Company of America	
Clearwater Insurance Company	
Munchener Ruckversicherungs-Gesellschaft	
Factory Mutual Insurance Company	
Everest Reinsurance Company	
Argonaut Insurance Company	
Lloyds Syndicate 623	
Global Reinsurance Corporation of America	
Lansdowne Insurance Company Ltd.	
American States Insurance Company	
Lloyds Syndicate 1241	
Munich Reinsurance America Inc.	
Transatlantic Reinsurance Company	
Odyssey America Reinsurance Corporation	
Berkley Insurance Company	
Century Indemnity Company	
Lloyds Syndicate 250	
IRB-Brasil Resseguros SA	
Lloyds Syndicate 2488	
Lloyds Syndicate 376	
Lloyds Syndicate 1212	
Tenecom Limited	
Riverstone Insurance (UK) Ltd.	
Global Reinsurance Corporation – US Branch	
All other under \$200,000	

E. Commutation of Ceded Reinsurance:

The Company has reported in the current year, a net gain of \$906,890, reflected in losses incurred resulting from commutations of reinsurance, (from the companies listed below):

<u>Company</u>
Ace European Group Ltd.
Allianz Global Corporate & Specialty
Allianz Insurance Plc
American National Insurance Company
Atlantic Mutual Insurance Company
BB&T Assurance Company Ltd.
Black Hawk Insurance SPC
Captiva Ltd.
City General Insurance Co. Ltd.
Continental Casualty Company
Continental Reinsurance Corporation International Ltd.
Deutsche Ruck (U.K.) Reinsurance Co. Ltd.
Global Reinsurance Corporation of America
Great American Assurance Company
GTE Reinsurance Company Ltd.
Hanover Insurance Company
Heddington Insurance (U.K.) Limited
KX Reinsurance Company Ltd.
Minster Insurance Company Ltd.
Mitsui Sumitomo Insurance Company (Europe), Ltd.
Novae Syndicates Limited
Oslo Reinsurance Company (U.K.) Ltd.
Pavant International Re S.A.
Pharmacy Services Insurance Limited
Praetorian Insurance Company
Radian Asset Assurance Inc.
Reliastar Life Insurance Company
SBI Reinsurance Company Ltd.
Scor Global P&C SE
Swiss Re Europe S.A.
Swiss Reinsurance America Corporation
Tokio Marine & Nichido Fire Insurance Company Ltd. (USB)
Tokio Marine Europe Insurance Limited
Westport Insurance Corporation
XL Reinsurance America Inc.

NOTES TO FINANCIAL STATEMENTS

F. Retroactive Reinsurance:

	<u>Assumed</u>	<u>Ceded</u>
a. Reserves Transferred:		
(1) Initial Reserves	\$ 2,189,260	\$113,033,968
(2) Adjustments - Prior Year(s)	(698,700)	45,388,612
(3) Adjustments - Current Year	-	(225,187)
(4) Current Total	<u>\$ 1,490,560</u>	<u>\$158,197,393</u>
b. Consideration Paid or Received:		
(1) Initial Consideration	\$ 2,434,990	\$100,161,042
(2) Adjustments - Prior Year(s)	-	12,495,316
(3) Adjustments - Current Year	-	-
(4) Current Total	<u>\$ 2,434,990</u>	<u>\$112,656,358</u>
c. Paid Losses Reimbursed or Recovered:		
(1) Prior Year(s)	\$ 948,974	\$119,283,838
(2) Current Year	9,138	7,844,732
(3) Current Total	<u>\$ 958,112</u>	<u>\$127,128,570</u>
d. Special Surplus From Retroactive Reinsurance:		
(1) Initial Surplus Gain or Loss	\$ 245,730	\$ 12,872,926
(2) Adjustments - Prior Year(s)	698,700	32,893,296
(3) Adjustments - Current Year	-	(225,187)
(4) Current Year Restricted Surplus	<u>\$ 944,430</u>	<u>\$ 27,511,264</u>
(5) Cumulative Total Transferred to Unassigned Funds	<u>\$ -</u>	<u>\$ 18,029,771</u>
e. List the other insurers included in the above transactions:		

<u>Company</u>	<u>Assumed</u>	<u>Ceded</u>
Munich Reinsurance America, Inc. (10227)	\$ 1,490,560	\$ -
Commercial Risk Re-Insurance Co. (27955)	-	3,074,280
General Reinsurance Corporation (22039)	-	69,870,000
nSpire Re Limited (AA-1784124)	-	18,570,035
Platinum Underwriters Reinsurance Inc. (10357)	-	22,105,199
Various	-	44,577,879
Total	<u>\$ 1,490,560</u>	<u>\$ 158,197,393</u>

f. Paid Loss/LAE Recoverable:

<u>Company</u>	<u>Paid Loss/LAE Recoverables</u>	<u>Amount Over 90 Days Past Due</u>	<u>Collateral Held</u>
Platinum Underwriters Reinsurance Inc. (10357)	\$ 526,626	\$ -	\$ -
nSpire Re Limited (AA-1784124)	-	-	4,655,009
Various	437,980	28,525	36,005
Total	<u>\$ 964,606</u>	<u>\$ 28,525</u>	<u>\$ 4,691,014</u>

G. Reinsurance Accounted for as a Deposit:

The Company entered into two ceded reinsurance arrangements which provided coverage for certain workers' compensation and general liability policies issued by the Company. Given the contract terms and results of the Company's cash flow analyses, it was subsequently determined that the agreements did not fulfill the risk transfer requirements of SSAP No. 62 so they are now being accounted for as deposits.

<u>Year</u>	<u>Deposits Received</u>	<u>Interest Income/ (Expense)</u>	<u>Cash Payments</u>	<u>Deposit Balance Asset/(Liability)</u>
2005	\$ -	\$ 2,354,935	\$ (69,644)	\$ 2,285,291
2006	-	-	(299,151)	1,986,140
2007	-	-	(440,396)	1,545,744
2008	-	-	(156,274)	1,389,470
2009	-	(903,013)	(40,249)	446,208
2010	-	-	(18,495)	427,713

The Company has a ceded reinsurance arrangement which provides coverage for certain inland marine policies issued by the Company. Given the contract terms and results of the Company's cash flow analysis, it was determined that this contract did not fulfill the SSAP No. 62 requirements for risk transfer so it has been accounted for as a deposit.

<u>Year</u>	<u>Deposits Received</u>	<u>Interest Income/ (Expense)</u>	<u>Cash Payments</u>	<u>Deposit Balance Asset/(Liability)</u>
2005	\$ -	\$ 3,501,139	\$ -	\$ 3,501,139
2006	-	536,335	(1,759,882)	2,277,592
2007	44,529,896	(44,553,773)	-	2,253,715
2008	55,911,485	(55,996,302)	-	2,168,898
2009	(2,995,831)	2,850,091	(1,996,391)	26,767
2010	2,822,052	(1,273,388)	(1,556,030)	19,401

H. Disclosures for the Transfer of Property and Casualty Run-off Agreements

Not applicable.

24. RETROSPECTIVELY RATED CONTRACTS AND CONTRACTS SUBJECT TO REDETERMINATION

- A. Accrued retrospective premiums (Page 2, Line 15.3) have been determined based upon loss experience on business subject to such experience rating adjustment. Accrued retrospectively rated premiums, including all of those relating to bulk IBNR, have been determined by or allocated to individual policyholder accounts. Ten percent of the amount not offset by retrospective return premiums, other liabilities to the same party (other than loss and loss expense reserves), or collateral as permitted by SSAP No. 66, *Retrospectively Rated Contracts*, has been nonadmitted. The amount shown in Part D below is the Company's proportionate share of the accrued retrospective premiums of the TRV Pool (see Note 26).

NOTES TO FINANCIAL STATEMENTS

B. The Company records accrued retrospective premium as an adjustment to earned premium.

C. See Schedule P - Part 7A.

D. Calculation of nonadmitted retrospective premium:

1. Total accrued retrospective premium	\$ 46,047,508
2. Unsecured amount	5,301,592
3. Less: Nonadmitted amount (10%)	<u>530,159</u>
4. Admitted amount (1) - (3)	<u>\$ 45,517,349</u>

25. CHANGES IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES

During the period from January 1, 2010 to December 31, 2010, the prior year-end total loss and loss adjustment expense reserves developed favorably by \$261,674,497, resulting primarily from better than expected loss development in the other liability – occurrence, special property, workers' compensation, and reinsurance (nonproportional assumed liability) lines, partially offset by deterioration in the products liability – occurrence line. The improvement in the other liability – occurrence line was concentrated in excess coverages for accident years 2007 and prior, and was attributable to favorable legal and judicial environments. Also contributing to the improvement was a reclassification of IBNR to products liability – occurrence. This improvement was partially offset by unfavorable development in environmental reserves. The improvement in the special property line reflected better than expected development for property and inland marine exposures for recent accident years, primarily 2008 and 2009. The improvement in the workers' compensation line was concentrated in accident years 2001-2009, and resulted from better than expected loss emergence. The improvement in reinsurance (nonproportional assumed liability) resulted primarily from favorable resolutions of claims and disputes from accident years 2002 and prior, partially offset by an increase in projected assumed asbestos liability payments.

The deterioration in products liability – occurrence was primarily caused by a reclassification of IBNR from other liability – occurrence. Also contributing to the deterioration was a strengthening of the asbestos reserves, driven by an increase in estimated costs associated with litigating asbestos-related coverage matters and an increase in projected settlement and defense costs for a broad number of policyholders.

The remaining changes are generally the result of ongoing analyses of recent loss data and trends. A portion of the change from prior year effects relates to retrospectively rated policies, and these policies are subject to premium adjustments.

26. INTERCOMPANY POOLING ARRANGEMENTS

The Company is a participant in the TRV Pool, an intercompany pooling arrangement. The lead company of the TRV Pool is the Company. Under the terms of the arrangement, the property-casualty underwriting risks for substantially all lines of business of the intercompany pool participants are reinsured with the Company. The pool of net underwriting risks remaining after reinsurance is transacted with third parties by the Company is then retroceded to the pool participants based on pool participation percentages. The provision for reinsurance and the write-off of uncollectible reinsurance are reported in the statutory financial statements of the Company and are not allocated to the other pool participants.

The names, NAIC company codes and intercompany pool percentages of the companies participating in the TRV Pool are as follows:

<u>TRV Pool Participant</u>	<u>NAIC Company Code</u>	<u>Pool Participation %</u>
St. Paul Fire and Marine Insurance Company	24767	24.79
The Travelers Indemnity Company	25658	23.29
Travelers Casualty and Surety Company	19038	20.36
The Phoenix Insurance Company	25623	5.00
The Standard Fire Insurance Company	19070	4.84
United States Fidelity and Guaranty Company	25887	4.41
Travelers Casualty Insurance Company of America	19046	2.73
Farmington Casualty Company	41483	1.48
The Automobile Insurance Company of Hartford, Connecticut	19062	1.37
The Travelers Indemnity Company of Connecticut	25682	1.37
The Charter Oak Fire Insurance Company	25615	1.27
Northland Insurance Company	24015	1.22
St. Paul Surplus Lines Insurance Company	30481	0.88
The Travelers Indemnity Company of America	25666	0.77
St. Paul Protective Insurance Company	19224	0.58
Northfield Insurance Company	27987	0.52
Travelers Casualty Company of Connecticut	36170	0.47
Travelers Commercial Casualty Company	40282	0.47
Travelers Commercial Insurance Company	36137	0.47
St. Paul Mercury Insurance Company	24791	0.40
Travelers Property Casualty Company of America	25674	0.36
Travelers Property Casualty Insurance Company	36161	0.30
Athena Assurance Company	41769	0.29
St. Paul Medical Liability Insurance Company	41750	0.29
TravCo Insurance Company	28188	0.27
Travelers Excess and Surplus Lines Company	29696	0.27
The Travelers Home and Marine Insurance Company	27998	0.27
Travelers Personal Security Insurance Company	36145	0.27
Travelers Personal Insurance Company	38130	0.27
Discover Property & Casualty Insurance Company	36463	0.14
Discover Specialty Insurance Company	10213	0.14
Northland Casualty Company	24031	0.14
American Equity Specialty Insurance Company	10819	0.10
Fidelity and Guaranty Insurance Underwriters, Inc.	25879	0.10
St. Paul Guardian Insurance Company	24775	0.10

All of the above TRV Pool companies are party to reinsurance agreements with non-affiliated reinsurers covering business subject to the pooling agreement and have contractual rights of direct recovery from the non-affiliated reinsurers under the terms of such reinsurance agreements.

