

ANNUAL STATEMENT

For the Year Ended December 31, 2012

OF THE CONDITION AND AFFAIRS OF THE

TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA

NAIC Group Code **3548** **3548** NAIC Company Code **31194** Employer's ID Number **06-0907370**
(Current Period) (Prior Period)

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

INCORPORATED/ORGANIZED, JULY 18, 1974 COMMENCED BUSINESS, JULY 24, 1974

Statutory Home Office: **One Tower Square, Hartford, CT, US 06183**
Main Administrative Office: **One Tower Square, Hartford, CT, US 06183 (860) 277-0111**
Mail Address: **One Tower Square, Hartford, CT, US 06183**
Primary Location of Books and Records: **One Tower Square, Hartford, CT, US 06183 (860) 277-0111**
Internet Website Address: **www.travelers.com**
Statutory Statement Contact: **Michael J. Doody (860) 277-3966**
Annual.Statement.Contact@travelers.com (860) 277-7002
(E-Mail Address) (Fax Number)

OFFICERS


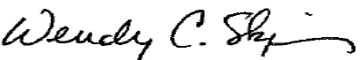
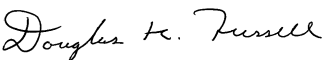
Name	Title	Name	Title
1. BRIAN WILLIAM MacLEAN.....	Chairman, President & Chief Executive Officer	WILLIAM PATRICK HANNON.....	Executive Vice President, Enterprise Risk Management & Business Conduct Officer
2. JAY STEVEN BENET.....	Vice Chairman & Chief Financial Officer	MADelyn JOSEPH LANKTON.....	Executive Vice President & Chief Information Officer
3. CHARLES JOSEPH CLARKE.....	Vice Chairman	MARIA OLIVO.....	Executive Vice President, Strategic Development & Treasurer
4. WILLIAM HERBERT HEYMAN....	Vice Chairman & Chief Investment Officer	KENNETH FRANKLIN SPENCE, III.....	Executive Vice President & General Counsel
5. ALAN DAVID SCHNITZER.....	Vice Chairman & Chief Legal Officer	GREGORY CHESHIRE TOCZYDLOWSKI.....	Executive Vice President, Personal Insurance
6. # DOREEN SPADORCIA.....	Vice Chairman	DOUGLAS KEITH BELL.....	Senior Vice President, Accounting Policy
7. ANDY FRANCIS BESSETTE.....	Executive Vice President & Chief Administrative Officer	DOUGLAS KENNETH RUSSELL.....	Senior Vice President & Corporate Controller
8. # ROBERT CARL BRODY.....	Executive Vice President, Claim Services	SCOTT WILLIAM RYNDA.....	Senior Vice President, Corporate Tax
9. JOHN PATRICK CLIFFORD, JR.....	Executive Vice President, Human Resources	WENDY CONSTANCE SKJERVEN.....	Associate Group General Counsel, Corporate & Corporate Secretary
10. WILLIAM EUGENE CUNNINGHAM, JR.....	Executive Vice President, Business Insurance	SMITESH DAVÉ.....	Vice President & Chief Corporate Actuary

DIRECTORS

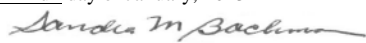
JAY STEVEN BENET BRIAN WILLIAM MacLEAN KENNETH FRANKLIN SPENCE, III
WILLIAM HERBERT HEYMAN DOREEN SPADORCIA GREGORY CHESHIRE TOCZYDLOWSKI

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.

		
_____ Brian W. MacLean	_____ Wendy C. Skjerven	_____ Douglas K. Russell
_____ President	_____ Secretary	_____ Controller

Subscribed and sworn to before me this

22nd day of January, 2013


Sandra M. Bachman Notary Public
My Commission Expires September 30, 2017



a. Is this an original filing? Yes 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).....	3,713,171,015	0	3,713,171,015	3,525,992,354
2. Stocks (Schedule D):				
2.1 Preferred stocks.....	0	0	0	0
2.2 Common stocks.....	141,089	0	141,089	0
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens.....	0	0	0	0
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).....	0	0	0	0
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 (\$.....(24,233,923), Schedule E-Part 1), cash equivalents (\$.....0, Schedule E-Part 2) and short-term investments (\$.....40,170,714, Schedule DA).....	15,936,791	0	15,936,791	103,657,622
6. Contract loans (including \$.....0 premium notes).....	0	0	0	0
7. Derivatives (Schedule DB).....	0	0	0	0
8. Other invested assets (Schedule BA).....	429,854,627	149,123,930	280,730,697	249,171,807
9. Receivables for securities.....	0	0	0	0
10. Securities lending reinvested collateral assets (Schedule DL).....	7,769,155	0	7,769,155	7,344,088
11. Aggregate write-ins for invested assets.....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	4,166,872,677	149,123,930	4,017,748,747	3,886,165,872
13. Title plants less \$.....0 charged off (for Title insurers only).....	0	0	0	0
14. Investment income due and accrued.....	50,798,732	0	50,798,732	49,234,241
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	87,261,026	17,263,246	69,997,780	132,660,023
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....45,904,312 earned but unbilled premiums).....	120,897,415	5,952,686	114,944,728	106,616,639
15.3 Accrued retrospective premiums.....	0	0	0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers.....	12,410,524	0	12,410,524	10,983,463
16.2 Funds held by or deposited with reinsured companies.....	0	0	0	0
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	0
18.2 Net deferred tax asset.....	167,129,514	103,855,136	63,274,378	67,832,057
19. Guaranty funds receivable or on deposit.....	13,336	0	13,336	52,828
20. Electronic data processing equipment and software.....	0	0	0	0
21. Furniture and equipment, including health care delivery assets (\$.....0).....	0	0	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.....	11,080,470	0	11,080,470	0
24. Health care (\$.....0) and other amounts receivable.....	0	0	0	0
25. Aggregate write-ins for other than invested assets.....	34,272,776	34,982,694	(709,918)	2,902,428
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25).....	4,650,736,471	311,177,693	4,339,558,778	4,256,447,550
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0	0
28. TOTALS (Lines 26 and 27).....	4,650,736,471	311,177,693	4,339,558,778	4,256,447,550

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. Other assets tri-party/tax credit bonds.....	423,634	0	423,634	0
2502. State surcharges receivable.....	358,483	0	358,483	191,746
2503. Ceded deposit asset.....	54,292	0	54,292	50,560
2598. Summary of remaining write-ins for Line 25 from overflow page.....	33,436,368	34,982,694	(1,546,326)	2,660,122
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	34,272,776	34,982,694	(709,918)	2,902,428

TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 35, Column 8).....	901,058,710	937,681,730
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6).....	1,446,021	2,604,752
3. Loss adjustment expenses (Part 2A, Line 35, Column 9).....	534,370,660	525,055,953
4. Commissions payable, contingent commissions and other similar charges.....	29,281,779	30,858,691
5. Other expenses (excluding taxes, licenses and fees).....	35,588,967	29,866,613
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	66,762,894	60,276,105
7.1 Current federal and foreign income taxes (including \$.....(435,572) on realized capital gains (losses)).....	60,675,573	49,086,527
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 \$.....229,107,478 and including warranty reserves of \$.....0 and accrued accident and health experience rating refunds including \$.....0 for medical loss ratio rebate per the Public Health Service Act).....	783,409,692	813,328,906
10. Advance premium.....	726,898	493,071
11. Dividends declared and unpaid:		
11.1 Stockholders.....	0	0
11.2 Policyholders.....	6,730,121	8,117,549
12. Ceded reinsurance premiums payable (net of ceding commissions).....	(70,803,744)	(71,042,044)
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19).....	94,449,544	95,031,416
14. Amounts withheld or retained by company for account of others.....	79,084,806	31,860,277
15. Remittances and items not allocated.....	19,270,931	18,641,351
16. Provision for reinsurance (including \$.....0 certified) (Schedule F, Part 8).....	5,314,325	6,397,371
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.....	0	53,766,609
20. Derivatives.....	0	0
21. Payable for securities.....	0	1,249,903
22. Payable for securities lending.....	7,769,155	7,344,088
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.....	3,970,625	3,753,415
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25).....	2,559,106,957	2,604,372,282
27. Protected cell liabilities.....	0	0
28. Total liabilities (Lines 26 and 27).....	2,559,106,957	2,604,372,282
29. Aggregate write-ins for special surplus funds.....	48,285,000	76,514,339
30. Common capital stock.....	6,480,000	6,480,000
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.....	433,803,760	433,803,760
35. Unassigned funds (surplus).....	1,291,883,061	1,135,277,169
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).....	1,780,451,821	1,652,075,268
38. TOTALS (Page 2, Line 28, Col. 3).....	4,339,558,778	4,256,447,550

DETAILS OF WRITE-INS

2501. Retroactive reinsurance reserve assumed.....	3,163,164	3,152,706
2502. Escheat liability.....	525,399	591,943
2503. Other liabilities tri-party/tax credit bonds.....	280,000	0
2598. Summary of remaining write-ins for Line 25 from overflow page.....	2,062	8,766
2599. Totals (Lines 2501 thru 2503 plus 2598) (Line 25 above).....	3,970,625	3,753,415
2901. Special surplus from retroactive reinsurance.....	48,285,000	48,285,000
2902. Special surplus for deferred taxes.....	0	28,229,339
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).....	48,285,000	76,514,339
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

TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA

STATEMENT OF INCOME

UNDERWRITING INCOME	1 Current Year	2 Prior Year
1. Premiums earned (Part 1, Line 35, Column 4).....	1,252,931,428	1,245,002,980
DEDUCTIONS		
2. Losses incurred (Part 2, Line 35, Column 7).....	269,651,270	238,247,358
3. Loss adjustment expenses incurred (Part 3, Line 25, Column 1).....	61,056,091	99,856,077
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2).....	494,380,892	475,007,877
5. Aggregate write-ins for underwriting deductions.....	0	0
6. Total underwriting deductions (Lines 2 through 5).....	825,088,254	813,111,312
7. Net income of protected cells.....	0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7).....	427,843,175	431,891,668
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17).....	158,003,251	157,544,506
10. Net realized capital gains (losses) less capital gains tax of \$.....1,599,467 (Exhibit of Capital Gains (Losses)).....	5,991,149	11,180,043
11. Net investment gain (loss) (Lines 9 + 10).....	163,994,400	168,724,550
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$.....592,061 amount charged off \$.....801,605).....	(209,544)	(1,553,254)
13. Finance and service charges not included in premiums.....	171,743	141,187
14. Aggregate write-ins for miscellaneous income.....	(404,110)	(96,579)
15. Total other income (Lines 12 through 14).....	(441,911)	(1,508,647)
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	591,395,664	599,107,571
17. Dividends to policyholders.....	5,787,078	9,348,538
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).....	585,608,586	589,759,033
19. Federal and foreign income taxes incurred.....	168,613,989	173,559,501
20. Net income (Line 18 minus Line 19) (to Line 22).....	416,994,597	416,199,532
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2).....	1,652,075,268	1,802,224,512
22. Net income (from Line 20).....	416,994,597	416,199,532
23. Net transfers (to) from Protected Cell accounts.....	0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$.....(14,471,410).....	(25,999,237)	(27,364,942)
25. Change in net unrealized foreign exchange capital gain (loss).....	5,333	0
26. Change in net deferred income tax.....	7,399,934	33,995,663
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 28, Column 3).....	(68,895,544)	(184,923,137)
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1).....	1,083,046	(1,039,744)
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.....	(2,211,577)	0
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.....	0	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.....	(200,000,000)	(385,000,000)
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.....	0	(2,016,617)
38. Change in surplus as regards policyholders for the year (Lines 22 through 37).....	128,376,553	(150,149,244)
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 37).....	1,780,451,821	1,652,075,268
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. Other assets tri-party/tax credit bond income.....	3,634	0
1402. Profit and loss, miscellaneous.....	(164,467)	105,489
1403. Retroactive reinsurance gain/loss.....	(243,276)	(202,017)
1498. Summary of remaining write-ins for Line 14 from overflow page.....	0	(51)
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above).....	(404,110)	(96,579)
3701. Prior period adjustment.....	0	(9,444)
3702. Change in special surplus from deferred taxes.....	0	(2,007,173)
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).....	0	(2,016,617)

TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA

CASH FLOW

	1 Current Year	2 Prior Year
CASH FROM OPERATIONS		
1. Premiums collected net of reinsurance.....	1,274,725,867	1,174,041,206
2. Net investment income.....	175,598,483	179,079,153
3. Miscellaneous income.....	(441,911)	(1,508,647)
4. Total (Lines 1 through 3).....	1,449,882,439	1,351,611,712
5. Benefit and loss related payments.....	308,860,083	202,730,798
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions.....	535,438,796	525,285,916
8. Dividends paid to policyholders.....	7,174,506	8,710,594
9. Federal and foreign income taxes paid (recovered) net of \$....470,843 tax on capital gains (losses).....	158,624,410	125,862,114
10. Total (Lines 5 through 9).....	1,010,097,795	862,589,422
11. Net cash from operations (Line 4 minus Line 10).....	439,784,644	489,022,290
CASH FROM INVESTMENTS		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	400,835,120	565,550,481
12.2 Stocks.....	0	28,221
12.3 Mortgage loans.....	0	0
12.4 Real estate.....	0	0
12.5 Other invested assets.....	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments.....	0	0
12.7 Miscellaneous proceeds.....	0	5,749,815
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	400,835,120	571,328,516
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	598,393,306	283,434,042
13.2 Stocks.....	116,560	0
13.3 Mortgage loans.....	0	0
13.4 Real estate.....	0	0
13.5 Other invested assets.....	103,690,000	417,677,100
13.6 Miscellaneous applications.....	1,674,970	0
13.7 Total investments acquired (Lines 13.1 to 13.6).....	703,874,835	701,111,142
14. Net increase (decrease) in contract loans and premium notes.....	0	0
15. Net cash from investments (Line 12.8 minus Lines 13.7 minus Line 14).....	(303,039,716)	(129,782,626)
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.....	0	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.....	200,000,000	385,000,000
16.6 Other cash provided (applied).....	(24,465,760)	88,629,782
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	(224,465,760)	(296,370,218)
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).....	(87,720,831)	62,869,446
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	103,657,622	40,788,176
19.2 End of year (Line 18 plus Line 19.1).....	15,936,791	103,657,622
Note: Supplemental disclosures of cash flow information for non-cash transactions:		
20.0001	0	0

TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA 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.....	.0	.0	.0	.0
2. Allied lines.....	.0	.0	.0	.0
3. Farmowners multiple peril.....	.0	.0	.0	.0
4. Homeowners multiple peril.....	.0	.0	.0	.0
5. Commercial multiple peril.....	.0	.0	.0	.0
6. Mortgage guaranty.....	.0	.0	.0	.0
8. Ocean marine.....	.0	.0	.0	.0
9. Inland marine.....	.0	.0	.0	.0
10. Financial guaranty.....	.0	.0	.0	.0
11.1 Medical professional liability - occurrence.....	.0	.0	.0	.0
11.2 Medical professional liability - claims-made.....	.0	.0	.0	.0
12. Earthquake.....	.0	.0	.0	.0
13. Group accident and health.....	.0	.0	.0	.0
14. Credit accident and health (group and individual).....	.0	.0	.0	.0
15. Other accident and health.....	.0	.0	.0	.0
16. Workers' compensation.....	.0	.0	.0	.0
17.1 Other liability - occurrence.....	263,025	.2	.2	263,025
17.2 Other liability - claims-made.....	371,623,778	172,672,661	186,669,686	357,626,754
17.3 Excess workers' compensation.....	.0	.0	.0	.0
18.1 Products liability - occurrence.....	.0	.0	.0	.0
18.2 Products liability - claims-made.....	.0	.0	.0	.0
19.1, 19.2 Private passenger auto liability.....	.0	.0	.0	.0
19.3, 19.4 Commercial auto liability.....	.0	.0	.0	.0
21. Auto physical damage.....	.0	.0	.0	.0
22. Aircraft (all perils).....	.0	.0	.0	.0
23. Fidelity.....	125,082,392	68,748,359	71,693,714	122,137,036
24. Surety.....	695,799,590	512,461,665	464,646,948	743,614,307
26. Burglary and theft.....	30,243,429	13,541,907	14,495,030	29,290,306
27. Boiler and machinery.....	.0	.0	.0	.0
28. Credit.....	.0	.0	.0	.0
29. International.....	.0	.0	.0	.0
30. Warranty.....	.0	.0	.0	.0
31. Reinsurance - nonproportional assumed property.....	.0	.0	.0	.0
32. Reinsurance - nonproportional assumed liability.....	.0	.0	.0	.0
33. Reinsurance - nonproportional assumed financial lines.....	.0	.0	.0	.0
34. Aggregate write-ins for other lines of business.....	.0	.0	.0	.0
35. TOTALS.....	1,223,012,214	767,424,594	737,505,380	1,252,931,428

DETAILS OF WRITE-INS

3401. ....	.0	.0	.0	.0
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).....	.0	.0	.0	.0

**TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA
UNDERWRITING AND INVESTMENT EXHIBIT**

PART 1A - RECAPITULATION OF ALL PREMIUMS

Line of Business		1 Amount Unearned (Running One Year or Less from Date of Policy) (a)	2 Amount Unearned (Running More Than One Year from Date of Policy) (a)	3 Earned But Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1.	Fire.....	0	0	0	0	0
2.	Allied lines.....	0	0	0	0	0
3.	Farmowners multiple peril.....	0	0	0	0	0
4.	Homeowners multiple peril.....	0	0	0	0	0
5.	Commercial multiple peril.....	0	0	0	0	0
6.	Mortgage guaranty.....	0	0	0	0	0
8.	Ocean marine.....	0	0	0	0	0
9.	Inland marine.....	0	0	0	0	0
10.	Financial guaranty.....	0	0	0	0	0
11.1	Medical professional liability - occurrence.....	0	0	0	0	0
11.2	Medical professional liability - claims-made.....	0	0	0	0	0
12.	Earthquake.....	0	0	0	0	0
13.	Group accident and health.....	0	0	0	0	0
14.	Credit accident and health (group and individual).....	0	0	0	0	0
15.	Other accident and health.....	0	0	0	0	0
16.	Workers' compensation.....	0	0	0	0	0
17.1	Other liability - occurrence.....	0	0	2	0	2
17.2	Other liability - claims-made.....	163,169,093	23,500,593	0	0	186,669,686
17.3	Excess workers' compensation.....	0	0	0	0	0
18.1	Products liability - occurrence.....	0	0	0	0	0
18.2	Products liability - claims-made.....	0	0	0	0	0
19.1, 19.2	Private passenger auto liability.....	0	0	0	0	0
19.3, 19.4	Commercial auto liability.....	0	0	0	0	0
21.	Auto physical damage.....	0	0	0	0	0
22.	Aircraft (all perils).....	0	0	0	0	0
23.	Fidelity.....	49,189,380	22,504,335	0	0	71,693,714
24.	Surety.....	116,060,424	394,490,839	(45,904,314)	0	464,646,948
26.	Burglary and theft.....	12,779,145	1,715,885	0	0	14,495,030
27.	Boiler and machinery.....	0	0	0	0	0
28.	Credit.....	0	0	0	0	0
29.	International.....	0	0	0	0	0
30.	Warranty.....	0	0	0	0	0
31.	Reinsurance - nonproportional assumed property.....	0	0	0	0	0
32.	Reinsurance - nonproportional assumed liability.....	0	0	0	0	0
33.	Reinsurance - nonproportional assumed financial lines.....	0	0	0	0	0
34.	Aggregate write-ins for other lines of business.....	0	0	0	0	0
35.	TOTALS.....	341,198,041	442,211,651	(45,904,312)	0	737,505,380
36.	Accrued retrospective premiums based on experience.....					0
37.	Earned but unbilled premiums.....					45,904,312
38.	Balance (sum of Lines 35 through 37).....					783,409,692

DETAILS OF WRITE-INS

3401.	.....	0	0	0	0	0
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).....	0	0	0	0	0