As of December 31, 2010 the Company had \$391,865,792 receivable from affiliates as a result of its intercompany pooling transactions which settled in January 2011.

NOTES TO FINANCIAL STATEMENTS**27. STRUCTURED SETTLEMENTS**

The Company has purchased annuities from life insurance companies, under which the claimant is the payee and the Company is the owner of the annuity contract, to fund structured settlements. These annuity contracts are now the direct responsibility of the life insurance companies from whom they have been purchased and claims settled by the purchase of such annuity contracts are treated as closed claims.

The following life insurance companies held reserves at December 31, 2010, for structured settlement annuities purchased by members of the TRV Pool (see Note 26), of which \$768,188,143 is attributable to the Company:

<u>Life Insurance Company and Location</u>	<u>Licensed in Company's State of Domicile</u>	<u>Statement Value of Annuities</u>
OM Financial Life Insurance Company, Baltimore, MD	Yes	\$991,958,824
MetLife Insurance Company of Connecticut, Bloomfield, CT	Yes	427,776,230
Genworth Life and Annuity Insurance Company, Richmond, VA	Yes	255,770,747
Symetra Life Insurance Company, Bellevue, WA	Yes	245,196,641
Genworth Life Insurance Company, Richmond, VA	Yes	201,168,857
All other companies		1,176,489,125

Fire and Marine has an indemnification agreement with OM Financial Life Insurance Company's parent, Old Mutual Plc, to indemnify Fire and Marine for any contingent liability associated with annuities issued between February 3, 1999 and September 30, 2001 in the event OM Financial Life Insurance Company and its affiliate do not pay the claimant in accordance with the annuity contract. The value of the annuities included in this indemnification agreement is \$354,577,904, and is included in the value of annuities for OM Financial Life Insurance Company and its affiliate for which Fire and Marine is contingently liable.

28. HEALTH CARE RECEIVABLES

Not applicable.

29. PARTICIPATING POLICIES

Not applicable.

30. PREMIUM DEFICIENCY RESERVES

As of December 31, 2010, the Company had liabilities of \$0 related to premium deficiency reserves. See Note 1 Part C, regarding the consideration of investment income in the calculation of this premium deficiency reserve.

31. HIGH DEDUCTIBLES

At December 31, 2010, the amount of reserve credit recorded by the Company for high deductible policies on unpaid claims was \$1,662,630,008 and the amount billed and outstanding on paid claims was \$17,088,574. These amounts represent the Company's proportionate share of the TRV Pool (see Note 26).

32. DISCOUNTING OF LIABILITIES FOR UNPAID LOSSES OR UNPAID LOSS ADJUSTMENT EXPENSES

A. Except for certain third party administered claims, tabular workers' compensation case reserves have been discounted in accordance with the various state laws under which the benefits are paid. The tabular case reserves, as included in Schedule P, reflect a discount rate of 3.5% or as specified by state requirements, generally using the following United States Life Tables:

Non-Fatal Cases:	United States Life Tables Total Population 1969-71 – MI United States Life Tables Total Population 1979-81 – TX United States Life Tables Total Population 1999 – FL, NJ & NY United States Life Tables Total Male or Total Female 1989-91 – CA United States Life Tables Total Male or Total Female 2003 – MA United States Life Tables Total Male or Total Female 2000 – MN United States Life Tables Total Male or Total Female 1999 – all other states
Fatal Cases:	United States Life Tables Total Female 1969-71 – MI * United States Life Tables Total Female 1979-81 – TX * United States Life Tables Total Female 1989-91 – CA * United States Life Tables Total Female 2003 – MA * * and the 1979 NCCI Remarriage Table New York Mandated Mortality & Remarriage Table – NY United States Life Tables Total Female 2000 – MN ** United States Life Tables Total Female 1999 – all other states ** ** and the Railroad Retirement Board Remarriage Table

Other Liability reserves relating to excess coverage on workers' compensation life table claims have been discounted on the same basis as workers' compensation reserves. Other liability reserves related to annuity obligations from structured settlements are discounted using a discount rate of 5% reflecting the 1999 US Life Tables for Males and for Females.

The Company develops loss reserve estimates for workers' compensation tabular claims that are expectations of what the ultimate settlement costs for these claims will be upon final resolution in the future. These estimates are based on the Company's assessment of facts and circumstances currently known and, using Company experience, multiple actuarial estimation methods. This includes estimates of payment patterns reflecting actual mortality, morbidity and settlement history that relate both to claims currently identified as tabular as well as claims not yet identified as tabular ("IBNR" tabular). The total reserves and the corresponding discount that the Company has established for these claims reflects these multiple estimation methods, payment patterns and a discount rate of 5%. The liabilities and discount amounts shown below reflect estimates of the ultimate liability for tabular claims. Furthermore, the case vs. IBNR discount amounts shown below each reflects estimates of the ultimate resolution costs for these claims: case amounts for claims already identified as tabular; IBNR amounts for claims yet to be identified as tabular.

The December 31, 2010 liabilities of the Company and its affiliates listed below included the following amounts of such discounted liabilities:

<u>Company</u>	<u>Workers' Compensation</u>	<u>Other Liability</u>	<u>Other Liability- Structured Payments</u>
St. Paul Fire and Marine Insurance Company	\$ 418,837,182	\$ 12,307,736	\$ 12,576,011
The Travelers Indemnity Company	393,494,071	11,563,019	11,815,061
Travelers Casualty and Surety Company	343,990,523	10,108,333	10,328,666
The Phoenix Insurance Company	84,477,044	2,482,400	2,536,509

NOTES TO FINANCIAL STATEMENTS

The Standard Fire Insurance Company	81,773,779	2,402,963	2,455,341
United States Fidelity and Guaranty Company	74,508,753	2,189,477	2,237,201
Travelers Casualty Insurance Company of America	46,124,466	1,355,390	1,384,934
Farmington Casualty Company	25,005,205	734,790	750,807
The Automobile Insurance Company of Hartford, Connecticut	23,146,710	680,178	695,004
The Travelers Indemnity Company of Connecticut	23,146,710	680,178	695,004
The Charter Oak Fire Insurance Company	21,457,169	630,530	644,273
Northland Insurance Company	20,612,399	605,706	618,908
St. Paul Surplus Lines Insurance Company	14,867,960	436,902	446,426
The Travelers Indemnity Company of America	13,009,465	382,290	390,622
St. Paul Protective Insurance Company	9,799,337	287,958	294,235
Northfield Insurance Company	8,785,613	258,170	263,797
Travelers Casualty Company of Connecticut	7,940,842	233,346	238,432
Travelers Commercial Casualty Company	7,940,842	233,346	238,432
Travelers Commercial Insurance Company	7,940,842	233,346	238,432
St. Paul Mercury Insurance Company	6,758,164	198,592	202,921
Travelers Property Casualty Company of America	6,082,347	178,733	182,629
Travelers Property Casualty Insurance Company	5,068,623	148,944	152,191
St. Paul Medical Liability Insurance Company	4,899,669	143,979	147,118
Athena Assurance Company	4,899,669	143,979	147,118
TravCo Insurance Company	4,561,760	134,050	136,972
Travelers Excess and Surplus Lines Company	4,561,760	134,050	136,972
The Travelers Home and Marine Insurance Company	4,561,760	134,050	136,972
Travelers Personal Insurance Company	4,561,760	134,050	136,972
Travelers Personal Security Insurance Company	4,561,760	134,050	136,972
Discover Property & Casualty Insurance Company	2,365,357	69,507	71,022
Discover Specialty Insurance Company	2,365,357	69,507	71,022
Northland Casualty Company	2,365,357	69,507	71,022
American Equity Specialty Insurance Company	1,689,541	49,648	50,730
St. Paul Guardian Insurance Company	1,689,541	49,648	50,730
Fidelity and Guaranty Insurance Underwriters, Inc.	1,689,541	49,648	50,730
Total	<u>\$ 1,689,540,878</u>	<u>\$ 49,648,000</u>	<u>\$ 50,730,188</u>

The amount of tabular discount for workers' compensation and other liability reserves at December 31, 2010 was as follows:

Tabular Discount Included in Schedule P - Part 1

<u>Company</u>	<u>Workers' Compensation</u>		<u>Other Liability</u>		<u>Other Liability-</u>
	<u>Case</u>	<u>IBNR</u>	<u>Case</u>	<u>IBNR</u>	<u>Structured Payments</u>
St. Paul Fire and Marine Insurance Company	\$ 98,667,178	\$ 115,108,333	\$ 4,606,481	\$ 3,464,151	\$ 19,576,619
The Travelers Indemnity Company	92,696,995	108,143,327	4,327,748	3,254,545	18,392,069
Travelers Casualty and Surety Company	81,035,243	94,538,349	3,783,295	2,845,106	16,078,254
The Phoenix Insurance Company	19,900,600	23,216,687	929,100	698,700	3,948,491
The Standard Fire Insurance Company	19,263,781	22,473,753	899,369	676,342	3,822,139
United States Fidelity and Guaranty Company	17,552,329	20,477,118	819,466	616,253	3,482,569
Travelers Casualty Insurance Company of America	10,865,728	12,676,311	507,289	381,490	2,155,876
Farmington Casualty Company	5,890,578	6,872,139	275,014	206,815	1,168,753
The Automobile Insurance Company of Hartford, CT	5,452,764	6,361,372	254,573	191,444	1,081,886
The Travelers Indemnity Company of Connecticut	5,452,764	6,361,372	254,573	191,444	1,081,886
The Charter Oak Fire Insurance Company	5,054,752	5,897,038	235,991	177,470	1,002,917
Northland Insurance Company	4,855,746	5,664,872	226,700	170,483	963,432
St. Paul Surplus Lines Insurance Company	3,502,506	4,086,137	163,522	122,971	694,934
The Travelers Indemnity Company of America	3,064,692	3,575,370	143,081	107,600	608,068
St. Paul Protective Insurance Company	2,308,470	2,693,136	107,776	81,049	458,025
Northfield Insurance Company	2,069,662	2,414,535	96,626	72,665	410,643
Travelers Casualty Company of Connecticut	1,870,656	2,182,369	87,335	65,678	371,158
Travelers Commercial Casualty Company	1,870,656	2,182,369	87,335	65,678	371,158
Travelers Commercial Insurance Company	1,870,656	2,182,369	87,335	65,678	371,158
St. Paul Mercury Insurance Company	1,592,048	1,857,335	74,328	55,896	315,879
Travelers Property Casualty Company of America	1,432,843	1,671,601	66,895	50,306	284,291
Travelers Property Casualty Insurance Company	1,194,036	1,393,001	55,746	41,922	236,909
St. Paul Medical Liability Insurance Company	1,154,235	1,346,568	53,888	40,525	229,012
Athena Assurance Company	1,154,235	1,346,568	53,888	40,525	229,012
TravCo Insurance Company	1,074,632	1,253,701	50,171	37,730	213,218
Travelers Excess and Surplus Lines Company	1,074,632	1,253,701	50,171	37,730	213,218
The Travelers Home and Marine Insurance Company	1,074,632	1,253,701	50,171	37,730	213,218
Travelers Personal Insurance Company	1,074,632	1,253,701	50,171	37,730	213,218
Travelers Personal Security Insurance Company	1,074,632	1,253,701	50,171	37,730	213,218
Discover Property & Casualty Insurance Company	557,217	650,067	26,015	19,564	110,558
Discover Specialty Insurance Company	557,217	650,067	26,015	19,564	110,558
Northland Casualty Company	557,217	650,067	26,015	19,564	110,558
American Equity Specialty Insurance Company	398,012	464,334	18,582	13,974	78,970
St. Paul Guardian Insurance Company	398,012	464,334	18,582	13,974	78,970
Fidelity and Guaranty Insurance Underwriters, Inc.	398,012	464,334	18,582	13,974	78,970
Total	<u>\$398,012,000</u>	<u>\$464,333,737</u>	<u>\$18,582,000</u>	<u>\$13,974,000</u>	<u>\$ 78,969,812</u>

B. Non-tabular reserves have not been discounted.

C. No changes in the rates or other key assumptions used to discount prior accident year reserves have been made.

33. ASBESTOS/ENVIRONMENTAL RESERVES

The following represents the Company's allocable share of the pooled property-casualty business of the TRV Pool, based on its pro rata participation percentage of 23.29%.

A. Does the Company have on the books or has it ever written an insured for which you have identified a potential for the existence of a liability due to asbestos losses? Yes (X) No ()

Exposure for asbestos losses arises from liability coverage written many years ago. The exposures include bodily injury and property damage losses.