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

TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

Line of Business	1	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written (Cols. 1 + 2 + 3 - 4 - 5)
	Direct Business (a)	2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1. Fire.....	.0	.0	.0	.0	.0	.0
2. Allied lines.....	.0	.0	.0	.0	.0	.0
3. Farmowners multiple peril.....	.0	.0	.0	.0	.0	.0
4. Homeowners multiple peril.....	.0	.0	.0	.0	.0	.0
5. Commercial multiple peril.....	.0	.0	.0	.0	.0	.0
6. Mortgage guaranty.....	.0	.0	.0	.0	.0	.0
8. Ocean marine.....	.0	.0	.0	.0	.0	.0
9. Inland marine.....	.0	.0	.0	.0	.0	.0
10. Financial guaranty.....	.0	.0	.0	.0	.0	.0
11.1 Medical professional liability - occurrence.....	.0	.0	.0	.0	.0	.0
11.2 Medical professional liability - claims-made.....	.0	.0	.0	.0	.0	.0
12. Earthquake.....	.0	.0	.0	.0	.0	.0
13. Group accident and health.....	.0	.0	.0	.0	.0	.0
14. Credit accident and health (group and individual).....	.0	.0	.0	.0	.0	.0
15. Other accident and health.....	.0	.0	.0	.0	.0	.0
16. Workers' compensation.....	(48,263)	.0	.0	(48,263)	.0	.0
17.1 Other liability - occurrence.....	287,602	.0	(2,624)	284,977	(263,025)	263,025
17.2 Other liability - claims-made.....	701,531,626	4,972,623	386,136	328,618,794	6,647,813	371,623,778
17.3 Excess workers' compensation.....	.0	.0	.0	.0	.0	.0
18.1 Products liability - occurrence.....	.0	.0	.0	.0	.0	.0
18.2 Products liability - claims-made.....	.0	.0	.0	.0	.0	.0
19.1, 19.2 Private passenger auto liability.....	.0	.0	.0	.0	.0	.0
19.3, 19.4 Commercial auto liability.....	.0	.0	.0	.0	.0	.0
21. Auto physical damage.....	.0	.0	.0	.0	.0	.0
22. Aircraft (all perils).....	.0	.0	.0	.0	.0	.0
23. Fidelity.....	137,566,497	444,789	.0	11,823,751	1,105,143	125,082,392
24. Surety.....	699,315,621	60,582,708	7,265,972	11,066,721	60,297,990	695,799,590
26. Burglary and theft.....	40,488,900	120,724	.0	10,366,195	.0	30,243,429
27. Boiler and machinery.....	.0	.0	.0	.0	.0	.0
28. Credit.....	.0	.0	.0	.0	.0	.0
29. International.....	.0	.0	.0	.0	.0	.0
30. Warranty.....	.0	.0	.0	.0	.0	.0
31. Reinsurance - nonproportional assumed property.....	XXX	.0	.0	.0	.0	.0
32. Reinsurance - nonproportional assumed liability.....	XXX	.0	.0	.0	.0	.0
33. Reinsurance - nonproportional assumed financial lines.....	XXX	.0	.0	.0	.0	.0
34. Aggregate write-ins for other lines of business.....	.0	.0	.0	.0	.0	.0
35. TOTALS.....	1,579,141,982	66,120,844	7,649,484	362,112,175	67,787,921	1,223,012,214

DETAILS OF WRITE-INS

3401. ....	.0	.0	.0	.0	.0	.0
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	.0	.0	.0	.0	.0

(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.....	0	0	0	0	0	0	0	0.0
2. Allied lines.....	0	0	0	0	0	0	0	0.0
3. Farmowners multiple peril.....	0	0	0	0	0	0	0	0.0
4. Homeowners multiple peril.....	0	0	0	0	0	0	0	0.0
5. Commercial multiple peril.....	38,081	0	38,081	0	0	0	0	0.0
6. Mortgage guaranty.....	0	0	0	0	0	0	0	0.0
8. Ocean marine.....	0	0	0	0	0	0	0	0.0
9. Inland marine.....	0	0	0	0	0	0	0	0.0
10. Financial guaranty.....	0	0	0	0	115	129	(14)	0.0
11.1 Medical professional liability - occurrence.....	0	0	0	0	0	0	0	0.0
11.2 Medical professional liability - claims-made.....	0	0	0	0	0	0	0	0.0
12. Earthquake.....	0	0	0	0	0	0	0	0.0
13. Group accident and health.....	0	0	0	0	0	0	0	0.0
14. Credit accident and health (group and individual).....	0	0	0	0	0	0	0	0.0
15. Other accident and health.....	0	0	0	0	0	0	0	0.0
16. Workers' compensation.....	420,613	0	420,613	0	0	0	0	0.0
17.1 Other liability - occurrence.....	438,024	0	438,024	0	39,454	0	39,454	15.0
17.2 Other liability - claims-made.....	236,400,059	10,465,740	77,981,014	168,884,785	349,451,966	350,656,414	167,680,337	46.9
17.3 Excess workers' compensation.....	0	0	0	0	0	0	0	0.0
18.1 Products liability - occurrence.....	134,645	0	134,645	0	0	0	0	0.0
18.2 Products liability - claims-made.....	0	0	0	0	0	0	0	0.0
19.1, 19.2 Private passenger auto liability.....	0	0	0	0	0	0	0	0.0
19.3, 19.4 Commercial auto liability.....	15,525	0	15,525	0	0	0	0	0.0
21. Auto physical damage.....	(48)	0	(48)	0	0	0	0	0.0
22. Aircraft (all perils).....	0	0	0	0	0	0	0	0.0
23. Fidelity.....	53,367,500	544,521	2,907,392	51,004,630	21,847,822	22,128,678	50,723,773	41.5
24. Surety.....	71,167,152	6,962,881	(6,293,403)	84,423,436	519,184,842	553,363,697	50,244,581	6.8
26. Burglary and theft.....	1,713,926	(61)	(247,575)	1,961,440	10,534,511	11,532,812	963,139	3.3
27. Boiler and machinery.....	0	0	0	0	0	0	0	0.0
28. Credit.....	0	0	0	0	0	0	0	0.0
29. International.....	0	0	0	0	0	0	0	0.0
30. Warranty.....	0	0	0	0	0	0	0	0.0
31. Reinsurance - nonproportional assumed property.....	XXX	0	0	0	0	0	0	0.0
32. Reinsurance - nonproportional assumed liability.....	XXX	737,918	737,918	0	0	0	0	0.0
33. Reinsurance - nonproportional assumed financial lines.....	XXX	0	0	0	0	0	0	0.0
34. Aggregate write-ins for other lines of business.....	0	0	0	0	0	0	0	0.0
35. TOTALS.....	363,695,479	18,710,998	76,132,187	306,274,290	901,058,710	937,681,730	269,651,270	21.5

DETAILS OF WRITE-INS

3401.	0	0	0	0	0	0	0	0.0
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	0	0	0	0	0	0	0.0

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.....	0	0	0	0	5	0	5	0	0
2. Allied lines.....	0	0	0	0	42	0	42	0	0
3. Farmowners multiple peril.....	0	0	0	0	0	0	0	0	0
4. Homeowners multiple peril.....	0	0	0	0	0	0	0	0	0
5. Commercial multiple peril.....	230,547	0	230,547	0	2,476,435	0	2,476,435	0	0
6. Mortgage guaranty.....	0	0	0	0	0	0	0	0	0
8. Ocean marine.....	0	0	0	0	0	0	0	0	0
9. Inland marine.....	0	0	0	0	0	0	0	0	0
10. Financial guaranty.....	0	0	0	0	115	0	0	115	16
11.1 Medical professional liability - occurrence.....	0	0	0	0	0	0	0	0	0
11.2 Medical professional liability - claims-made.....	0	0	0	0	0	0	0	0	0
12. Earthquake.....	0	0	0	0	0	0	0	0	0
13. Group accident and health.....	0	0	0	0	0	0	0	(a) 0	0
14. Credit accident and health (group and individual).....	0	0	0	0	0	0	0	0	0
15. Other accident and health.....	0	0	0	0	0	0	0	(a) 0	0
16. Workers' compensation.....	6,216,134	0	6,216,134	0	9,344,691	0	9,344,691	0	1
17.1 Other liability - occurrence.....	42,309	0	42,309	0	8,763,508	0	8,724,054	39,454	26,303
17.2 Other liability - claims-made.....	242,426,594	429,822	84,537,509	158,318,907	348,803,474	2,638,401	160,308,816	349,451,966	165,667,834
17.3 Excess workers' compensation.....	0	0	0	0	0	0	0	0	0
18.1 Products liability - occurrence.....	457,817	0	457,817	0	3,938,234	0	3,938,234	0	0
18.2 Products liability - claims-made.....	0	0	0	0	0	0	0	0	0
19.1, 19.2 Private passenger auto liability.....	0	0	0	0	0	0	0	0	0
19.3, 19.4 Commercial auto liability.....	15,934	0	15,934	0	1,637	0	1,637	0	0
21. Auto physical damage.....	1	0	1	0	2,225	0	2,225	0	0
22. Aircraft (all perils).....	0	0	0	0	0	0	0	0	0
23. Fidelity.....	14,079,684	1	4,324,267	9,755,417	14,325,343	185,708	2,418,646	21,847,822	23,010,892
24. Surety.....	132,727,979	9,227,373	7,244,663	134,710,690	352,384,356	36,865,237	4,775,440	519,184,842	338,854,877
26. Burglary and theft.....	39,530	0	2,078	37,451	17,382,720	45,594	6,931,254	10,534,511	6,810,737
27. Boiler and machinery.....	0	0	0	0	0	0	0	0	0
28. Credit.....	0	0	0	0	0	0	0	0	0
29. International.....	0	0	0	0	0	0	0	0	0
30. Warranty.....	0	0	0	0	0	0	0	0	0
31. Reinsurance - nonproportional assumed property.....	XXX	0	0	0	XXX	0	0	0	0
32. Reinsurance - nonproportional assumed liability.....	XXX	3,010,614	3,010,614	0	XXX	0	0	0	0
33. Reinsurance - nonproportional assumed financial lines.....	XXX	0	0	0	XXX	0	0	0	0
34. Aggregate write-ins for other lines of business.....	0	0	0	0	0	0	0	0	0
35. TOTALS.....	396,236,529	12,667,810	106,081,873	302,822,466	757,422,783	39,734,940	198,921,479	901,058,710	534,370,660
DETAILS OF WRITE-INS									
3401.	0	0	0	0	0	0	0	0	0
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	0	0	0	0	0	0	0	0

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

TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
1. Claim adjustment services:				
1.1 Direct.....	56,838,134	0	0	56,838,134
1.2 Reinsurance assumed.....	(1,414,936)	0	0	(1,414,936)
1.3 Reinsurance ceded.....	28,984,609	0	0	28,984,609
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3).....	26,438,589	0	0	26,438,589
2. Commission and brokerage:				
2.1 Direct, excluding contingent.....	0	267,255,878	0	267,255,878
2.2 Reinsurance assumed, excluding contingent.....	0	11,647,028	0	11,647,028
2.3 Reinsurance ceded, excluding contingent.....	0	45,163,259	0	45,163,259
2.4 Contingent - direct.....	0	3,842,761	0	3,842,761
2.5 Contingent - reinsurance assumed.....	0	203,461	0	203,461
2.6 Contingent - reinsurance ceded.....	0	1,313,890	0	1,313,890
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	236,471,979	0	236,471,979
3. Allowances to manager and agents.....	0	8,432	0	8,432
4. Advertising.....	13	2,098,465	10	2,098,488
5. Boards, bureaus and associations.....	51	1,500,620	0	1,500,671
6. Surveys and underwriting reports.....	257	746,819	0	747,076
7. Audit of assureds' records.....	0	0	0	0
8. Salary and related items:				
8.1 Salaries.....	20,751,727	130,818,995	465,938	152,036,660
8.2 Payroll taxes.....	1,444,588	8,910,438	28,166	10,383,192
9. Employee relations and welfare.....	3,794,455	22,530,217	97,284	26,421,956
10. Insurance.....	6,097,609	1,158,010	522	7,256,141
11. Directors' fees.....	0	0	0	0
12. Travel and travel items.....	507,379	8,308,332	16,682	8,832,393
13. Rent and rent items.....	1,087,815	7,778,750	16,451	8,883,016
14. Equipment.....	135,647	2,046,900	9,709	2,192,256
15. Cost or depreciation of EDP equipment and software.....	33,833	18,810,055	8,385	18,852,273
16. Printing and stationery.....	33,443	582,530	2,211	618,184
17. Postage, telephone and telegraph, exchange and express.....	149,466	2,315,233	2,003	2,466,702
18. Legal and auditing.....	1,202	2,016,531	53,505	2,071,238
19. Totals (Lines 3 to 18).....	34,037,485	209,630,327	700,866	244,368,678
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$.....18,537.....	0	29,227,108	0	29,227,108
20.2 Insurance department licenses and fees.....	0	3,820,834	0	3,820,834
20.3 Gross guaranty association assessments.....	0	845,177	0	845,177
20.4 All other (excluding federal and foreign income and real estate).....	0	1,172,802	0	1,172,802
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4).....	0	35,065,921	0	35,065,921
21. Real estate expenses.....	0	0	3	3
22. Real estate taxes.....	0	0	0	0
23. Reimbursements by uninsured plans.....	0	0	0	0
24. Aggregate write-ins for miscellaneous expenses.....	580,017	13,212,665	137,126	13,929,808
25. Total expenses incurred.....	61,056,091	494,380,892	837,995	(a) 556,274,978
26. Less unpaid expenses - current year.....	534,370,660	131,631,719	1,922	666,004,301
27. Add unpaid expenses - prior year.....	525,055,953	120,987,731	13,678	646,057,362
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).....	51,741,384	483,736,904	849,751	536,328,039

DETAILS OF WRITE-INS

2401. Miscellaneous expenses.....	606,181	20,482,645	137,126	21,225,952
2402. Costs of computer software developed for internal use.....	(26,164)	(7,269,980)	0	(7,296,144)
2403.	0	0	0	0
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).....	580,017	13,212,665	137,126	13,929,808

(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).....2,514,692	.....2,668,993
1.1 Bonds exempt from U.S. tax.....	(a).....94,795,652	.....96,118,398
1.2 Other bonds (unaffiliated).....	(a).....59,449,267	.....59,434,296
1.3 Bonds of affiliates.....	(a).....0	.....0
2.1 Preferred stocks (unaffiliated).....	(b).....0	.....0
2.11 Preferred stocks of affiliates.....	(b).....0	.....0
2.2 Common stocks (unaffiliated).....	.....0	.....0
2.21 Common stocks of affiliates.....	.....0	.....0
3. Mortgage loans.....	(c).....0	.....0
4. Real estate.....	(d).....0	.....0
5. Contract loans.....	.....0	.....0
6. Cash, cash equivalents and short-term investments.....	(e).....248,933	.....248,933
7. Derivative instruments.....	(f).....0	.....0
8. Other invested assets.....	.....221,078	.....323,494
9. Aggregate write-ins for investment income.....	.....47,131	.....47,131
10. Total gross investment income.....	.....157,276,754	.....158,841,245
11. Investment expenses.....		(g).....837,995
12. Investment taxes, licenses and fees, excluding federal income taxes.....		(g).....0
13. Interest expense.....		(h).....0
14. Depreciation on real estate and other invested assets.....		(i).....0
15. Aggregate write-ins for deductions from investment income.....		.....0
16. Total deductions (Lines 11 through 15).....		.....837,995
17. Net investment income (Line 10 minus Line 16).....		.....158,003,251

DETAILS OF WRITE-INS

0901. Securities lending income.....	.....45,727	.....45,727
0902. Miscellaneous income.....	.....1,404	.....1,404
0903. ....	.....0	.....0
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).....	.....47,131	.....47,131
1501. ....	.....0	.....0
1502. ....	.....0	.....0
1503. ....	.....0	.....0
1598. Summary of remaining write-ins for Line 15 from overflow page.....	.....0	.....0
1599. Totals (Lines 1501 thru 1503 plus 1598) (Line 15 above).....	.....0	.....0

- (a) Includes \$.....2,906,743 accrual of discount less \$.....21,979,375 amortization of premium and less \$.....1,407,773 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 \$.....0 for company's occupancy of its own buildings; and excludes \$.....0 interest on encumbrances.
- (e) Includes \$.....0 accrual of discount less \$.....0 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 \$.....0 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.....	.....611,358	.....0	.....611,358	.....0	.....0
1.1 Bonds exempt from U.S. tax.....	.....829,294	.....0	.....829,294	.....0	.....0
1.2 Other bonds (unaffiliated).....	.....6,374,124	.....(224,800)	.....6,149,324	.....1,103,131	.....0
1.3 Bonds of affiliates.....	.....0	.....0	.....0	.....0	.....0
2.1 Preferred stocks (unaffiliated).....	.....0	.....0	.....0	.....0	.....0
2.11 Preferred stocks of affiliates.....	.....0	.....0	.....0	.....0	.....0
2.2 Common stocks (unaffiliated).....	.....0	.....(14,323)	.....(14,323)	.....33,519	.....5,333
2.21 Common stocks of affiliates.....	.....0	.....0	.....0	.....0	.....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.....	.....0	.....0	.....0	.....0	.....0
7. Derivative instruments.....	.....0	.....0	.....0	.....0	.....0
8. Other invested assets.....	.....0	.....0	.....0	.....(41,607,296)	.....0
9. Aggregate write-ins for capital gains (losses).....	.....0	.....14,963	.....14,963	.....0	.....0
10. Total capital gains (losses).....	.....7,814,777	.....(224,160)	.....7,590,617	.....(40,470,647)	.....5,333

DETAILS OF WRITE-INS

0901. Real gain LTBD impair recovery.....	.....0	.....13,239	.....13,239	.....0	.....0
0902. Foreign exchange.....	.....0	.....1,724	.....1,724	.....0	.....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).....	.....0	.....14,963	.....14,963	.....0	.....0

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.....	0	0	0
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.....	0	0	0
7. Derivatives (Schedule DB).....	0	0	0
8. Other invested assets (Schedule BA).....	149,123,930	118,684,000	(30,439,930)
9. Receivables for securities.....	0	0	0
10. Securities lending reinvested collateral assets (Schedule DL).....	0	0	0
11. Aggregate write-ins for invested assets.....	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11).....	149,123,930	118,684,000	(30,439,930)
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.....	17,263,246	12,768,327	(4,494,919)
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due.....	5,952,686	7,354,978	1,402,292
15.3 Accrued retrospective premiums.....	0	0	0
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.....	103,855,136	77,426,113	(26,429,023)
19. Guaranty funds receivable or on deposit.....	0	0	0
20. Electronic data processing equipment and software.....	0	0	0
21. Furniture and equipment, including health care delivery assets.....	0	0	0
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.....	34,982,694	26,048,731	(8,933,963)
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 through 25).....	311,177,693	242,282,150	(68,895,544)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0
28. TOTALS (Lines 26 and 27).....	311,177,693	242,282,150	(68,895,544)

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. Other assets nonadmitted.....	35,036,113	26,354,494	(8,681,619)
2502. Amounts receivable under high deductible policies.....	(53,419)	(305,763)	(252,344)
2503.....	0	0	0
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).....	34,982,694	26,048,731	(8,933,963)

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- A. Travelers Casualty and Surety Company of America (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. The Company has not applied for and does not believe that it employs any statutory accounting practices that would be considered a permitted practice in its financial statements.
- 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. The Company adopted Statement of Statutory Accounting Principles (SSAP) No. 101, *Income Taxes, A Replacement of SSAP No. 10R and SSAP No. 10* (SSAP No. 101), effective January 1, 2012. For a discussion of this accounting change see Note 2.

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 and consist of investments with remaining maturities of one year or less at the time of acquisition, excluding those investments classified as cash equivalents.

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.

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 nationally recognized securities data provider.

The Company's investment in a limited liability company is reported using the equity method of accounting, determined in accordance with statutory accounting valuation methods. Distributions of accumulated earnings received from this investment is 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 year.

2. ACCOUNTING CHANGES AND CORRECTIONS OF ERRORS

1. The Company adopted SSAP No. 101 effective January 1, 2012. SSAP No. 101 revises the guidance for current and deferred federal and foreign income taxes. The new guidance limits the admissibility of deferred tax assets (DTAs) based on an insurer's RBC and the ratio of its adjusted DTAs to adjusted capital and surplus. The guidance also rejects the GAAP guidance from Financial Interpretation No. 48: *Accounting for Uncertainty in Income Taxes, an interpretation of FASB Statement No. 109 (ASC 740 in codification)* and instead modifies SSAP No. 5R, *Liabilities, Contingencies and Impairments of Assets – Revised*, requiring that a "more likely than not" rather than a "probable" standard to be applied in determining federal and foreign income tax loss contingencies.

At adoption, the Company reported a cumulative effect adjustment that resulted in an increase in its liability for current tax liabilities of \$2,211,577, and a corresponding decrease in unassigned funds in accordance with SSAP No. 3, *Accounting Changes and Corrections of Errors*.

2. During the first quarter 2012, an error in the reporting for "Uncollected premiums and agents' balances in course of collection" and "Payable to parent, subsidiaries and affiliates" was detected. The error impacted the balance sheet only, resulting in an overstated amount reported in agents' balances, offset by an overstated payable to affiliates. In accordance with SSAP No. 3, *Accounting Changes and Corrections of Errors*, the Company corrected this error in the March 31, 2012 statutory financial statement.

The error correction resulted in a reduction of \$51,945,000 reported in agents' balances in course of collection and payable to parent, subsidiaries and affiliates and did not impact net income or surplus as regards policyholders (policyholders' surplus).

3. BUSINESS COMBINATIONS AND GOODWILL

Not applicable.

4. DISCONTINUED OPERATIONS

Not applicable.

NOTES TO FINANCIAL STATEMENTS

5. INVESTMENTS

A. Mortgage Loans:

Not applicable.

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 the constant effective yield method which includes an adjustment for estimated principal repayments, if any. The effective yield used to determine amortization for these securities is recalculated and adjusted periodically based upon actual historical and/or projected future cash flows. The Company changes from the retrospective to prospective method for valuing the securities when an other-than-temporary impairment has been recorded.

For collateralized mortgage obligations, asset-backed securities and pass-through certificates prepayment assumptions are adjusted periodically.

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

- Not applicable.