NOTES TO FINANCIAL STATEMENTS

Because each policyholder presents different liability and coverage issues, the Company generally reviews the exposure presented by each policyholder at least annually. Among the factors which the Company may consider in the course of this review are: available insurance coverage, including the role of any umbrella or excess insurance the Company has issued to the policyholder; limits and deductibles; an analysis of the policyholder's potential liability; the jurisdictions involved; past and anticipated future claim activity and loss development on pending claims; past settlement values of similar claims; allocated claim adjustment expense; potential role of other insurance; the role, if any, of non-asbestos claims or potential non-asbestos claims in any resolution process; and applicable coverage defenses or determinations, if any, including the determination as to whether or not an asbestos claim is a products/completed operation claim subject to an aggregate limit and the available coverage, if any, for that claim.

The Company's quarterly asbestos reserve review includes an analysis of exposure and claim payment patterns, as well as recent settlements, policyholder bankruptcies, judicial rulings and legislative actions. The Company also analyzes developing payment patterns among various policyholders as well as projected reinsurance billings and recoveries. In addition, the Company reviews its historical gross and net loss and expense paid experience, year-by-year, to assess any emerging trends, fluctuations, or characteristics suggested by the aggregate paid activity. Conventional actuarial methods are not utilized to establish asbestos reserves nor have the Company's evaluations resulted in any way of determining a meaningful average asbestos defense or indemnity payment.

In December 2008, the Company's affiliate, Fire and Marine sold Unionamerica. In conjunction with the sale Fire and Marine commuted its assumed intercompany reinsurance agreements with Unionamerica subsidiaries. As a result of these commutations and their impact on the TRV Pool, the Company's 2008 asbestos assumed calendar year paid losses increased by \$46,114,200 and the Company's 2008 asbestos assumed incurred losses decreased by \$7,918,600.

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
1. <u>Direct Basis - Asbestos:</u>					
a. Beginning reserves:	\$ 1,030,646,000	\$ 966,373,000	\$ 877,999,000	\$ 722,623,000	\$ 678,147,000
b. Incurred losses and LAE:	45,397,000	(3,899,000)	14,608,000	37,264,000	48,210,000
c. Calendar year payments for losses and LAE:	<u>109,670,000</u>	<u>84,475,000</u>	<u>169,984,000</u>	<u>81,740,000</u>	<u>88,826,000</u>
d. Ending reserves:	<u>\$ 966,373,000</u>	<u>\$ 877,999,000</u>	<u>\$ 722,623,000</u>	<u>\$ 678,147,000</u>	<u>\$ 637,531,000</u>
2. <u>Assumed Reinsurance Basis - Asbestos:</u>					
a. Beginning reserves:	\$ 125,143,000	\$ 117,975,000	\$ 111,050,000	\$ 45,249,000	\$ 42,494,000
b. Incurred losses and LAE:	2,442,000	3,905,000	(6,107,000)	5,822,000	12,808,000
c. Calendar year payments for losses and LAE:	<u>9,610,000</u>	<u>10,830,000</u>	<u>59,694,000</u>	<u>8,577,000</u>	<u>8,323,000</u>
d. Ending reserves:	<u>\$ 117,975,000</u>	<u>\$ 111,050,000</u>	<u>\$ 45,249,000</u>	<u>\$ 42,494,000</u>	<u>\$ 46,979,000</u>
3. <u>Net of Ceded Reinsurance Basis - Asbestos:</u>					
a. Beginning reserves:	\$ 1,013,900,000	\$ 942,919,000	\$ 869,039,000	\$ 678,138,000	\$ 641,746,000
b. Incurred losses and LAE:	38,166,000	6,000	8,500,000	43,086,000	32,607,000
c. Calendar year payments for losses and LAE:	<u>109,147,000</u>	<u>73,886,000</u>	<u>199,401,000</u>	<u>79,478,000</u>	<u>81,443,000</u>
d. Ending reserves:	<u>\$ 942,919,000</u>	<u>\$ 869,039,000</u>	<u>\$ 678,138,000</u>	<u>\$ 641,746,000</u>	<u>\$ 592,910,000</u>

B. Ending loss and LAE reserves for unreported claims included in Part A above:

1. Direct Basis:	\$ 548,453,000
2. Assumed Reinsurance Basis:	\$ 18,821,000
3. Net of Ceded Reinsurance Basis:	\$ 499,276,000

C. Ending LAE reserves for reported and unreported claims included in Part A above:

1. Direct Basis:	\$ 181,859,000
2. Assumed Reinsurance Basis:	\$ 249,000
3. Net of Ceded Reinsurance Basis:	\$ 171,028,000

D. Does the Company have on the books or has it ever written an insured for which you have identified a potential for the existence of a liability due to environmental losses? Yes (X) No ()

Exposure for environmental losses arises from liability coverage written many years ago. The exposures include bodily injury and property damage losses.

The resolution of environmental exposures by the Company generally occurs by settlement on a policyholder-by-policyholder basis as opposed to a claim-by-claim basis. Generally, the Company strives to extinguish any obligations it may have under any policy issued to the policyholder for past, present and future environmental liabilities and extinguish any pending coverage litigation dispute with the policyholder. This form of settlement is commonly referred to as a "buy-back" of policies for future environmental liability. In addition, many of the agreements have also extinguished any insurance obligation which the Company may have for other claims, including but not limited to asbestos and other cumulative injury claims. The Company and its policyholders may also agree to settlements which extinguish any liability arising from known specified sites or claims. These agreements also include appropriate indemnities and hold harmless provisions to protect the Company. The Company's general purpose in executing these agreements is to reduce the Company's potential environmental exposure and eliminate the risks presented by coverage litigation with the policyholder and related costs.

In establishing environmental reserves, the Company evaluates the exposure presented by each policyholder and the anticipated cost of resolution, if any. In the course of this analysis, the Company generally considers the probable liability, available coverage, relevant judicial interpretations and historical value of similar exposures. In addition, the Company considers the many variables presented, such as the nature of the alleged activities of the policyholder at each site; the allegations of environmental harm at each site; the number of sites; the total number of potentially responsible parties at each site; the nature of environmental harm and the corresponding remedy at each site; the nature of government enforcement activities at each site; the ownership and general use of each site; the overall nature of the insurance relationship between the Company and the policyholder, including the role of any umbrella or excess insurance the Company has issued to the policyholder; the involvement of other insurers; the potential for other available coverage, including the number of years of coverage; the role, if any, of non-environmental claims or potential non-environmental claims in any resolution process; and the applicable law in each jurisdiction. Conventional actuarial techniques are not used to estimate these reserves.

In its review of environmental reserves, the Company considers: past settlement payments; changing judicial and legislative trends; its reserves for the costs of litigating environmental coverage matters; the potential for policyholders with smaller exposures to be named in new clean-up actions for both on- and off-site waste disposal activities; the potential for adverse development; the potential for additional new claims beyond previous expectations; and the potential higher costs for new settlements.

The majority of the net environmental reserve is carried in a bulk reserve which includes unresolved environmental claims, incurred but not reported environmental claims and the anticipated cost of coverage litigation disputes relating to these claims. The bulk reserve the Company carries is established and adjusted based upon the aggregate volume of in-process environmental claims and the Company's experience in resolving those claims. The balance of the net environmental reserve consists of case reserves.

NOTES TO FINANCIAL STATEMENTS

As a result of the commutations described above and their impact on the TRV Pool, the Company's 2008 environmental assumed calendar year paid losses increased by \$6,521,200 and the Company's 2008 environmental assumed incurred losses decreased by \$1,164,500.

1. <u>Direct Basis - Environmental:</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
a. Beginning reserves:	\$ 78,774,000	\$ 62,589,000	\$ 83,895,000	\$ 78,189,000	\$ 77,504,000
b. Incurred losses and LAE:	25,433,000	43,013,000	19,757,000	19,564,000	9,270,000
c. Calendar year payments for losses and LAE:	<u>41,618,000</u>	<u>21,707,000</u>	<u>25,463,000</u>	<u>20,249,000</u>	<u>16,588,000</u>
d. Ending reserves:	<u>\$ 62,589,000</u>	<u>\$ 83,895,000</u>	<u>\$ 78,189,000</u>	<u>\$ 77,504,000</u>	<u>\$ 70,186,000</u>
2. <u>Assumed Reinsurance Basis- Environmental:</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
a. Beginning reserves:	\$ 32,575,000	\$ 30,722,000	\$ 25,489,000	\$ 14,867,000	\$ 13,124,000
b. Incurred losses and LAE:	362,000	58,000	(1,052,000)	233,000	1,211,000
c. Calendar year payments for losses and LAE:	<u>2,215,000</u>	<u>5,291,000</u>	<u>9,570,000</u>	<u>1,976,000</u>	<u>2,070,000</u>
d. Ending reserves:	<u>\$ 30,722,000</u>	<u>\$ 25,489,000</u>	<u>\$ 14,867,000</u>	<u>\$ 13,124,000</u>	<u>\$ 12,265,000</u>
3. <u>Net of Ceded Reinsurance Basis- Environmental:</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
a. Beginning reserves:	\$ 98,853,000	\$ 97,446,000	\$ 114,100,000	\$ 96,362,000	\$ 91,558,000
b. Incurred losses and LAE:	28,169,000	43,070,000	18,705,000	16,303,000	8,152,000
c. Calendar year payments for losses and LAE:	<u>29,576,000</u>	<u>26,416,000</u>	<u>36,443,000</u>	<u>21,107,000</u>	<u>18,073,000</u>
d. Ending reserves:	<u>\$ 97,446,000</u>	<u>\$ 114,100,000</u>	<u>\$ 96,362,000</u>	<u>\$ 91,558,000</u>	<u>\$ 81,637,000</u>

E. Ending loss and LAE reserves for unreported claims included in Part D above:

1. Direct Basis:	\$ 68,988,000
2. Assumed Reinsurance Basis:	\$ 7,170,000
3. Net of Ceded Reinsurance Basis	\$ 75,970,000

F. Ending LAE reserves for reported and unreported claims included in Part D above:

1. Direct Basis:	\$ 17,156,000
2. Assumed Reinsurance Basis:	\$ 145,000
3. Net of Ceded Reinsurance Basis	\$ 16,759,000

As a result of the processes and procedures described above, management believes that the reserves carried for asbestos and environmental claims at December 31, 2010 are appropriately established based upon known facts, current law and management's judgment. However, the uncertainties surrounding the final resolution of these claims continue, and it is difficult to determine the ultimate exposure for asbestos and environmental claims and related litigation. As a result, these reserves are subject to revision as new information becomes available and as claims develop. The continuing uncertainties include, without limitation, the risks and lack of predictability inherent in complex litigation, any impact from the bankruptcy protection sought by various asbestos producers and other asbestos defendants, a further increase in the cost to resolve and/or the number of asbestos and environmental claims beyond that which is anticipated, the role of any umbrella or excess policies the Company has issued, the resolution or adjudication of disputes pertaining to the amount of available coverage for asbestos and environmental claims in a manner inconsistent with the Company's previous assessment of these claims, the number and outcome of direct actions against the Company, future developments pertaining to the Company's ability to recover reinsurance for asbestos and environmental claims and the unavailability of other insurance sources potentially available to policyholders, whether through exhaustion of policy limits or through the insolvency of other participating insurers. In addition, uncertainties arise from the insolvency or bankruptcy of policyholders and other defendants. It is also not possible to predict changes in the legal, regulatory and legislative environment and their impact on the future development of asbestos and environmental claims. This development will be affected by future court and regulatory decisions and interpretations, including the outcome of legal challenges to legislative and/or judicial reforms establishing medical criteria for the pursuit of asbestos claims, as well as changes in applicable legislation. It is also difficult to predict the ultimate outcome of complex coverage disputes until settlement negotiations near completion and significant legal questions are resolved or, failing settlement, until the dispute is adjudicated. This is particularly the case with policyholders in bankruptcy where negotiations often involve a large number of claimants and other parties and require court approval to be effective. As part of its continuing analysis of asbestos and environmental reserves, the Company continues to study the implications of these and other developments.

Because of the uncertainties set forth above, additional liabilities may arise for amounts in excess of the current related reserves. In addition, the Company's estimate of claims and claim adjustment expenses may change. These additional liabilities or increases in estimates, or a range of either, cannot now be reasonably estimated and could result in income statement charges that could be material to the Company's operating results in future periods.

34. SUBSCRIBER SAVINGS ACCOUNTS

Not applicable.

35. MULTIPLE PERIL CROP INSURANCE

Not applicable.