- 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
02660TBM4	\$ 7,354,067	\$ 7,280,828	\$ 73,239	\$ 7,280,828	\$ 4,854,763	Q3 - 2009
02150JAC6	13,126,996	9,676,641	3,450,355	9,676,641	7,416,673	Q3 - 2009
76110WPG5	248,330	241,876	6,454	241,876	122,523	Q3 - 2009
02660TBM4	7,154,622	6,934,169	220,453	6,934,169	4,955,916	Q4 - 2009
66987XCD5	279,048	267,817	11,231	267,817	208,638	Q4 - 2009
76110WPG5	238,639	237,078	1,561	237,078	124,063	Q4 - 2009
76110WPG5	225,140	185,784	39,356	185,784	121,268	Q1 - 2010
02150JAC6	8,954,878	8,753,338	201,540	8,753,338	7,560,781	Q2 - 2010
02660TBM4	6,226,083	6,199,519	26,564	6,199,519	4,954,228	Q3 - 2010
76110WPG5	171,148	159,168	11,980	159,168	122,155	Q1 - 2011
66987XCD5	222,014	219,104	2,910	219,104	212,322	Q2 - 2011
02660TBM4	5,411,485	5,261,394	150,091	5,261,394	4,330,261	Q3 - 2011
02150JAC6	7,138,701	6,948,132	190,569	6,948,132	7,043,738	Q3 - 2011
66987XCD5	215,178	202,869	12,309	202,869	201,429	Q3 - 2011

- 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:

a. The aggregate amount of unrealized losses:

1. Less than 12 Months	\$ 2,388
2. 12 Months or Longer	\$ 64,674

b. The aggregate related fair values of securities with unrealized losses:

1. Less than 12 Months	\$ 341,999
2. 12 Months or Longer	\$4,462,444

- The Company determines an other-than-temporary impairment by utilizing discounted cash flow modeling to determine the present value of the security and comparing the present value with the amortized cost of the security. If the amortized cost is greater than the present value of the expected cash flows, the difference is considered a credit loss and recognized in net realized investment gains (losses). The Company estimates the present value of the security by projecting future cash flows of the assets underlying the securitization, allocating the flows to the various tranches based on the structure of the securitization, and determining the present value of the cash flows using the effective yield of the security at the date of acquisition (or the most recent implied rate used to accrete the security if the implied rate has changed as a result of a previous impairment or changes in expected cash flows). The Company incorporates levels of delinquencies, defaults and severities as well as credit attributes of the remaining assets in the securitization, along with other economic data, to arrive at its best estimate of the parameters applied to the assets underlying the securitization.

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.

Collateral Reinvestment

Aggregate Cash Collateral Reinvested

<u>Securities Lending</u>	<u>Amortized Cost</u>	<u>Fair Value</u>
30 Days or Less	\$7,769,155	\$7,769,155

NOTES TO FINANCIAL STATEMENTS

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 projected to be available through 2022.

Management of the Company is not aware of any 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

Not applicable.

7. INVESTMENT INCOME

A. Policyholders' surplus excludes due and accrued investment income if amounts are over 90 days past due.

B. At December 31, 2012, the Company had no accrued investment income over 90 days past due.

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, 2012</u>		
	<u>Ordinary</u>	<u>Capital</u>	<u>Total</u>
1. a) Gross deferred tax assets	\$ 140,089,396	\$ 48,964,314	\$ 189,053,710
b) Statutory valuation allowance adjustment	-	-	-
c) Adjusted gross deferred tax assets	140,089,396	48,964,314	189,053,710
d) Deferred tax assets nonadmitted	<u>75,618,625</u>	<u>28,236,511</u>	<u>103,855,136</u>
e) Subtotal (net deferred tax assets)	64,470,771	20,727,803	85,198,574
f) Deferred tax liabilities	<u>1,830,990</u>	<u>20,093,206</u>	<u>21,924,196</u>
g) Net admitted deferred tax asset (liability)	<u>\$ 62,639,781</u>	<u>\$ 634,597</u>	<u>\$ 63,274,378</u>

	<u>December 31, 2011</u>		
	<u>Ordinary</u>	<u>Capital</u>	<u>Total</u>
a) Gross deferred tax assets	\$ 132,296,500	\$ 27,637,934	\$ 159,934,434
b) Statutory valuation allowance adjustment	-	-	-
c) Adjusted gross deferred tax assets	132,296,500	27,637,934	159,934,434
d) Deferred tax assets nonadmitted	<u>63,146,677</u>	<u>14,279,436</u>	<u>77,426,113</u>
e) Subtotal (net deferred tax assets)	69,149,823	13,358,498	82,508,321
f) Deferred tax liabilities	<u>3,059,835</u>	<u>11,616,429</u>	<u>14,676,264</u>
g) Net admitted deferred tax asset (liability)	<u>\$ 66,089,988</u>	<u>\$ 1,742,069</u>	<u>\$ 67,832,057</u>

	<u>Change</u>		
	<u>Ordinary</u>	<u>Capital</u>	<u>Total</u>
a) Gross deferred tax assets	\$ 7,792,896	\$ 21,326,380	\$ 29,119,276
b) Statutory valuation allowance adjustment	-	-	-
c) Adjusted gross deferred tax assets	7,792,896	21,326,380	29,119,276
d) Deferred tax assets nonadmitted	<u>12,471,948</u>	<u>13,957,075</u>	<u>26,429,023</u>
e) Subtotal (net deferred tax assets)	(4,679,052)	7,369,305	2,690,253
f) Deferred tax liabilities	<u>(1,228,845)</u>	<u>8,476,777</u>	<u>7,247,932</u>
g) Net admitted deferred tax asset (liability)	<u>\$ (3,450,207)</u>	<u>\$ (1,107,472)</u>	<u>\$ (4,557,679)</u>

NOTES TO FINANCIAL STATEMENTS

2. Admission Calculation Components SSAP No. 101:

	<u>December 31, 2012</u>		
	<u>Ordinary</u>	<u>Capital</u>	<u>Total</u>
a) Federal income taxes paid in prior years recoverable through loss carrybacks	\$ 53,006,348	\$ 634,597	\$ 53,640,945
b) Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above) after application of the threshold limitation. (The lesser of 2(b)1 and 2(b)2 Below paragraph 10.b.i. and 10.b.ii. below)	9,633,433	-	9,633,433
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	9,633,433	-	9,633,433
2. Adjusted gross deferred tax assets allowed per limitation threshold	xxxx	xxxx	257,576,616
c) Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities	1,830,990	20,093,206	21,924,196
d) Deferred tax assets admitted as the result of application of SSAP No. 101			
Total (2(a) + 2(b)+ 2(c))	<u>64,470,771</u>	<u>20,727,803</u>	<u>85,198,574</u>
DTLs netted against deferred tax assets	<u>1,830,990</u>	<u>20,093,206</u>	<u>21,924,196</u>
Total	<u>\$ 62,639,781</u>	<u>\$ 634,597</u>	<u>\$ 63,274,378</u>

Admission Calculation Components SSAP No. 101:

	<u>December 31, 2011</u>		
	<u>Ordinary</u>	<u>Capital</u>	<u>Total</u>
a) Federal income taxes paid in prior years recoverable through loss carrybacks	\$ 55,971,461	\$ 1,151,846	\$ 57,123,307
b) Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above) after application of the threshold limitation. (The lesser of 2(b)1 and 2(b)2 Below paragraph 10.b.i. and 10.b.ii. below)	10,118,528	590,222	10,708,750
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	10,118,528	590,222	10,708,750
2. Adjusted gross deferred tax assets allowed per limitation threshold	xxxx	xxxx	295,378,563
c) Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities	3,059,834	11,616,430	14,676,264
d) Deferred tax assets admitted as the result of application of SSAP No. 101			
Total (2(a) + 2(b)+ 2(c))	<u>69,149,823</u>	<u>13,358,498</u>	<u>82,508,321</u>
DTLs netted against deferred tax assets	<u>3,059,834</u>	<u>11,616,430</u>	<u>14,676,264</u>
Total	<u>\$ 66,089,989</u>	<u>\$ 1,742,068</u>	<u>\$ 67,832,057</u>

Admission Calculation Components SSAP No. 101:

	<u>Change</u>		
	<u>Ordinary</u>	<u>Capital</u>	<u>Total</u>
a) Federal income taxes paid in prior years recoverable through loss carrybacks	\$ (2,965,113)	\$ (517,249)	\$ (3,482,362)
b) Adjusted gross deferred tax assets expected to be realized (excluding the amount of deferred tax assets from 2(a) above) after application of the threshold limitation. (The lesser of 2(b)1 and 2(b)2 Below paragraph 10.b.i. and 10.b.ii. below)	(485,095)	(590,222)	(1,075,317)
1. Adjusted gross deferred tax assets expected to be realized following the balance sheet date	(485,095)	(590,222)	(1,075,317)
2. Adjusted gross deferred tax assets allowed per limitation threshold	xxxx	xxxx	(37,801,947)
c) Adjusted gross deferred tax assets (excluding the amount of deferred tax assets from 2(a) and 2(b) above) offset by gross deferred tax liabilities	(1,228,844)	8,476,776	7,247,932
d) Deferred tax assets admitted as the result of application of SSAP No. 101			
Total (2(a) + 2(b)+ 2(c))	<u>(4,679,052)</u>	<u>7,369,305</u>	<u>2,690,253</u>
DTLs netted against deferred tax assets	<u>(1,228,844)</u>	<u>8,476,776</u>	<u>7,247,932</u>
Total	<u>\$ (3,450,208)</u>	<u>\$ (1,107,471)</u>	<u>\$ (4,557,679)</u>

NOTES TO FINANCIAL STATEMENTS

	<u>2012</u>	<u>2011</u>
3. a) Ratio Percentage Used to Determine Recovery Period and Threshold Limitation Amount.	1,114%	1,039%
b) Amount of Adjusted Capital and Surplus Used to Determine Recovery Period and Threshold Limitation in 2(b)2 Above.	1,717,177,443	1,969,190,418

	<u>December 31, 2012</u>		
4. 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%	95%	16%
b) Net admitted adjusted gross DTA (% of total net admitted adjusted gross DTA)	0%	24%	6%

	<u>December 31, 2011</u>		
	<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%

	<u>Change</u>		
	<u>Ordinary Percent</u>	<u>Capital Percent</u>	<u>Total</u>
c) Adjusted gross DTA (% of total adjusted gross DTA)	0%	95%	16%
d) Net admitted adjusted gross DTA (% of total net admitted adjusted gross DTA)	0%	24%	6%

e) Does the Company's tax-planning strategies include the use of reinsurance? Yes ___ No X

B. DTL not recognized for the following amounts:

Not applicable.

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

	<u>December 31, 2012</u>	<u>December 31, 2011</u>	<u>Change</u>
1. Federal	\$ 168,585,591	\$ 173,289,877	\$ (4,704,286)
Foreign	<u>28,398</u>	<u>269,624</u>	<u>(241,226)</u>
Subtotal	168,613,989	173,559,501	(4,945,512)
Federal income taxes on net capital gains	1,599,467	(1,931,396)	3,530,863
Federal and foreign income taxes incurred	<u>\$ 170,213,456</u>	<u>\$ 171,628,105</u>	<u>\$ (1,414,649)</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, 2012</u>	<u>December 31, 2011</u>	<u>Change</u>
DTA:			
<u>Ordinary:</u>			
Discounting of unpaid losses	\$ 23,970,539	\$ 26,176,560	\$ (2,206,021)
Unearned premium reserve	54,889,561	56,967,535	(2,077,974)
Receivables - nonadmitted	8,125,576	7,043,157	1,082,419
Non-admitted assets	52,193,376	41,539,400	10,653,976
Other	<u>910,344</u>	<u>569,848</u>	<u>340,496</u>
Total DTA - ordinary	140,089,396	132,296,500	7,792,896
Statutory valuation allowance adjustment	-	-	-
Nonadmitted DTA	<u>75,618,625</u>	<u>63,146,677</u>	<u>12,471,948</u>
Admitted ordinary DTA	<u>\$ 64,470,771</u>	<u>\$ 69,149,823</u>	<u>\$ (4,679,052)</u>
<u>Capital:</u>			
Investments	<u>\$ 48,964,314</u>	<u>\$ 27,637,934</u>	<u>\$ 21,326,380</u>
Total DTA - capital	48,964,314	27,637,934	21,326,380
Statutory valuation allowance adjustment	-	-	-
Nonadmitted DTA	<u>28,236,511</u>	<u>14,279,436</u>	<u>13,957,075</u>
Admitted capital DTA	20,727,803	13,358,498	7,369,305
Total admitted DTA	<u>\$ 85,198,574</u>	<u>\$ 82,508,321</u>	<u>\$ 2,690,253</u>
DTL:			
<u>Ordinary:</u>			
Investments	\$ 1,747,943	\$ 2,884,620	\$ (1,136,677)
Other	<u>83,047</u>	<u>175,215</u>	<u>(92,168)</u>
Total ordinary DTL	<u>1,830,990</u>	<u>3,059,835</u>	<u>(1,228,845)</u>
<u>Capital:</u>			
Investments	<u>\$ 20,093,206</u>	<u>\$ 11,616,429</u>	<u>\$ 8,476,777</u>
Total capital DTL	20,093,206	11,616,429	8,476,777
Total DTL	<u>21,924,196</u>	<u>14,676,264</u>	<u>7,247,932</u>
Net admitted DTA/(DTL)	<u>\$ 63,274,378</u>	<u>\$ 67,832,057</u>	<u>\$ (4,557,679)</u>

3. Deferred income taxes do not include any benefit from investment tax credits.

4. Deferred income taxes do not include a benefit from net operating losses.

5. 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.

NOTES TO FINANCIAL STATEMENTS

6. 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, 2012</u>	<u>December 31, 2011</u>	<u>Change</u>
Total DTA	\$ 189,053,710	\$ 159,934,434	\$ 29,119,276
Total DTL	<u>21,924,196</u>	<u>14,676,264</u>	<u>7,247,932</u>
Net DTA/(DTL)	<u>\$ 167,129,514</u>	<u>\$ 145,258,170</u>	21,871,344
Tax effect of unrealized gains (losses)			<u>(14,471,410)</u>
Change in net deferred income tax			<u>\$ 7,399,934</u>

- D. 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, 2012</u>
Rate Reconciliation:	
Pretax net income (loss)	\$ 587,208,054
Taxes at statutory rate	\$ 205,522,819
Increase (decrease) attributable to:	
Nontaxable investment income	(28,598,661)
Nonadmitted assets	(14,863,282)
Other	<u>752,646</u>
	<u>162,813,522</u>
Federal and foreign taxes incurred	\$ 170,213,456
Change in net deferred taxes	<u>(7,399,934)</u>
Total statutory income tax	<u>\$ 162,813,522</u>
Effective tax rate	27.7%

- E. 1. The Company has no net operating loss or tax credit carryforwards available for tax purposes.
2. The Company has \$167,057,663, \$170,511,637, and \$1,314,335 of federal income tax from the current and prior tax years respectively, available for recoupment in the event of future losses.
3. The reporting entity has no protective tax deposits with the Internal Revenue Service under Section 6603 of the Internal Revenue Service Code.
- F. 1. 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.
2. 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.
- G. The Company does not believe it is reasonably possible that the liability related to any federal or foreign tax loss contingencies may significantly increase within the next 12 months.

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

- A-C. (1) On December 5, 2012 and September 24, 2012, the Company made capital contributions of \$98.7 million and \$5.0 million, respectively, to its subsidiary, Travelers Brazil Holdings LLC (Travelers Brazil), which then contributed these same amounts to its subsidiary, Travelers Brazil Acquisition LLC (Travelers Brazil Acquisition).
- (2) On December 5, 2012, Travelers Brazil Acquisition increased its ownership stake in J. Malucelli Participações em Seguros e Resseguros S.A., a Brazilian company ("JMalucelli") by exercising a pre-existing option to purchase newly issued common stock shares. As a result, Travelers Brazil Acquisition has increased its stake in JMalucelli from 43.4% to 49.5% at a cost of \$98.7 million.
- (3) In December 2011, the Company sold securities of \$70.1 to its affiliate, The Phoenix Insurance Company.
- (4) On June 17, 2011, Travelers Brazil Acquisition acquired 43.4% of the common stock of JMalucelli. JMalucelli is the market leader in surety in Brazil based on market share. In support of the acquisition noted herein, the Company contributed capital of \$411.9 million to its subsidiary Travelers Brazil. On September 29, 2011, the Company made an additional capital contribution of \$5.0 million to Travelers Brazil.
- (6) In February 2011, the Company sold \$201.1 million in securities to The Travelers Indemnity Company (Indemnity).

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:

1. The principal banking functions for the property-casualty operations of TRV are handled by Indemnity. Settlements between the companies are made daily.

NOTES TO FINANCIAL STATEMENTS

2. 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 Indemnity. 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, 2012 and 2011, the TRVMMLP totaled \$3.4 billion and \$3.3 billion, respectively.

- D. (1) At December 31, 2012 and 2011, the Company had \$11,080,470 receivable from and \$1,821,609 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) The Company participates in intercompany reinsurance agreements as described in Note 23. The following represents the unsettled balances resulting from affiliated reinsurance that are reported in the respective balance sheet accounts:

	<u>December 31, 2012</u>	<u>December 31, 2011</u>
Amounts recoverable from reinsurers	\$ 12,265,103	\$ 10,627,944
Reinsurance payable on paid losses and loss adjustment expenses	1,446,021	2,508,739
Ceded reinsurance premiums payable	23,739,158	15,870,298

These balances were settled net through the intercompany settlement process during January 2013 and January 2012, 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.
- 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
Expense Allocation	The Travelers Indemnity Company	Travelers P&C ¹
Reinsurance Allocation	The Travelers Indemnity Company	Travelers P&C ¹

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 Travelers Casualty and Surety Company (TCS), an insurance company domiciled in Connecticut. The Company is a member of TRV, 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 Travelers Brazil, a downstream noninsurance holding company, which directly owns Travelers Brazil Acquisition, also a downstream noninsurance holding company. Travelers Brazil Acquisition directly owns 49.5% of the common stock of JMalucelli.

- (1) The carrying value of the Company's investment in Travelers Brazil was \$427,787,125 at December 31, 2012.
- (2) The financial statements of Travelers Brazil are not audited.
- (3) The Company has limited the carrying value of its investment in Travelers Brazil to the value contained in the audited Brazilian GAAP financial statements with an audited reconciliation to U.S. GAAP for both net income and equity of JMalucelli, including any adjustments required by SSAP No. 97, *Investments in Subsidiary, Controlled and Affiliated Entities, A Replacement of SSAP No. 88*.
- (4) Travelers Brazil and Travelers Brazil Acquisition do not have any material assets other than the ownership of JMalucelli. Travelers Brazil and Travelers Brazil Acquisition do 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 nonqualified defined benefit pension plans sponsored by TRV which cover certain highly-compensated employees of the Company and its property-casualty affiliates. The Company has no legal obligation for benefits

NOTES TO FINANCIAL STATEMENTS

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 \$8,226,614 and \$6,881,119 for 2012 and 2011, 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 \$524,515 and \$613,571 for 2012 and 2011, 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 \$4,922,352 and \$4,807,742 for 2012 and 2011, 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 10,000 shares of common capital stock authorized and 5,400 shares issued and outstanding with a par value of \$1,200 per share.

The Company paid ordinary dividends of \$200 million and \$385 million to its parent company, TCS, in 2012 and 2011, respectively.

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 during 2013 without prior approval is \$416,994,000.

There are no restrictions on the use of the Company's unassigned funds and such funds are held for the benefit of the shareholder, except for the dividend restrictions indicated above.

There was no change in the balance of special surplus from retroactive reinsurance in 2012. See Note 23F for additional detail. Due to the adoption of SSAP No. 101, special surplus related to DTA's generated from the application of SSAP No. 10R at December 31, 2011 is no longer required. See Note 2 and 9 for additional detail.

Unassigned funds have been decreased by cumulative net unrealized losses of \$53,744,872.

14. CONTINGENCIES

A. Contingent Commitments:

Not applicable.

B. Assessments:

1. The Company does not have any net accrued liabilities for guaranty fund and other insurance-related assessments due to its cross business reinsurance agreement with certain affiliates. At December 31, 2012, the Company reported \$13.3 thousand in accrued premium tax offsets on a direct basis.

2. a. Assets recognized from paid and accrued premium tax offsets December 31, 2011	\$ 52,828
b. Decreases current year:	
Premium tax offset charged off	-
Premium tax offset applied	16,530
Premium tax offset refund	27,676
c. Increases current year:	
Premium tax offset accrued	<u>4,714</u>
d. Assets recognized from paid and accrued premium tax offsets December 31, 2012	<u>\$ 13,336</u>

C. Gain Contingencies:

Not applicable.

NOTES TO FINANCIAL STATEMENTS**D. Claims Related Extra Contractual Obligation and Bad Faith Losses Stemming from Lawsuits:**

The Company paid the following amounts in the reporting period to settle claims related extra contractual obligations or bad faith claims stemming from lawsuits:

	Direct
Claims related ECO and bad faith losses paid during the reporting period	\$1,475,000

Number of claims where amounts were paid to settle claims related extra contractual obligations or bad faith claims resulting from lawsuits during the reporting period:

0-25 Claims
X

Claim count information provided herein is disclosed on a per claim basis.

E. Product Warranties:

Not applicable.

F. All Other Contingencies:

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, 2012, 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.

15. LEASES

Not applicable.

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

Not applicable.

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

The estimates of fair value for financial assets are based on the framework established in the fair value accounting guidance. The framework is based on the inputs used in valuation, gives the highest priority to quoted prices in active markets, and requires that observable inputs be used in the valuations when available. The disclosure of fair value estimates in the fair value accounting guidance hierarchy is based on whether the significant inputs into the valuation are observable. In determining the level of the hierarchy in which the estimate is disclosed, the highest priority is given to unadjusted quoted prices in active markets and the lowest priority to unobservable inputs that reflect the Company's significant market assumptions. The three levels of the hierarchy are as follows:

- Level 1 - Unadjusted quoted market prices for identical assets or liabilities in active markets that the Company has the ability to access.
- Level 2 - Quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in inactive markets; or valuations based on models where the significant inputs are observable (e.g., interest rates, yield curves, prepayment speeds, default rates, loss severities, etc.) or can be corroborated by observable market data.
- Level 3 - Valuations based on models where significant inputs are not observable. The unobservable inputs reflect the Company's own assumptions about the inputs that market participants would use.