36. FINANCIAL GUARANTY INSURANCE

In prior years, the Company underwrote insurance guaranteeing the structured settlements of certain life insurers. The Company no longer writes such guarantees. At December 31, 2010 and 2009, the Company's aggregate net amount of guarantees of principal and interest for such structured settlements was approximately \$18.6 million and \$20.9 million, respectively.

Also in past years, the Company underwrote financial guarantee insurance representing the Company's participation in the Municipal Bond Insurance Association's (MBIA) guarantee of municipal bond obligations. The Company has no net exposure for the guarantee of principal and interest for such securities as the Company's participation in MBIA has been reinsured. The gross amounts of such financial guarantees was \$21.5 million and \$27.3 million at December 31, 2010 and 2009, respectively.

NOTES TO FINANCIAL STATEMENTS

Attachment to the 2010 Annual Statement – Notes to Financial Statements, Note 9 – Part F:
Names of the companies included with TRV in the December 31, 2010, consolidated Federal income tax return filing

The Travelers Companies, Inc. (TRV) & Subsidiaries

<u>Company Name</u>	<u>FEIN</u>	<u>Company Name</u>	<u>FEIN</u>
350 MARKET STREET	41-1618103	ST. PAUL SURPLUS LINES INSURANCE COMPANY	41-1230819
AE DEVELOPMENT GROUP, INC.	06-0952727	TCI GLOBAL SERVICES, INC.	52-1965525
AE PROPERTIES, INC.	95-2798160	THE AUTOMOBILE INSURANCE COMPANY OF HARTFORD, CT	06-0848755
AMERICAN EQUITY INSURANCE COMPANY	86-0703220	THE CHARTER OAK FIRE INSURANCE COMPANY	06-0291290
AMERICAN EQUITY SPECIALTY INSURANCE COMPANY	86-0868106	THE PHOENIX INSURANCE COMPANY	06-0303275
ATHENA ASSURANCE COMPANY	41-1435765	THE PREMIER INSURANCE COMPANY OF MASSACHUSETTS	04-3175569
BMR SPORTS PROPERTIES, INC.	52-1852190	THE STANDARD FIRE INSURANCE COMPANY	06-6033509
CAMPERDOWN CORPORATION	41-1762781	THE TRAVELERS HOME AND MARINE INSURANCE COMPANY	35-1838079
CASTLE PINES FIDELITY REALTY, INC.	52-1735211	THE TRAVELERS INDEMNITY COMPANY	06-0566050
COMMERCIAL GUARANTY INSURANCE COMPANY	75-1679830	THE TRAVELERS INDEMNITY COMPANY OF AMERICA	58-6020487
CONSTITUTION PLAZA INC	06-0566030	THE TRAVELERS INDEMNITY COMPANY OF CONNECTICUT	06-0336212
COUNTERSIGNATURE AGENCY, INC.	06-1345091	THE TRAVELERS LLOYDS INSURANCE COMPANY	76-0002592
DISCOVER PROPERTY & CASUALTY INSURANCE COMPANY	36-2999370	THE TRAVELERS MARINE CORPORATION	94-0338230
DISCOVER SPECIALTY INSURANCE COMPANY	52-1925131	TINDY FOREIGN, INC.	20-4403403
ENGLISH TURN FIDELITY REALTY, INC.	52-1466734	TPC INVESTMENTS, INC.	06-1534005
ENGLISH TURN REALTY MANAGEMENT, INC.	52-1715225	TRAVCO INSURANCE COMPANY	35-1838077
FARMINGTON CASUALTY COMPANY	06-1067463	TRAVELERS LLOYDS OF TEXAS INSURANCE COMPANY	75-1732040
FIDELITY AND GUARANTY INSURANCE COMPANY	42-1091525	TRAVELERS (BERMUDA) LTD.	98-0190863
FIDELITY AND GUARANTY INSURANCE UNDERWRITERS, INC.	52-0616768	TRAVELERS ALPHA HOLDINGS, INC.	06-1531058
FIRST FLORIDIAN AUTO AND HOME INSURANCE COMPANY	59-3372141	TRAVELERS AUTO INSURANCE CO. OF NEW JERSEY	22-3499393
FIRST TRENTON INDEMNITY COMPANY	22-3129711	TRAVELERS CASUALTY AND SURETY COMPANY	06-6033504
GULF UNDERWRITERS INSURANCE COMPANY	56-1371361	TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA	06-0907370
JUPITER HOLDINGS, INC.	41-1769846	TRAVELERS CASUALTY COMPANY OF CONNECTICUT	06-1286266
LAUREL VILLAGE FIDELITY REALTY, INC.	52-1551225	TRAVELERS CASUALTY INSURANCE COMPANY OF AMERICA	06-0876835
MOUNTAIN RIDGE INSURANCE COMPANY	52-1957776	TRAVELERS COMMERCIAL CASUALTY COMPANY	95-3634110
NORTHBROOK HOLDINGS, INC.	51-0375653	TRAVELERS COMMERCIAL INSURANCE COMPANY	06-1286268
NORTHFIELD INSURANCE COMPANY	41-0983992	TRAVELERS DISTRIBUTION ALLIANCE, INC.	62-1657094
NORTHLAND CASUALTY COMPANY	94-6051964	TRAVELERS EXCESS AND SURPLUS LINES COMPANY	06-1203698
NORTHLAND INSURANCE COMPANY	41-6009967	TRAVELERS INSURANCE GROUP HOLDINGS INC.	06-1445591
NORTHLAND RISK MANAGEMENT SERVICES, INC.	41-1720288	TRAVELERS LLOYDS MANAGEMENT COMPANY	20-4312440
SELECT INSURANCE COMPANY	75-6013697	TRAVELERS MGA, INC.	75-2676034
SPC INSURANCE AGENCY, INC.	41-1888760	TRAVELERS PERSONAL INSURANCE COMPANY	36-3703200
ST. PAUL (BERMUDA) LTD.	98-0162036	TRAVELERS PERSONAL SECURITY INSURANCE COMPANY	06-1286264
ST. PAUL BERMUDA HOLDINGS, INC.	41-1835264	TRAVELERS PROPERTY CASUALTY INSURANCE COMPANY	06-1286274
ST. PAUL FIRE & CASUALTY INSURANCE COMPANY	41-1419276	TRAVELERS PROPERTY CASUALTY COMPANY OF AMERICA	36-2719165
ST. PAUL FIRE & MARINE INSURANCE COMPANY	41-0406690	TRAVELERS PROPERTY CASUALTY CORP.	06-1008174
ST. PAUL GUARDIAN INSURANCE COMPANY	41-0963301	TRAVELERS TEXAS MGA, INC.	27-4469564
ST. PAUL LONDON PROPERTIES, INC.	41-1880024	UNITED STATES FIDELITY & GUARANTY COMPANY	52-0515280
ST. PAUL MEDICAL LIABILITY INSURANCE COMPANY	41-1435766	USF&G FINANCIAL SERVICES CORPORATION	52-1386957
ST. PAUL MERCURY INSURANCE COMPANY	41-0881659	USF&G RETAIL ASSOCIATES GP, INC.	52-1704255
ST. PAUL PROTECTIVE INSURANCE COMPANY	36-2542404	YONKERS FINANCING CORPORATION	20-3033027
ST. PAUL RE (BERMUDA) LTD.	98-0114704		

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [X] No []
- 1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes [X] No [] N/A []
- 1.3 State regulating? Connecticut

- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [] No [X]
- 2.2 If yes, date of change: _____

- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2009
- 3.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2004
- 3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 01/27/2006

- 3.4 By what department or departments? Connecticut
- 3.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with departments? Yes [] No [] N/A [X]
- 3.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [X] No [] N/A []

- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity) receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.11 sales of new business? Yes [] No [X]
- 4.12 renewals? Yes [] No [X]
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.21 sales of new business? Yes [] No [X]
- 4.22 renewals? Yes [] No [X]

- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] No [X]
- 5.2 If yes, provide the name of the entity, NAIC company code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Co. Code	3 State of Domicile

- 6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [] No [X]
- 6.2 If yes, give full information: _____

- 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes [] No [X]

- 7.2 If yes,0.000 %

- 7.21 State the percentage of foreign control
- 7.22 State the nationality(ies) of the foreign person(s) or entity(ies); or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact and identify the type of entity(ies) (e.g., individual, corporation, government, manager or attorney-in-fact)

1 Nationality	2 Type of Entity

- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes [] No [X]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company. _____

- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [] No [X]

- 8.4 If response to 8.3 is yes, please provide the names and locations (city and state of the main office) of any affiliates regulated by a federal financial regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 OTS	6 FDIC	7 SEC

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
KPMG LLP, One Financial Plaza, 755 Main St., Hartford, CT 06103

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

- 10.1 Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation? Yes [] No [X]
- 10.2 If the response to 10.1 is yes, provide information related to this exemption:

- 10.3 Has the insurer been granted any exemptions to the audit committee requirements as allowed in Section 14H of the Annual Financial Reporting Model Regulation, or substantially similar state law or regulation? Yes [] No [X]
- 10.4 If the response to 10.3 is yes, provide information related to this exemption:

- 10.5 Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 17A of the Model Regulation, or substantially similar state law or regulation? Yes [] No [X]
- 10.6 If the response to 10.5 is yes, provide information related to this exemption:

- 10.7 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes [X] No []
- 10.8 If the answer to 10.7 is no or n/a, please explain.

11. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
Smitesh Davé, F.C.A.S. & M.A.A.A. (Vice President and Chief Corporate Actuary), The Travelers Companies, Inc., One Tower Square, Hartford, CT 06183
- 12.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes [] No [X]
- 12.11 Name of real estate holding company

- 12.12 Number of parcels involved0
- 12.13 Total book/adjusted carrying value \$.....0
- 12.2 If yes, provide explanation.

13. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:
- 13.1 What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?

- 13.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [] No []
- 13.3 Have there been any changes made to any of the trust indentures during the year? Yes [] No []
- 13.4 If answer to (13.3) is yes, has the domiciliary or entry state approved the changes? Yes [] No [] N/A []
- 14.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [X] No []
- a. Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- b. Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- c. Compliance with applicable governmental laws, rules and regulations;
- d. The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- e. Accountability for adherence to the code.
- 14.11 If the response to 14.1 is no, please explain:

- 14.2 Has the code of ethics for senior managers been amended? Yes [] No [X]
- 14.21 If the response to 14.2 is yes, provide information related to amendment(s).

- 14.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [] No [X]
- 14.31 If the response to 14.3 is yes, provide the nature of any waiver(s).

BOARD OF DIRECTORS

15. Is the purchase or sale of all investments of the reporting entity passed upon either by the Board of Directors or a subordinate committee thereof? Yes [X] No []
16. Does the reporting entity keep a complete permanent record of the proceedings of its Board of Directors and all subordinate committees thereof? Yes [X] No []
17. Has the reporting entity an established procedure for disclosure to its Board of Directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict or is likely to conflict with the official duties of such person? Yes [X] No []

FINANCIAL

18. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes [] No [X]
- 19.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- 19.11 To directors or other officers \$.....0
- 19.12 To stockholders not officers \$.....0
- 19.13 Trustees, supreme or grand (Fraternal only) \$.....0
- 19.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):
- 19.21 To directors or other officers \$.....0
- 19.22 To stockholders not officers \$.....0
- 19.23 Trustees, supreme or grand (Fraternal only) \$.....0

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

- 20.1 Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement? Yes [] No [X]
- 20.2 If yes, state the amount thereof at December 31 of the current year:
- 20.21 Rented from others \$.....0
- 20.22 Borrowed from others \$.....0
- 20.23 Leased from others \$.....0
- 20.24 Other \$.....0
- 21.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes [] No [X]
- 21.2 If answer is yes:
- 21.21 Amount paid as losses or risk adjustment \$.....0
- 21.22 Amount paid as expenses \$.....0
- 21.23 Other amounts paid \$.....0
- 22.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [] No [X]
- 22.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount. \$.....0

INVESTMENT

- 23.1 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date (other than securities lending programs addressed in 23.3)? Yes [X] No []
- 23.2 If no, give full and complete information relating thereto.

23.3 For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet (an alternative is to reference Note 17 where this information is also provided).
This company is a party to a security lending agreement. See Note 17.