NOTES TO FINANCIAL STATEMENTS

A. (1) Assets measured and reported at fair value as of December 31, 2012:

<u>Description</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Bonds				
Industrial and miscellaneous	\$ -	\$ 1,880,220	\$ -	\$ 1,880,220
Common stock	141,089	-	-	141,089
Total assets at fair value	\$ 141,089	\$ 1,880,220	\$ -	\$ 2,021,309

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

(2) Not applicable.

(3) Not applicable.

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

(5) Not applicable.

B. Not applicable.

C. The following table provides the aggregate fair value and reported aggregate admitted asset value by type of financial instrument; and the hierarchy level in which the fair values fall.

(At December 31, 2012)	<u>Aggregate Fair Value</u>	<u>Admitted Assets</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Not Practicable (Carrying Value)</u>
<u>Description</u>						
Short term bonds	\$ 40,170,714	\$ 40,170,714	\$ 16,503,565	\$ 23,548,961	\$ 118,188	\$ -
Long term bonds	4,051,097,968	3,713,171,015	133,170,982	3,916,172,428	1,754,558	-
Common stock	141,089	141,089	141,089	-	-	-

(At December 31, 2011)	<u>Aggregate Fair Value</u>	<u>Admitted Assets</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Not Practicable (Carrying Value)</u>
<u>Description</u>						
Short term bonds	\$ 127,781,791	\$ 127,781,791	\$ 91,537,636	\$ 30,659,441	\$ 5,584,714	\$ -
Long term bonds	3,834,706,673	3,525,992,354	61,448,872	3,770,856,639	2,401,162	-

D. Not applicable.

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.

2012 Schedule P:

The 2002 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	<u>2002</u>	<u>2001</u>	<u>Accident Years</u>		
			<u>2000</u>	<u>1999</u>	<u>1998 & Prior</u>
Part 1A	\$ -	\$ -	\$ -	\$ -	\$ -
Part 1B	-	-	-	-	-
Part 1C	-	-	-	-	-
Part 1D	-	-	-	-	-
Part 1E	-	-	-	-	-
Part 1F - Section 1	-	-	-	-	-
Part 1F - Section 2	-	-	-	-	-
Part 1G	-	-	-	-	-
Part 1H - Section 1	-	-	-	-	-
Part 1H - Section 2	625	305	536	(6)	(12)
Part 1M	-	-	-	-	-
Part 1N	-	-	-	-	-
Part 1O	-	-	-	-	-
Part 1P	-	-	-	-	-
Part 1R - Section 1	-	-	-	-	-
Part 1R - Section 2	-	-	-	-	-

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

<u>Accident Year</u>	<u>Fidelity/Surety</u>
2010 & Prior	\$ 3,163

NOTES TO FINANCIAL STATEMENTS

D. Uncollectible Premium Balances:

Not applicable.

E. Business Interruption Insurance Recoveries:

Not applicable.

F. State Transferable and Non-Transferable Tax Credits:

1.

Description of State Transferable and Non-transferable Tax Credits	State	Carrying Value	Unused Amount
Investment Maryland	MD	\$ 423,634	\$ 500,000

2. These credits are utilized per a set schedule as outlined in the purchase agreement.

3. Not applicable.

4. State Tax Credits Admitted and Nonadmitted:

	Total Admitted	Total Nonadmitted
Transferable	\$ 423,634	\$ -
Non-transferable	-	-

G. Subprime Mortgage Related Risk Exposure:

The Company defines subprime mortgage-backed securities as investments which generally contain a majority of 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.

Direct exposure through other investments:

	Actual Cost	Book/Adjusted Carrying Value (excluding interest)	Fair Value	Other Than Temporary Impairment Losses Recognized
Residential mortgage-backed securities:	\$ 10,619,114	\$ 10,469,293	\$ 11,570,863	\$ 4,398,612

22. EVENTS SUBSEQUENT

The Company had no material subsequent events through February 15, 2013.

23. REINSURANCE

A. Unsecured Reinsurance Recoverables:

1. Affiliated Company Recoverables:

The Company had \$588,985,262 of unsecured aggregate recoverables for ceded losses, loss adjustment expenses and unearned premiums, that exceeded 3% of its surplus as regards policyholders, recoverable from Indemnity at December 31, 2012.

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, 2012, that exceeded 3% of the Company's surplus as regards policyholders, were as follows:

NONE

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 policyholders' surplus.

NOTES TO FINANCIAL STATEMENTS

C. Reinsurance Assumed and Ceded:

1.	Assumed Reinsurance		Ceded Reinsurance		Net	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
Affiliates	\$ 66,934,108	\$ 10,256,511	\$ 187,787,139	\$ 28,775,179	\$ (120,853,031)	\$ (18,518,668)
All Other	<u>6,977,283</u>	<u>1,069,150</u>	<u>41,320,339</u>	<u>6,331,638</u>	<u>(34,343,056)</u>	<u>(5,262,488)</u>
Total	<u>\$ 73,911,391</u>	<u>\$ 11,325,661</u>	<u>\$ 229,107,478</u>	<u>\$ 35,106,817</u>	<u>\$ (155,196,087)</u>	<u>\$ (23,781,156)</u>

Direct Unearned Premium Reserve \$ 938,605,779

2. Accruals for contingent, sliding scale adjustment and other profit sharing commissions, net of reinsurance assumed and ceded, amounted to \$4,421,009 at December 31, 2012:

	Direct	Assumed	Ceded	Net
a. Contingent Commission	\$ 5,095,165	\$ 265,789	\$ 939,945	\$ 4,421,009
b. Sliding Scale Adjustments	-	-	-	-
c. Other Profit Commission Arrangements	-	-	-	-
d. Total	<u>\$ 5,095,165</u>	<u>\$ 265,789</u>	<u>\$ 939,945</u>	<u>\$ 4,421,009</u>

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: \$ (2,735), which is reflected as:

a. Losses incurred	\$ (2,735)
b. Loss adjustment expenses incurred	-
c. Premiums earned	-
d. Other	-
e.	
<u>Company</u>	<u>Amount</u>
El Paso Insurance Company Ltd.	\$ (90)
English & American Insurance Company Ltd.	(98)
Insurance Corporation of New York	7
Kingscroft Insurance Company Ltd.	(651)
Lime Street Insurance Company Ltd.	(268)
Mutual Reinsurance Company Ltd.	(657)
Reliance Insurance Company	(978)
Total	<u>\$ (2,735)</u>

E. Commutation of Ceded Reinsurance:

Not applicable.

F. Retroactive Reinsurance:

	Assumed	Ceded
a. Reserves Transferred:		
(1) Initial Reserves	\$71,584,000	\$ -
(2) Adjustments - Prior Year(s)	(37,406,000)	-
(3) Adjustments - Current Year	-	-
(4) Current Total	<u>\$34,178,000</u>	<u>\$ -</u>
b. Consideration Paid or Received:		
(1) Initial Consideration	\$71,584,000	\$ -
(2) Adjustments - Prior Year(s)	10,879,000	-
(3) Adjustments - Current Year	-	-
(4) Current Total	<u>\$82,463,000</u>	<u>\$ -</u>
c. Paid Losses Reimbursed or Recovered:		
(1) Prior Year(s)	\$31,025,294	\$ -
(2) Current Year	(10,458)	-
(3) Current Total	<u>\$31,014,836</u>	<u>\$ -</u>
d. Special Surplus From Retroactive Reinsurance:		
(1) Initial Surplus Gain or Loss	\$ -	\$ -
(2) Adjustments - Prior Year(s)	48,285,000	-
(3) Adjustments - Current Year	-	-
(4) Current Year Restricted Surplus	<u>48,285,000</u>	<u>-</u>
(5) Cumulative Total Transferred to Unassigned Funds	<u>\$ -</u>	<u>\$ -</u>

- e. List the other insurers included in the above transactions:

Company	Assumed	Ceded
Reliance Insurance Company (24457)	\$34,178,000	\$ -

- f. Paid Loss/LAE Recoverable:

Not applicable.

G. Reinsurance Accounted for as a Deposit:

As of December 31, 2012, the Company had one ceded reinsurance contract accounted for as a deposit with a non-zero balance. This contract was entered into in 2012 and had a deposit balance of \$54,292 at year-end. Due to the immaterial nature of the deposit balance, the Company accounts for it at the estimated ultimate remaining recoverables on an undiscounted basis.

NOTES TO FINANCIAL STATEMENTS

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

Not applicable.

I. Certified Reinsurer Downgraded or Status Subject to Revocation

Not applicable.

24. RETROSPECTIVELY RATED CONTRACTS AND CONTRACTS SUBJECT TO REDETERMINATION

Not applicable.

25. CHANGES IN INCURRED LOSSES AND LOSS ADJUSTMENT EXPENSES

During the period from January 1, 2012 to December 31, 2012, the prior year-end total loss and loss adjustment expense reserves developed favorably by \$120,883,000, resulting primarily from better than expected loss and defense and cost containment development for the surety business within the fidelity & surety line for accident years 2007 – 2008, and for the other liability – claims made line for accident years 2006 – 2008. This was partially offset by modest deterioration in adjusting and other expense reserves resulting from the allocation of these reserves by year as disclosed in the Schedule P Interrogatories of the Company. The remaining changes are generally the result of ongoing analyses of recent loss data and trends. There are no material additional premiums or return premiums as a result of these prior year effects.

26. INTERCOMPANY POOLING ARRANGEMENTS

Not applicable.

27. STRUCTURED SETTLEMENTS

Not applicable.

28. HEALTH CARE RECEIVABLES

Not applicable.

29. PARTICIPATING POLICIES

Not applicable.

30. PREMIUM DEFICIENCY RESERVES

1. Liability carried for premium deficiency reserves	\$	0
2. Date of the most recent evaluation of this liability	December 31, 2012	
3. Was anticipated investment income utilized in the calculation?		Yes

31. HIGH DEDUCTIBLES

Not applicable.

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

Not applicable.

33. ASBESTOS/ENVIRONMENTAL RESERVES

The Company has minimal potential exposure to asbestos and environmental claims on a direct basis, primarily arising from the sale of general liability insurance. There is no net exposure for the Company since 100% of this business is ceded to participants in the Travelers Reinsurance Pool.

34. SUBSCRIBER SAVINGS ACCOUNTS

Not applicable.

35. MULTIPLE PERIL CROP INSURANCE

Not applicable.

36. FINANCIAL GUARANTY INSURANCE

Not applicable.