- 23.4 Does the company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions? Yes [X] No [] N/A []
- 23.5 If answer to 23.4 is yes, report amount of collateral for conforming programs. \$.....69,039,000
- 23.6 If answer to 23.4 is no, report amount of collateral for other programs. \$.....0
- 23.7 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? Yes [X] No [] N/A []
- 23.8 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes [X] No [] N/A []
- 23.9 Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities Lending Agreement (MSLA) to conduct securities lending? Yes [X] No [] N/A []

- 24.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 20.1 and 23.3) Yes [X] No []

- 24.2 If yes, state the amount thereof at December 31 of the current year:
- 24.21 Subject to repurchase agreements \$.....0
- 24.22 Subject to reverse repurchase agreements \$.....0
- 24.23 Subject to dollar repurchase agreements \$.....0
- 24.24 Subject to reverse dollar repurchase agreements \$.....0
- 24.25 Pledged as collateral \$.....7,068,633
- 24.26 Placed under option agreements \$.....0
- 24.27 Letter stock or securities restricted as to sale \$.....0
- 24.28 On deposit with state or other regulatory body \$.....1,001,010,250
- 24.29 Other \$.....29,527,912

24.3 For category (24.27) provide the following:

1 Nature of Restriction	2 Description	3 Amount

- 25.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes [] No [X]
- 25.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No [] N/A [X]
 If no, attach a description with this statement.

- 26.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes [] No [X]
- 26.2 If yes, state the amount thereof at December 31 of the current year: \$.....0

27. Excluding items in Schedule E-Part 3-Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes [X] No []

27.01 For agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian's Address
JPMorgan Chase	270 Park Avenue, New York, NY 10017-2070
The Bank of New York Mellon	One Wall Street, New York, NY 10286

27.02 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)
N/A		

- 27.03 Have there been any changes, including name changes, in the custodian(s) identified in 27.01 during the current year? Yes [] No [X]

27.04 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

27.05 Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository Number(s)	2 Name	3 Address
N/A		

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

28.1 Does the reporting entity have any diversified mutual funds reported in Schedule D-Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5 (b) (1)])? Yes [] No [X]

28.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adj. Carrying Value
28.2999. TOTAL		0

28.3 For each mutual fund listed in the table above, complete the following schedule:

1 Name of Mutual Fund (from the above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to Holding	4 Date of Valuation

29. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
29.1 Bonds.....	13,137,274,917	13,705,731,288	568,456,371
29.2 Preferred stocks.....	88,832,315	90,905,044	2,072,729
29.3 Totals.....	13,226,107,232	13,796,636,332	570,529,100

29.4 Describe the sources or methods utilized in determining the fair values:

Fair values of bonds and preferred stocks are based on prices published in the NAIC Valuations of Securities. If this unit price is not available, the fair value is based upon quoted market prices or dealer quotes, or if prices are unavailable, based on valuation determined, in good faith, by The Travelers Companies, Inc.

30.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D? Yes [X] No []

30.2 If the answer to 30.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source? Yes [X] No []

30.3 If the answer to 30.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D.

31.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed? Yes [X] No []

31.2 If no, list exceptions:

OTHER

32.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? \$.....10,657,424

32.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

1 Name	2 Amount Paid
INSURANCE SERVICES OFFICE, INC	4,458,700

33.1 Amount of payments for legal expenses, if any? \$.....23,253,484

33.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid

34.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? \$.....747,611

34.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

1 Name	2 Amount Paid
US CHAMBER OF COMMERCE - INSTITUTE FOR LEGAL REFORM	197,965

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

- 1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? Yes [] No [X]
- 1.2 If yes, indicate premium earned on U.S. business only. \$.....0
- 1.3 What portion of item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? \$.....0
- 1.31 Reason for excluding:
-
- 1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above. \$.....0
- 1.5 Indicate total incurred claims on all Medicare Supplement insurance. \$.....0
- 1.6 Individual policies:
- Most current three years:
- 1.61 Total premium earned \$.....0
- 1.62 Total incurred claims \$.....0
- 1.63 Number of covered lives0
- All years prior to most current three years:
- 1.64 Total premium earned \$.....0
- 1.65 Total incurred claims \$.....0
- 1.66 Number of covered lives0
- 1.7 Group policies:
- Most current three years:
- 1.71 Total premium earned \$.....0
- 1.72 Total incurred claims \$.....0
- 1.73 Number of covered lives0
- All years prior to most current three years:
- 1.74 Total premium earned \$.....0
- 1.75 Total incurred claims \$.....0
- 1.76 Number of covered lives0

2. Health test:

	1 Current Year	2 Prior Year
2.1 Premium Numerator.....	\$.....0	\$.....0
2.2 Premium Denominator.....	\$.....4,240,781,388	\$.....4,229,987,615
2.3 Premium Ratio (2.1/2.2).....	.....0.0	.....0.0
2.4 Reserve Numerator.....	\$.....16,014,473	\$.....14,915,755
2.5 Reserve Denominator.....	\$.....11,387,456,112	\$.....10,380,838,401
2.6 Reserve Ratio (2.4/2.5).....	.....0.1	.....0.1

- 3.1 Does the reporting entity issue both participating and non-participating policies? Yes [X] No []
- 3.2 If yes, state the amount of calendar year premiums written on:
- 3.21 Participating policies \$.....55,412,477
- 3.22 Non-participating policies \$.....4,253,902,176

4. FOR MUTUAL REPORTING ENTITIES AND RECIPROCAL EXCHANGES ONLY:

- 4.1 Does the reporting entity issue assessable policies? Yes [] No []
- 4.2 Does the reporting entity issue non-assessable policies? Yes [] No []
- 4.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders?0.0 %
- 4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums. \$.....0

5. FOR RECIPROCAL EXCHANGES ONLY:

- 5.1 Does the exchange appoint local agents? Yes [] No []
- 5.2 If yes, is the commission paid:
- 5.21 Out of Attorney's-in-fact compensation Yes [] No [] N/A []
- 5.22 As a direct expense of the exchange Yes [] No [] N/A []
- 5.3 What expenses of the exchange are not paid out of the compensation of the Attorney-in-fact?
-

- 5.4 Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred? Yes [] No []
- 5.5 If yes, give full information:
-

- 6.1 What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss?

In order to manage its risk, the Company monitors the concentration of insured employees on a location basis. Although the Company currently has no significant workers' compensation treaty reinsurance, the Company reviews available treaty reinsurance coverages periodically and makes purchase decisions as it deems appropriate. Facultative reinsurance purchases are also made as deemed appropriate.

- 6.2 Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process:

The Company uses RiskLink, a product developed by Risk Management Solutions, Inc., to estimate its Probable Maximum Loss (PML). Property exposures are modeled using RiskLink to determine locations of concentration including California, Florida, New Madrid, the Northeast, the Gulf States, and the Mid-Atlantic States. For terrorism risk, the Company uses RMS-PTM, a product developed by Risk Management Solutions, Inc. The Company also develops conventional attack PML's for combined property and workers' compensation exposures for comparison with aggregate corporate guidelines. Buildings with large exposures have a site engineering analysis performed.

- 6.3 What provision has this reporting entity made (such as a catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss?
- The Company purchases both excess of loss and proportional reinsurance to protect itself from an excessive catastrophe loss.

- 6.4 Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence? Yes [X] No []
- 6.5 If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to uninsured catastrophic loss:
-

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

- 7.1 Has the reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss cap, an aggregate limit or any similar provisions)? Yes [X] No []
- 7.2 If yes, indicate the number of reinsurance contracts containing such provisions.14
- 7.3 If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)? Yes [X] No []
- 8.1 Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on this risk, or portion thereof, reinsured? Yes [X] No []
- 8.2 If yes, give full information:
Please see footnote 22E for a list of commutations.
-
- 9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:
- (a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term;
 - (b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;
 - (c) Aggregate stop loss reinsurance coverage;
 - (d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;
 - (e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or
 - (f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity? Yes [] No [X]
- 9.2 Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling arrangements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member where:
- (a) The written premium ceded to the reinsurer by the reporting entity or its affiliate represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or
 - (b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract? Yes [] No [X]
- 9.3 If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9:
- (a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income;
 - (b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and
 - (c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.
- 9.4 Except for transactions meeting the requirements of paragraph 32 of SSAP No. 62R, Property and Casualty Reinsurance, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:
- (a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or
 - (b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP? Yes [] No [X]
- 9.5 If yes to 9.4, explain in the Reinsurance Summary Supplemental Filing for General Interrogatory 9 (Section D) why the contract(s) is treated differently for GAAP and SAP.
- 9.6 The reporting entity is exempt from the Reinsurance Attestation Supplement under one or more of the following criteria:
- (a) The entity does not utilize reinsurance; or Yes [] No [X]
 - (b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or Yes [] No [X]
 - (c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has filed an attestation supplement. Yes [] No [X]
10. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurance a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done? Yes [X] No [] N/A []
- 11.1 Has this reporting entity guaranteed policies issued by any other reporting entity and now in force? Yes [] No [X]
- 11.2 If yes, give full information:

- 12.1 If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 15.3 of the assets schedule, Page 2, state the amount of corresponding liabilities recorded for:
- 12.11 Unpaid losses \$.....37,682,220
 - 12.12 Unpaid underwriting expenses (including loss adjustment expenses) \$.....9,420,555
- 12.2 Of the amount on Line 15.3, Page 2, state the amount that is secured by letters of credit, collateral and other funds: \$.....41,425,697
- 12.3 If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses? Yes [] No [X] N/A []
- 12.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:
- 12.41 From0.0 %
 - 12.42 To0.0 %
- 12.5 Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by a reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies? Yes [X] No []
- 12.6 If yes, state the amount thereof at December 31 of current year:
- 12.61 Letters of credit \$.....1,163,461,215
 - 12.62 Collateral and other funds \$.....266,344,095

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

- 13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): \$.....8,093,275
- 13.2 Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision? Yes [] No [X]
- 13.3 State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of the amount.3

- 14.1 Is the company a cedant in a multiple cedant reinsurance contract? Yes [X] No []
- 14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:
Per the Company's Reinsurance Allocation Agreement and Pooling Agreement.

- 14.3 If the answer to 14.1 is yes, are the methods described in item 14.2 entirely contained in the respective multiple cedant reinsurance contracts? Yes [] No [X]
- 14.4 If the answer to 14.3 is no, are all the methods described in 14.2 entirely contained in written agreements? Yes [X] No []
- 14.5 If the answer to 14.4 is no, please explain:

- 15.1 Has the reporting entity guaranteed any financial premium accounts? Yes [] No [X]
- 15.2 If yes, give full information:

- 16.1 Does the reporting entity write any warranty business? Yes [X] No []
- If yes, disclose the following information for each of the following types of warranty coverage:

	1 Direct Losses Incurred	2 Direct Losses Unpaid	3 Direct Written Premium	4 Direct Premium Unearned	5 Direct Premium Earned
16.11 Home.....					
16.12 Products.....					
16.13 Automobile.....	252				
16.14 Other*.....					

* Disclose type of coverage: _____

- 17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F-Part 3 that it excludes from Schedule F-Part 5? Yes [] No [X]
- Included but not reported losses on contracts in force prior to July 1, 1984, and not subsequently renewed are exempt from inclusion in Schedule F-Part 5.

Provide the following information for this exemption:

- 17.11 Gross amount of unauthorized reinsurance in Schedule F-Part 3 excluded from Schedule F-Part 5 \$.....0
- 17.12 Unfunded portion of Interrogatory 17.11 \$.....0
- 17.13 Paid losses and loss adjustment expenses portion of Interrogatory 17.11 \$.....0
- 17.14 Case reserves portion of Interrogatory 17.11 \$.....0
- 17.15 Incurred but not reported portion of Interrogatory 17.11 \$.....0
- 17.16 Unearned premium portion of Interrogatory 17.11 \$.....0
- 17.17 Contingent commission portion of Interrogatory 17.11 \$.....0

Provide the following information for all other amounts included in Schedule F-Part 3 and excluded from Schedule F-Part 5, not included above:

- 17.18 Gross amount of unauthorized reinsurance in Schedule F-Part 3 excluded from Schedule F-Part 5 \$.....0
- 17.19 Unfunded portion of Interrogatory 17.18 \$.....0
- 17.20 Paid losses and loss adjustment expenses portion of Interrogatory 17.18 \$.....0
- 17.21 Case reserves portion of Interrogatory 17.18 \$.....0
- 17.22 Incurred but not reported portion of Interrogatory 17.18 \$.....0
- 17.23 Unearned premium portion of Interrogatory 17.18 \$.....0
- 17.24 Contingent commission portion of Interrogatory 17.18 \$.....0

- 18.1 Do you act as a custodian for health savings account? Yes [] No [X]
- 18.2 If yes, please provide the amount of custodial funds held as of the reporting date. \$.....0
- 18.3 Do you act as an administrator for health savings accounts? Yes [] No [X]
- 18.4 If yes, please provide the balance of the funds administered as of the reporting date. \$.....0

FIVE-YEAR HISTORICAL DATA

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e. 17.6.

	1 2010	2 2009	3 2008	4 2007	5 2006
Gross Premiums Written (Page 8, Part 1B, Cols. 1, 2 & 3)					
1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4).....	9,041,848,750	9,109,293,438	9,418,447,364	9,465,408,123	9,685,716,888
2. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	3,901,883,394	3,918,618,640	4,012,565,978	4,042,595,904	3,857,084,243
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	6,832,622,202	6,568,272,785	6,414,627,640	6,445,677,549	6,304,637,272
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....	84,566,979	88,405,459	97,648,110	120,494,089	147,295,590
5. Nonproportional reinsurance lines (Lines 31, 32 & 33).....	24,157,316	27,308,991	37,219,471	57,942,908	51,879,253
6. Total (Line 35).....	19,885,078,641	19,711,899,313	19,980,508,564	20,132,118,573	20,046,613,246
Net Premiums Written (Page 8, Part 1B, Col. 6)					
7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4).....	1,978,689,927	1,960,655,820	1,992,382,458	1,909,297,504	1,884,531,172
8. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	783,793,752	788,046,283	813,241,491	847,182,788	747,420,091
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	1,516,906,269	1,445,563,286	1,414,342,459	1,445,122,174	1,332,842,144
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....	25,387,849	23,886,383	22,004,595	14,022,461	24,937,104
11. Nonproportional reinsurance lines (Lines 31, 32 & 33).....	4,536,857	5,699,150	(15,084,182)	14,164,697	4,744,831
12. Total (Line 35).....	4,309,314,654	4,223,850,921	4,226,886,821	4,229,789,624	3,994,475,342
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8).....	246,219,259	416,516,989	310,089,289	446,379,291	493,396,917
14. Net investment gain (loss) (Line 11).....	1,283,161,482	983,637,928	1,220,546,720	1,325,506,593	1,142,636,782
15. Total other income (Line 15).....	35,509,742	38,569,760	(89,624,504)	1,884,978	(20,956,029)
16. Dividends to policyholders (Line 17).....	5,585,258	4,071,303	5,112,029	5,418,654	3,407,236
17. Federal and foreign income taxes incurred (Line 19).....	182,818,975	234,195,662	185,890,379	283,835,911	245,477,734
18. Net income (Line 20).....	1,376,486,250	1,200,457,712	1,250,009,097	1,484,516,298	1,366,192,700
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3).....	21,109,473,033	22,208,649,149	20,788,130,051	21,284,346,648	21,265,139,608
20. Premiums and considerations (Page 2, Col. 3):					
20.1 In course of collection (Line 15.1).....	667,727,677	616,546,926	203,184,920	239,234,399	220,368,385
20.2 Deferred and not yet due (Line 15.2).....	854,436,010	834,645,078	906,579,151	923,571,554	1,174,244,428
20.3 Accrued retrospective premiums (Line 15.3).....	45,517,349	112,602,614	74,948,426	52,898,698	140,287,073
21. Total liabilities excluding protected cell business (Page 3, Line 26).....	14,040,025,251	13,836,010,273	12,825,885,953	12,813,703,001	13,302,683,978
22. Losses (Page 3, Line 1).....	6,758,380,729	6,890,771,196	7,054,244,435	7,257,418,346	7,412,903,662
23. Loss adjustment expenses (Page 3, Line 3).....	1,566,509,255	1,617,891,069	1,614,428,187	1,582,247,145	1,536,806,218
24. Unearned premiums (Page 3, Line 9).....	1,925,992,064	1,866,204,658	1,888,702,988	1,875,314,505	1,805,625,439
25. Capital paid up (Page 3, Lines 30 & 31).....	10,790,700	10,790,700	10,790,700	10,770,000	13,000,000
26. Surplus as regards policyholders (Page 3, Line 37).....	7,069,447,782	8,372,638,876	7,962,244,098	8,470,643,647	7,962,455,631
Cash Flow (Page 5)					
27. Net cash from operations (Line 11).....	1,322,258,106	1,323,474,689	1,501,570,339	1,997,104,542	1,121,496,031
Risk-Based Capital Analysis					
28. Total adjusted capital.....	7,069,447,782	8,372,638,876	7,962,244,098	8,470,643,647	7,962,455,631
29. Authorized control level risk-based capital.....	1,260,657,916	1,342,112,348	1,375,784,367	1,465,262,004	1,542,650,856
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Item divided by Page 2, Line 12, Col. 3) x 100.0					
30. Bonds (Line 1).....	73.9	73.9	73.7	71.9	73.0
31. Stocks (Lines 2.1 & 2.2).....	20.1	20.8	20.4	21.4	22.0
32. Mortgage loans on real estate (Lines 3.1 & 3.2).....	0.2	0.2	0.2	0.2	0.2
33. Real estate (Lines 4.1, 4.2 & 4.3).....	1.1	1.0	1.0	1.0	0.9
34. Cash, cash equivalents and short-term investments (Line 5).....	0.8	0.7	0.6	0.6	(0.9)
35. Contract loans (Line 6).....	0.0	0.0	0.0	0.0	0.0
36. Derivatives (Line 7).....	0.0	XXX	XXX	XXX	XXX
37. Other invested assets (Line 8).....	3.5	3.4	3.5	4.8	4.8
38. Receivable for securities (Line 9).....	0.0	0.0	0.6	0.0	0.0
39. Securities lending reinvested collateral assets (Line 10).....	0.4	XXX	XXX	XXX	XXX
40. Aggregate write-ins for invested assets (Line 11).....	0.0	0.0	0.0	(0.0)	0.0
41. Cash, cash equivalents and invested assets (Line 12).....	100.0	100.0	100.0	100.0	100.0
Investments in Parent, Subsidiaries and Affiliates					
42. Affiliated bonds (Sch. D, Summary, Line 12, Col. 1).....	0	0	0	0	0
43. Affiliated preferred stocks (Sch. D, Summary, Line 18, Col. 1).....	0	0	0	0	0
44. Affiliated common stocks (Sch. D, Summary, Line 24, Col. 1).....	3,300,562,419	3,690,540,886	3,528,142,550	3,690,200,196	3,597,870,365
45. Affiliated short-term investments (Schedule DA, Verification, Col. 5, Line 10).....	0	0	0	0	0
46. Affiliated mortgage loans on real estate.....	0	0	0	0	0
47. All other affiliated.....	120,931,472	169,331,683	174,996,917	217,692,110	212,554,206
48. Total of above lines 42 to 47.....	3,421,493,891	3,859,872,569	3,703,139,467	3,907,892,306	3,810,424,571
49. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 48 above divided by Page 3, Col. 1, Line 37 x 100.0).....	48.4	46.1	46.5	46.1	51.5

FIVE-YEAR HISTORICAL DATA

(Continued)

	1	2	3	4	5
	2010	2009	2008	2007	2006
Capital and Surplus Accounts (Page 4)					
50. Net unrealized capital gains (losses) (Line 24).....	.....(166,490,976)	.....184,414,239	.....(436,573,975)	.....108,826,018	.....401,361,552
51. Dividends to stockholders (Line 35).....	.....(2,340,000,000)	.....(1,250,000,000)	.....(1,185,000,000)	.....(965,000,000)	.....(120,000,000)
52. Change in surplus as regards policyholders for the year (Line 38).....	.....(1,303,191,094)	.....410,394,778	.....(508,399,549)	.....508,188,017	.....1,503,504,434
Gross Losses Paid (Page 9, Part 2, Cols. 1&2)					
53. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4).....	.....5,477,449,790	.....5,325,734,682	.....5,712,645,252	.....5,612,760,185	.....5,925,705,260
54. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	.....2,022,993,284	.....2,072,334,749	.....2,026,801,525	.....2,184,030,011	.....2,635,832,496
55. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	.....3,311,941,632	.....3,013,924,684	.....2,985,406,329	.....2,418,303,309	.....2,989,884,348
56. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....	.....71,250,267	.....77,821,113	.....80,311,898	.....224,230,877	.....269,838,817
57. Nonproportional reinsurance lines (Lines 31, 32 & 33).....	.....166,227,207	.....200,254,076	.....706,285,710	.....422,035,384	.....372,277,510
58. Total (Line 35).....	.....11,049,862,179	.....10,690,069,305	.....11,511,450,714	.....10,861,359,765	.....12,193,538,431
Net Losses Paid (Page 9, Part 2, Col. 4)					
59. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 17.3, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4).....	.....1,073,696,267	.....986,223,815	.....1,039,762,259	.....1,170,713,285	.....1,013,800,017
60. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	.....410,019,612	.....408,919,763	.....401,417,312	.....375,868,631	.....358,722,238
61. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	.....745,053,838	.....674,414,094	.....663,201,699	.....467,925,197	.....568,948,206
62. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....	.....15,767,294	.....18,655,834	.....16,805,688	.....34,468,679	.....43,089,775
63. Nonproportional reinsurance lines (Lines 31, 32 & 33).....	.....26,112,550	.....21,891,803	.....109,960,902	.....57,788,042	.....65,436,283
64. Total (Line 35).....	.....2,270,649,561	.....2,110,105,310	.....2,231,147,860	.....2,106,763,833	.....2,049,996,519
Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0					
65. Premiums earned (Line 1).....	.....100.0	.....100.0	.....100.0	.....100.0	.....100.0
66. Losses incurred (Line 2).....	.....50.4	.....46.0	.....48.2	.....46.9	.....47.3
67. Loss expenses incurred (Line 3).....	.....11.6	.....12.2	.....13.1	.....12.1	.....12.3
68. Other underwriting expenses incurred (Line 4).....	.....32.1	.....31.9	.....31.3	.....30.3	.....27.8
69. Net underwriting gain (loss) (Line 8).....	.....5.8	.....9.8	.....7.4	.....10.7	.....12.6
Other Percentages					
70. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 35 x 100.0).....	.....30.8	.....31.0	.....33.3	.....29.8	.....18.2
71. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0).....	.....62.1	.....58.2	.....61.3	.....59.0	.....59.6
72. Net premiums written to policyholders' surplus (Page 8, Part 1B, Col. 6, Line 35, divided by Page 3, Line 37, Col. 1 x 100.0).....	.....61.0	.....50.4	.....53.1	.....49.9	.....53.1
One Year Loss Development (000 omitted)					
73. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2-Summary, Line 12, Col. 11).....	.....(217,139)	.....(252,144)	.....(322,867)	.....(137,116)	.....(94,841)
74. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 73 above divided by Page 4, Line 21, Col. 1 x 100).....	.....(2.6)	.....(3.2)	.....(3.8)	.....(1.7)	.....(1.6)
Two Year Loss Development (000 omitted)					
75. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2-Summary, Line 12, Col. 12).....	.....(453,649)	.....(593,661)	.....(401,872)	.....(173,266)	.....227,603
76. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 75 above divided by Page 4, Line 21, Col. 2 x 100.0).....	.....(5.7)	.....(7.0)	.....(5.0)	.....(2.9)	.....4.9

NOTE: If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of SSAP No. 3, Accounting Changes and Correction of Errors?

Yes [] No []

If no, please explain:

SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES

SCHEDULE P - PART 1 - SUMMARY

(\$'000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)	12 Number of Claims Reported-Direct and Assumed
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments				
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior.....	XXX	XXX	XXX	191,587	77,762	95,017	15,530	24,621	472	5,174	217,461	XXX
2. 2001.....	4,063,982	709,813	3,354,169	3,321,207	993,483	322,821	66,316	172,555	17,754	84,040	2,739,031	XXX
3. 2002.....	4,501,254	926,528	3,574,726	2,321,188	520,241	276,995	39,640	142,049	13,833	83,341	2,166,518	XXX
4. 2003.....	4,808,432	937,234	3,871,198	2,163,382	364,676	235,646	30,790	142,820	13,574	86,725	2,132,807	XXX
5. 2004.....	4,905,565	906,670	3,998,895	1,992,555	349,299	196,082	25,997	158,476	14,581	88,077	1,957,236	XXX
6. 2005.....	4,670,931	706,883	3,964,048	2,262,331	611,482	175,399	26,167	161,950	10,652	77,642	1,951,379	XXX
7. 2006.....	4,585,945	595,224	3,990,722	1,638,731	199,073	143,597	14,265	179,164	5,622	77,906	1,742,533	XXX
8. 2007.....	5,020,438	858,815	4,161,623	1,641,512	153,919	134,530	10,641	192,940	4,290	90,332	1,800,133	XXX
9. 2008.....	4,674,433	473,077	4,201,356	1,914,328	192,790	113,428	9,025	222,385	3,272	86,423	2,045,055	XXX
10. 2009.....	4,606,917	376,929	4,229,988	1,471,386	78,055	73,416	4,129	210,831	2,290	72,613	1,671,159	XXX
11. 2010.....	4,581,613	340,831	4,240,782	1,079,839	48,930	35,500	1,996	187,775	1,348	49,585	1,250,840	XXX
12. Totals.....	XXX	XXX	XXX	19,998,047	3,589,709	1,802,434	244,496	1,795,567	87,688	801,858	19,674,154	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding-Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1. Prior.....	1,396,551	401,496	1,383,808	260,306	154,937	28,991	258,881	21,547	138,407	592	2,042	2,619,652	XXX
2. 2001.....	166,358	43,529	133,724	36,427	13,352	2,716	22,883	5,440	25,593	240	4,536	273,558	XXX
3. 2002.....	121,447	39,144	131,414	42,278	10,981	1,435	29,095	5,567	9,001	152	1,096	213,361	XXX
4. 2003.....	125,948	23,914	146,361	45,211	11,480	957	37,907	10,680	30,545	343	5,918	271,135	XXX
5. 2004.....	120,394	31,709	147,307	39,782	13,154	1,272	29,279	6,311	10,105	156	4,971	241,009	XXX
6. 2005.....	120,725	34,122	197,734	58,104	14,237	1,972	31,231	5,936	11,290	167	7,386	274,917	XXX
7. 2006.....	157,929	36,526	246,856	46,795	19,129	1,663	37,193	7,573	18,760	34	10,716	387,276	XXX
8. 2007.....	217,084	32,929	331,566	61,983	27,969	1,939	61,167	4,061	18,155	(39)	18,315	555,067	XXX
9. 2008.....	339,399	36,880	423,404	60,119	41,200	2,597	102,280	7,529	31,816	(61)	34,809	831,035	XXX
10. 2009.....	422,530	62,367	525,903	64,134	42,001	2,501	115,424	8,078	37,866	(47)	42,515	1,006,692	XXX
11. 2010.....	596,226	45,571	886,555	77,514	44,093	2,321	158,521	7,821	98,971	(50)	79,367	1,651,188	XXX
12. Totals.....	3,784,591	788,187	4,554,631	792,654	392,532	48,363	883,861	90,542	430,509	1,487	211,670	8,324,890	XXX

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves after Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1. Prior..	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	2,118,556	501,095
2. 2001.	4,178,494	1,165,904	3,012,589	102.8	164.3	89.8	0	0	23.29	220,127	53,432
3. 2002.	3,042,170	662,290	2,379,880	67.6	71.5	66.6	0	0	23.29	171,438	41,923
4. 2003.	2,894,089	490,147	2,403,942	60.2	52.3	62.1	0	0	23.29	203,184	67,951
5. 2004.	2,667,351	469,107	2,198,244	54.4	51.7	55.0	0	0	23.29	196,209	44,799
6. 2005.	2,974,898	748,601	2,226,296	63.7	105.9	56.2	0	0	23.29	226,233	48,684
7. 2006.	2,441,360	311,551	2,129,809	53.2	52.3	53.4	0	0	23.29	321,464	65,812
8. 2007.	2,624,923	269,723	2,355,199	52.3	31.4	56.6	0	0	23.29	453,738	101,329
9. 2008.	3,188,241	312,150	2,876,091	68.2	66.0	68.5	0	0	23.29	665,804	165,231
10. 2009.	2,899,357	221,506	2,677,851	62.9	58.8	63.3	0	0	23.29	821,932	184,760
11. 2010.	3,087,479	185,451	2,902,028	67.4	54.4	68.4	0	0	23.29	1,359,695	291,493
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX	6,758,381	1,566,509

Note: Parts 2 and 4 are gross of all discounting, including tabular discounting. Part 1 is gross of only nontabular discounting, which is reported in Columns 32 and 33 of Part 1. The tabular discount, if any, is reported in the Notes to Financial Statements which will reconcile Part 1 with Parts 2 and 4.

SCHEDULE P - PART 2 - SUMMARY

Years in Which Losses Were Incurred	Incurred Net Losses and Defense and Cost Containment Expenses Reported at Year End (\$000 omitted)										DEVELOPMENT	
	1	2	3	4	5	6	7	8	9	10	11	12
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010	One Year	Two Year
1. Prior.....	5,367,614	6,266,701	6,605,812	7,154,541	7,505,722	7,661,831	7,757,761	7,838,839	7,837,117	7,855,296	18,179	16,457
2. 2001.....	2,669,703	2,711,760	2,825,690	2,871,169	2,838,649	2,873,817	2,855,374	2,872,758	2,862,011	2,839,424	(22,587)	(33,334)
3. 2002.....	XXX	2,396,785	2,224,106	2,283,283	2,307,930	2,324,774	2,310,675	2,305,987	2,293,978	2,252,391	(41,587)	(53,596)
4. 2003.....	XXX	XXX	2,386,324	2,259,800	2,312,258	2,304,267	2,317,204	2,322,023	2,277,903	2,255,224	(22,680)	(66,799)
5. 2004.....	XXX	XXX	XXX	2,609,673	2,368,029	2,266,243	2,204,129	2,127,493	2,093,119	2,054,736	(38,383)	(72,757)
6. 2005.....	XXX	XXX	XXX	XXX	2,651,501	2,434,224	2,352,664	2,190,355	2,124,153	2,074,330	(49,823)	(116,025)
7. 2006.....	XXX	XXX	XXX	XXX	XXX	2,217,641	2,143,903	2,026,073	1,982,340	1,950,269	(32,071)	(75,804)
8. 2007.....	XXX	XXX	XXX	XXX	XXX	XXX	2,283,377	2,222,743	2,160,805	2,160,143	(661)	(62,600)
9. 2008.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,625,289	2,647,987	2,636,098	(11,889)	10,809
10. 2009.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,457,782	2,442,145	(15,637)	XXX
11. 2010.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,627,438	XXX	XXX
12. Totals.....											(217,139)	(453,649)

SCHEDULE P - PART 3 - SUMMARY

Years in Which Losses Were Incurred	Cumulative Paid Net Losses and Defense and Cost Containment Expenses Reported at Year End (\$000 omitted)										11	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010		
1. Prior.....	000	1,462,557	2,613,075	3,154,697	3,695,610	4,121,516	4,460,860	4,855,031	5,058,535	5,251,847	XXX	XXX
2. 2001.....	787,970	1,430,706	1,843,197	2,116,098	2,304,360	2,406,958	2,472,696	2,519,542	2,549,368	2,584,230	XXX	XXX
3. 2002.....	XXX	673,778	1,142,683	1,426,888	1,649,998	1,812,200	1,913,088	1,978,738	2,014,965	2,038,302	XXX	XXX
4. 2003.....	XXX	XXX	691,809	1,185,937	1,505,328	1,694,655	1,840,608	1,922,434	1,970,236	2,003,562	XXX	XXX
5. 2004.....	XXX	XXX	XXX	690,438	1,178,359	1,415,620	1,593,484	1,698,151	1,768,024	1,813,341	XXX	XXX
6. 2005.....	XXX	XXX	XXX	XXX	738,776	1,280,930	1,491,962	1,639,969	1,734,536	1,800,082	XXX	XXX
7. 2006.....	XXX	XXX	XXX	XXX	XXX	707,842	1,096,603	1,304,642	1,455,018	1,568,991	XXX	XXX
8. 2007.....	XXX	XXX	XXX	XXX	XXX	XXX	770,251	1,202,412	1,442,455	1,611,482	XXX	XXX
9. 2008.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,009,050	1,539,575	1,825,942	XXX	XXX
10. 2009.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	945,186	1,462,618	XXX	XXX
11. 2010.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,064,413	XXX	XXX

SCHEDULE P - PART 4 - SUMMARY

Years in Which Losses Were Incurred	Bulk and IBNR Reserves on Net Losses and Defense and Cost Containment Expenses Reported at Year End (\$000 omitted)									
	1	2	3	4	5	6	7	8	9	10
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
1. Prior.....	2,467,823	2,239,423	1,992,582	2,062,203	2,005,936	1,911,173	1,819,480	1,632,328	1,521,707	1,411,642
2. 2001.....	1,216,540	661,987	459,458	289,579	194,632	198,413	164,301	168,643	151,260	119,305
3. 2002.....	XXX	1,182,581	570,673	395,710	289,252	237,166	204,637	188,056	167,965	119,703
4. 2003.....	XXX	XXX	1,191,008	591,797	405,320	284,955	237,073	223,790	168,370	134,162
5. 2004.....	XXX	XXX	XXX	1,399,486	760,668	496,374	349,680	246,681	185,810	136,965
6. 2005.....	XXX	XXX	XXX	XXX	1,220,904	759,641	577,334	347,018	249,195	173,357
7. 2006.....	XXX	XXX	XXX	XXX	XXX	1,041,717	689,491	449,259	322,478	239,594
8. 2007.....	XXX	XXX	XXX	XXX	XXX	XXX	1,005,601	632,146	433,688	336,157
9. 2008.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,055,938	651,506	466,070
10. 2009.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	997,057	578,384
11. 2010.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	969,747

THE TRAVELERS INDEMNITY COMPANY
SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated by States and Territories

States, Etc.	1 Active Status	Gross Premiums, Including Policy and Membership Fees, Less Return Premiums and Premiums on Policies Not Taken		4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges not Included in Premiums	9 Direct Premiums Written for Federal Purchasing Groups (Incl. in Col. 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
1. Alabama.....AL.....L.....	19,793,485	19,856,001	1,241	8,666,011	4,908,257	57,263,615	26,703	0	
2. Alaska.....AK.....L.....	1,134,665	1,234,775	0	723,468	(621,592)	3,843,188	210	0	
3. Arizona.....AZ.....L.....	38,419,668	34,675,477	10,291	14,652,811	67,574,979	105,998,550	39,029	0	
4. Arkansas.....AR.....L.....	18,128,574	20,737,176	1,963	11,229,877	10,099,189	80,407,088	19,881	0	
5. California.....CA.....Q.....	(1,818,942)	(2,848,928)	0	11,175,192	6,094,096	94,682,594	0	0	
6. Colorado.....CO.....L.....	36,007,307	38,931,560	13,428	29,172,900	27,247,072	90,693,420	60,834	0	
7. Connecticut.....CT.....L.....	30,072,750	32,246,846	3,010	22,450,169	14,157,832	143,230,170	99,113	0	
8. Delaware.....DE.....L.....	6,651,568	6,857,125	0	3,995,840	2,098,805	35,759,473	21,195	0	
9. District of Columbia.....DC.....L.....	16,691,210	16,387,393	0	5,877,821	(1,742,890)	42,587,197	12,423	0	
10. Florida.....FL.....L.....	43,993,465	44,710,054	3,788	25,365,174	1,147,204	289,420,523	13,738	0	
11. Georgia.....GA.....L.....	48,882,902	46,484,887	169,227	20,704,571	15,492,270	73,044,105	175,649	0	
12. Hawaii.....HI.....L.....	6,096,327	6,262,039	29	4,494,595	1,333,117	23,073,506	758	0	
13. Idaho.....ID.....L.....	8,982,383	9,269,772	73	2,274,046	1,616,291	11,760,338	18,232	0	
14. Illinois.....IL.....L.....	74,561,709	74,389,063	10,659	54,850,189	57,725,390	257,858,355	82,397	0	
15. Indiana.....IN.....L.....	32,618,311	32,266,339	0	18,020,287	18,039,056	46,744,376	22,136	0	
16. Iowa.....IA.....L.....	16,146,168	15,721,296	0	13,470,205	20,307,201	60,181,645	11,872	0	
17. Kansas.....KS.....L.....	23,526,683	30,047,832	5,947	20,771,381	6,811,145	80,544,028	25,396	0	
18. Kentucky.....KY.....L.....	17,924,116	16,443,699	0	9,557,491	5,947,488	88,322,994	16,430	0	
19. Louisiana.....LA.....L.....	28,265,631	22,599,459	0	9,965,749	2,210,268	63,091,811	24,307	0	
20. Maine.....ME.....L.....	4,314,820	4,242,420	0	1,231,340	(3,409,376)	23,240,069	8,224	0	
21. Maryland.....MD.....L.....	42,259,887	43,551,197	81,152	25,984,331	30,694,602	81,261,139	176,002	0	
22. Massachusetts.....MA.....L.....	104,046,735	109,220,041	1,435	47,494,005	42,278,890	234,690,434	466,914	0	
23. Michigan.....MI.....L.....	34,414,398	32,459,823	0	15,225,173	8,897,127	111,708,074	41,252	0	
24. Minnesota.....MN.....L.....	20,354,345	19,519,247	0	9,906,759	10,010,707	85,784,861	19,540	0	
25. Mississippi.....MS.....L.....	27,797,833	25,094,909	343	8,401,643	9,554,160	65,982,219	27,815	0	
26. Missouri.....MO.....L.....	35,211,752	33,190,567	408	14,025,267	15,318,161	88,397,978	41,896	0	
27. Montana.....MT.....L.....	10,162,261	10,080,080	0	7,991,908	8,179,516	19,294,751	21,905	0	
28. Nebraska.....NE.....L.....	26,658,969	25,997,764	152,963	20,045,219	22,027,769	59,380,765	23,756	0	
29. Nevada.....NV.....L.....	21,162,902	21,676,212	0	6,368,254	2,274,530	30,882,044	26,461	0	
30. New Hampshire.....NH.....L.....	9,895,197	9,798,688	0	6,291,487	4,887,206	38,195,297	20,122	0	
31. New Jersey.....NJ.....L.....	69,544,919	75,682,736	632,665	59,890,940	42,871,595	377,651,425	124,257	0	
32. New Mexico.....NM.....L.....	10,152,175	8,398,374	34	6,422,999	3,414,376	15,867,976	12,036	0	
33. New York.....NY.....L.....	133,524,553	131,875,164	11,852	108,398,574	26,853,084	569,150,857	438,201	0	
34. North Carolina.....NC.....L.....	61,958,109	64,773,981	61,337	28,609,721	20,251,714	129,648,370	312,053	0	
35. North Dakota.....ND.....L.....	2,809,705	2,562,988	0	3,299,908	4,536,773	2,961,343	1,468	0	
36. Ohio.....OH.....L.....	34,302,502	31,978,926	0	33,916,174	46,112,399	90,313,233	32,662	0	
37. Oklahoma.....OK.....L.....	32,735,247	33,059,993	1,511	42,683,531	47,240,796	43,972,261	2,467	0	
38. Oregon.....OR.....L.....	19,104,919	18,825,198	630	7,721,316	7,878,313	26,270,246	29,552	0	
39. Pennsylvania.....PA.....L.....	91,677,424	90,423,209	56,988	50,470,341	65,910,586	306,496,517	669,732	0	
40. Rhode Island.....RI.....L.....	5,429,324	5,518,847	0	4,352,251	3,387,852	23,901,791	15,974	0	
41. South Carolina.....SC.....L.....	14,901,890	14,955,084	6,515	4,494,288	(5,026,758)	38,434,609	22,351	0	
42. South Dakota.....SD.....L.....	3,619,225	3,256,663	0	1,409,025	1,184,695	13,202,348	2,907	0	
43. Tennessee.....TN.....L.....	45,466,545	44,763,260	23,529	39,541,660	48,635,833	160,903,279	69,982	0	
44. Texas.....TX.....L.....	65,816,275	64,884,428	114,099	37,571,556	19,913,473	343,503,336	141,636	0	
45. Utah.....UT.....L.....	10,464,170	10,442,651	0	2,182,333	1,251,706	13,169,023	21,489	0	
46. Vermont.....VT.....L.....	4,699,888	5,334,740	0	3,269,663	3,575,569	26,523,689	9,121	0	
47. Virginia.....VA.....L.....	41,666,783	44,368,876	2,927	39,194,570	36,893,333	120,709,908	81,668	0	
48. Washington.....WA.....L.....	26,193,231	27,223,259	0	10,201,250	12,650,932	37,519,977	63,060	0	
49. West Virginia.....WV.....L.....	13,827,251	11,643,387	0	7,300,105	5,375,392	53,569,932	9,040	0	
50. Wisconsin.....WI.....L.....	21,168,995	15,751,196	1,942	11,517,404	16,777,858	52,104,672	9,795	0	
51. Wyoming.....WY.....L.....	4,111,344	4,312,942	0	1,667,133	1,770,750	3,603,807	4,087	0	
52. American Samoa.....AS.....N.....	0	0	0	0	0	0	0	0	
53. Guam.....GU.....L.....	88,619	86,906	0	14,903	25,518	10,615	0	0	
54. Puerto Rico.....PR.....L.....	380,785	418,232	0	262,239	221,296	38,820	3	0	
55. US Virgin Islands.....VI.....L.....	6,192	6,998	0	995,914	995,912	38,599	0	0	
56. Northern Mariana Islands.....MP.....N.....	0	0	0	0	0	0	0	0	
57. Canada.....CN.....N.....	0	0	0	0	0	0	0	0	
58. Aggregate Other Alien.....OT.....XXX.....	2,874,871	3,216,282	0	574,921	(404,579)	1,890,279	0	0	
59. Totals.....(a).....53.....	1,518,882,019	1,514,867,131	1,369,986	956,345,882	823,456,890	4,938,781,521	3,617,730	0	

DETAILS OF WRITE-INS

5801. Other Alien Combined.....XXX.....	2,874,871	3,216,282	0	574,921	(404,579)	1,890,279	0	0
5802.....XXX.....	0	0	0	0	0	0	0	0
5803.....XXX.....	0	0	0	0	0	0	0	0
5898. Summary of remaining write-ins for Line 58 from overflow page.....XXX.....	0	0	0	0	0	0	0	0
5899. Totals (Lines 5801 thru 5803+ Line 5898) (Line 58 above).....XXX.....	2,874,871	3,216,282	0	574,921	(404,579)	1,890,279	0	0

(a) Insert the number of "L" responses except for Canada and Other Alien.

(L) - Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) - Registered - Non-domiciled RRGs; (Q) - Qualified - Qualified or Accredited Reinsurer; (E) - Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) - None of the above - Not allowed to write business in the state.

Explanation of Basis of Allocation of Premiums by States, etc.

Location of property: 1 Fire, 2 Allied lines, 3 Farmowners, 4 Homeowners, 5 CMP, 12 Earthquake, 25 Glass, 26 Burglary and theft, 27 Boiler and machinery, 28 credit; Location of risk: 11 Medical malpractice, 14 Group A&H, 17 Other liability; Location of garage: 19 Auto liability, 21 Auto physical damage, 8 Ocean marine - Where policy is negotiated and placed; 9 Inland marine - Where located; 10 Financial guaranty - Location of principal; 15 Other A&H - Insured's residence; 16 Workers' compensation - Location of employee's workplace; 23 Fidelity - Location of insured's principal office; 22 Aircraft - Location of airport from which insured's aircraft operates; 24 Surety - Depository, supply contract and miscellaneous: Location of principal; Judicial: Location of court; Licensee: Location of obligee; Construction: Location of work.

**SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART**

The Travelers Companies, Inc.	Minnesota	41-0518860	... .. Travelers Casualty and Surety Company of America (31194) *	Connecticut	06-0907370
... St. Paul Fire and Marine Insurance Company (24767) *	Connecticut	41-0406690	... .. Travelers Brazil Holding, LLC	Delaware	
... St. Paul Mercury Insurance Company (24791) *	Connecticut	41-0881659	... .. Travelers Casualty Insurance Company of America (19046) *	Connecticut	06-0876835
... St. Paul Guardian Insurance Company (24775) *	Connecticut	41-0963301	... .. Travelers Casualty Company of Connecticut (36170) *	Connecticut	06-1286266
... St. Paul Fire and Casualty Insurance Company (40967) *	Wisconsin	41-1419276	... .. Travelers Casualty UK Investments, LLC	Delaware	
... St. Paul Surplus Lines Insurance Company (30481) *	Delaware	41-1230819	... .. Travelers Commercial Insurance Company (36137) *	Connecticut	06-1286268
... Athena Assurance Company (41769) *	Connecticut	41-1435765	... .. Travelers Excess and Surplus Lines Company (29696) *	Connecticut	06-1203698
... St. Paul Medical Liability Insurance Company (41750) *	Connecticut	41-1435766	... .. Travelers Lloyds of Texas Insurance Company (41564) *	Texas	75-1732040
... Northbrook Holdings, Inc.	Delaware	51-0375653	... .. The Travelers Indemnity Company (25658) *	Connecticut	06-0566050
... Discover Property & Casualty Insurance Company (36463) *	Illinois	36-2999370	... .. The Charter Oak Fire Insurance Company (25615) *	Connecticut	06-0291290
... St. Paul Protective Insurance Company (19224) *	Illinois	36-2542404	... .. First Floridian Auto and Home Insurance Company (10647) *	Florida	59-3372141
... Discover Specialty Insurance Company (10213) *	Illinois	52-1925132	... .. First Trenton Indemnity Company (29930) *	Connecticut	22-3129711
... United States Fidelity and Guaranty Company (25887) *	Connecticut	52-0515280	... .. Gulf Underwriters Insurance Company (42811) *	Connecticut	56-1371361
... Fidelity and Guaranty Insurance Underwriters, Inc. (25879) *	Wisconsin	52-0616768	... .. Select Insurance Company (22233) *	Texas	75-6013697
... Fidelity and Guaranty Insurance Company (35386) *	Iowa	42-1091525	... .. Gulf Underwriting Limited *	United Kingdom	
... MMI Capital Trust I	Delaware	52-2073764	... .. Travelers Casualty and Surety Company of Europe, Limited *	United Kingdom	
... USF&G Capital I	Delaware	52-1953822	... .. Commercial Guaranty Insurance Company (38385) *	Delaware	75-1679830
... USF&G Capital III	Delaware	52-2044075	... .. Jupiter Holdings, Inc.	Minnesota	41-1769846
... 350 Market Street, LLC	Delaware	41-0406690	... .. American Equity Insurance Company (43117) *	Arizona	86-0703220
... UA Combined Investment Company, Ltd	United Kingdom		... .. American Equity Specialty Insurance Company (10819) *	Connecticut	86-0868106
... Travelers Insurance Company Limited *	United Kingdom	AA-1121375	... .. Northland Insurance Company (24015) *	Connecticut	41-6009967
... Travelers Property Casualty Corp.	Connecticut	06-1008174	... .. Northfield Insurance Company (27987) *	Iowa	41-0983992
... Travelers Insurance Group Holdings Inc.	Delaware	06-1445591	... .. Northland Casualty Company (24031) *	Connecticut	94-6051964
... The Standard Fire Insurance Company (19070) *	Connecticut	06-6033509	... .. Travelers Indemnity UK Investments, LLC	Connecticut	
... Standard Fire Properties, LLC	Delaware	06-6033509	... .. The Phoenix Insurance Company (25623) *	Connecticut	06-0303275
... Standard Fire UK Investments, LLC	Delaware		... .. The Travelers Indemnity Company of America (25666) *	Connecticut	58-6020487
... The Automobile Insurance Company of Hartford, Connecticut (19062) *	Connecticut	06-0848755	... .. The Travelers Indemnity Company of Connecticut (25682) *	Connecticut	06-0336212
... Auto Hartford Investments, LLC	Delaware	06-0848755	... .. Travelers Property Casualty Company of America (25674) *	Connecticut	36-2719165
... Travelers Personal Security Insurance Company (36145) *	Connecticut	06-1286264	... .. Constitution State Services, LLC	Delaware	06-1501229
... Travelers Property Casualty Insurance Company (36161) *	Connecticut	06-1286274	... .. The Premier Insurance Company of Massachusetts (12850) *	Massachusetts	04-3175569
... Travelers Personal Insurance Company (38130) *	Connecticut	36-3703200	... .. TravCo Insurance Company (28188) *	Connecticut	35-1838077
... Travelers (Bermuda) Limited *	Bermuda	98-0190863	... .. TINDY Foreign, Inc	Delaware	20-4403403
... Travelers Casualty and Surety Company (19038) *	Connecticut	06-6033504	... .. Travelers Commercial Casualty Company (40282) *	Connecticut	95-3634110
... Farmington Casualty Company (41483) *	Connecticut	06-1067463	... .. The Travelers Home and Marine Insurance Company (27998) *	Connecticut	35-1838079
... Travelers Guarantee Company of Canada*	Canada		... .. The Travelers Lloyds Insurance Company (41262) *	Texas	76-0002592
... Coronation Insurance Company, Ltd. *	Canada		... .. The Travelers Marine Corporation	California	94-0338230

Notes:

* Denotes affiliated insurer

Unless otherwise stated, subsidiaries listed above are 100% owned by respective parent

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