NOTES TO FINANCIAL STATEMENTS

Attachment to the 2012 Annual Statement – Notes to Financial Statements, Note 9 – Part F:
Names of the companies included with TRV in the December 31, 2012, 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>
AE DEVELOPMENT GROUP, INC.	06-0952727	THE CHARTER OAK FIRE INSURANCE COMPANY	06-0291290
AMERICAN EQUITY INSURANCE COMPANY	86-0703220	THE PHOENIX INSURANCE COMPANY	06-0303275
AMERICAN EQUITY SPECIALTY INSURANCE COMPANY	86-0868106	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 CASUALTY COMPANY	41-1435765
CASTLE PINES FIDELITY REALTY, INC.	52-1735211	THE TRAVELERS HOME AND MARINE INSURANCE COMPANY	35-1838079
COMMERCIAL GUARANTY INSURANCE COMPANY	75-1679830	THE TRAVELERS INDEMNITY COMPANY	06-0566050
CONSTITUTION PLAZA INC	06-0566030	THE TRAVELERS INDEMNITY COMPANY OF AMERICA	58-6020487
COUNTERSIGNATURE AGENCY, INC.	06-1345091	THE TRAVELERS INDEMNITY COMPANY OF CONNECTICUT	06-0336212
DISCOVER PROPERTY & CASUALTY INSURANCE COMPANY	36-2999370	THE TRAVELERS LLOYDS INSURANCE COMPANY	76-0002592
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 CASUALTY AND SURETY COMPANY	06-6033504
FIRST FLORIDIAN AUTO AND HOME INSURANCE COMPANY	59-3372141	TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA	06-0907370
FIRST TRENTON INDEMNITY COMPANY	22-3129711	TRAVELERS CASUALTY COMPANY OF CONNECTICUT	06-1286266
GULF UNDERWRITERS INSURANCE COMPANY	56-1371361	TRAVELERS CASUALTY INSURANCE COMPANY OF AMERICA	06-0876835
JUPITER HOLDINGS, INC.	41-1769846	TRAVELERS COMMERCIAL CASUALTY COMPANY	95-3634110
LAUREL VILLAGE FIDELITY REALTY, INC.	52-1551225	TRAVELERS COMMERCIAL INSURANCE COMPANY	06-1286268
NORTHBROOK HOLDINGS, INC.	51-0375653	TRAVELERS CONSTITUTION STATE INSURANCE COMPANY	41-1435766
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 FIRE & CASUALTY INSURANCE COMPANY	41-1419276	TRAVELERS PERSONAL SECURITY INSURANCE COMPANY	06-1286264
ST. PAUL FIRE & MARINE INSURANCE COMPANY	41-0406690	TRAVELERS PROPERTY CASUALTY INSURANCE COMPANY	06-1286274
ST. PAUL GUARDIAN INSURANCE COMPANY	41-0963301	TRAVELERS PROPERTY CASUALTY COMPANY OF AMERICA	36-2719165
ST. PAUL LONDON PROPERTIES, INC.	41-1880024	TRAVELERS PROPERTY CASUALTY CORP.	06-1008174
ST. PAUL MERCURY INSURANCE COMPANY	41-0881659	TRAVELERS TEXAS MGA, INC.	27-4469564
ST. PAUL PROTECTIVE INSURANCE COMPANY	36-2542404	UNITED STATES FIDELITY & GUARANTY COMPANY	52-0515280
ST. PAUL SURPLUS LINES INSURANCE COMPANY	41-1230819	USF&G RETAIL ASSOCIATES GP, INC.	52-1704255
TCI GLOBAL SERVICES, INC.	52-1965525	YONKERS FINANCING CORPORATION	20-3033027
THE AUTOMOBILE INSURANCE COMPANY OF HARTFORD, CT	06-0848755		

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. 12/31/2009
- 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). 03/14/2011
- 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,
- 7.21 State the percentage of foreign control0.000 %
- 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 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 FDIC	6 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

- 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 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]
- 10.4 If the response to 10.3 is yes, provide information related to this exemption: _____

- 10.5 Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws? Yes [X] No [] N/A []
- 10.6 If the answer to 10.5 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, FCAS & MAAA (Vice President and Chief Corporate Actuary), The Travelers Companies, Inc., One Tower Square, Hartford, CT 06183

GENERAL INTERROGATORIES

- 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).
-

TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA

GENERAL INTERROGATORIES

15.1 Is the reporting entity the beneficiary of a Letter of Credit that is unrelated to reinsurance where the issuing or confirming bank is not on the SVO Bank List?

Yes [X] No []

15.2 If the response to 15.1 is yes, indicate the American Bankers Association (ABA) Routing Number and the name of the issuing or confirming bank of the Letter of Credit and describe the circumstances in which the Letter of Credit is triggered.

1 American Bankers Association (ABA) Routing Number	2 Issuing or Confirming Bank Name	3 Circumstances That Can Trigger the Letter of Credit	4 Amount
011304300	National Grand Bank of Marblehead	Failure to comply with contract	20,000
021201383	Valley National Bank	Failure to comply with contract	20,000
021303511	Alliance Bank, National Association	Failure to comply with contract	32,500
021305386	Community Bank, National Association	Failure to comply with contract	200,060
021307711	National Union Bank of Kinderhook	Failure to comply with contract	10,000
021308642	Tioga State Bank	Failure to comply with contract	5,000
021406667	Bridgehampton National Bank	Failure to comply with contract	20,000
026003557	Banco do Brasil	Failure to comply with contract	2,088,600
026005319	Intesa Sanpaolo SpA	Failure to comply with contract	3,875,000
026006237	Interaudi Bank	Failure to comply with contract	100,000
026008536	Unicredit Bank SpA	Failure to comply with contract	7,166,554
026009739	Federal Home Loan Bank of New York	Failure to comply with contract	14,609,393
031305981	Miners Bank	Failure to comply with contract	14,693
042102270	First National Bank and Trust	Failure to comply with contract	50,000
043306826	First Commonwealth Bank	Failure to comply with contract	625,000
043307524	Farmers and Merchants Bank of Western P	Failure to comply with contract	25,000
043318092	First National Bank of Pennsylvania	Failure to comply with contract	1,000,000
043400036	WesBanco Bank, Inc.	Failure to comply with contract	75,000
051401153	Grundy National Bank	Failure to comply with contract	368,500
051408897	New Peoples Bank, Inc.	Failure to comply with contract	89,000
051500601	First Century Bank, Inc.	Failure to comply with contract	300,000
053174048	Little Bank, Inc.	Failure to comply with contract	50,000
053906041	First Citizens Bank and Trust Company, Inc	Failure to comply with contract	1,000,000
055003298	EagleBank	Failure to comply with contract	75,000
056005253	Virginia Commerce Bank	Failure to comply with contract	60,500
056008849	Cardinal Bank	Failure to comply with contract	276,595
061100606	Synovus Bank	Failure to comply with contract	1,350,000
061102400	Fidelity Bank	Failure to comply with contract	100,000
062104290	Sweet Water State Bank	Failure to comply with contract	25,000
062206295	Cadence Bank, N.A.	Failure to comply with contract	876,207
062206651	First Partners Bank	Failure to comply with contract	100,000
064008637	Pinnacle National Bank	Failure to comply with contract	1,404,316
065203431	MidSouth Bank, National Association	Failure to comply with contract	75,000
065302633	Metropolitan Bank	Failure to comply with contract	345,000
066016054	Banco De Sabadell	Failure to comply with contract	20,000,000
071922609	First Bank of Highland Park	Failure to comply with contract	42,000
073900522	American Trust & Savings Bank	Failure to comply with contract	2,000,000
073901233	MidWestOne Bank	Failure to comply with contract	500,000
073903244	Farmers & Merchants Savings Bank	Failure to comply with contract	660,000
073920829	Bank Midwest	Failure to comply with contract	1,128,325
075000666	Park Bank	Failure to comply with contract	333,073
075901561	WoodTrust Bank, National Association	Failure to comply with contract	10,000
075917843	Town Bank	Failure to comply with contract	101,500
081000605	Cass Commercial Bank	Failure to comply with contract	500,000
081006162	Enterprise Bank & Trust	Failure to comply with contract	550,000
081015218	Citizens National Bank of Greater St. Louis	Failure to comply with contract	200,000
081206807	Peoples National Bank, N.A.	Failure to comply with contract	35,000
081501227	First Midwest Bank of Poplar Bluff	Failure to comply with contract	150,000
083001314	Republic Bank & Trust Company	Failure to comply with contract	235,000
083002177	Commonwealth Bank & Trust Company	Failure to comply with contract	4,725
084307033	First Bank	Failure to comply with contract	147,000
086300012	Old National Bank	Failure to comply with contract	200,000
086518477	Empire Bank	Failure to comply with contract	285,000
091300515	American State Bank & Trust Company of	Failure to comply with contract	20,000
091305044	First State Bank of North Dakota	Failure to comply with contract	10,000
091812430	Charter Bank Eau Claire	Failure to comply with contract	200,000
091907235	Eastwood Bank	Failure to comply with contract	50,000
092901683	First Interstate Bank	Failure to comply with contract	19,550
101110404	Silver Lake Bank	Failure to comply with contract	75,000
103102892	AVB Bank	Failure to comply with contract	35,000
103104641	First National Bank in Hominy	Failure to comply with contract	50,000
104000016	First National Bank of Omaha	Failure to comply with contract	2,169,661
104001497	First Westroads Bank, Inc.	Failure to comply with contract	100,000
104100783	McCook National Bank	Failure to comply with contract	41,000
104910795	Union Bank and Trust Company	Failure to comply with contract	100,000
104913912	Pinnacle Bank	Failure to comply with contract	97,500
107002008	Community 1st Bank Las Vegas	Failure to comply with contract	100,000
107005047	FirstBank	Failure to comply with contract	75,000
111300958	Amarillo National Bank	Failure to comply with contract	100,000
111301122	First Financial Bank, National Association (	Failure to comply with contract	300,000
111323922	American Bank of Commerce	Failure to comply with contract	500,000
111925508	Meridian Bank Texas	Failure to comply with contract	100,000
121301578	Central Pacific Bank	Failure to comply with contract	25,000
121301772	Hawaii National Bank	Failure to comply with contract	981,749
122105320	National Bank of Arizona	Failure to comply with contract	200,000
123206794	Columbia Community Bank	Failure to comply with contract	275,162
124003116	Ally Bank	Failure to comply with contract	1,500,000
125100089	Washington Trust Bank	Failure to comply with contract	1,000,000
125104603	Cashmere Valley Bank	Failure to comply with contract	50,000
211574833	Admirals Bank	Failure to comply with contract	50,000
221172270	Fairfield County Bank	Failure to comply with contract	75,000
226071004	New York Community Bank	Failure to comply with contract	20,000
236073801	Firsttrust Savings Bank	Failure to comply with contract	250,000
242272227	NCB, FSB	Failure to comply with contract	500,000
291070001	TCF National Bank	Failure to comply with contract	300,000

TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA

GENERAL INTERROGATORIES

303087995	MidFirst Bank	Failure to comply with contract	145,445
322070381	East West Bank	Failure to comply with contract	2,500,000
	Allied Irish Banks, Plc	Failure to comply with contract	176,095
	Banco Commercial Portugues SA	Failure to comply with contract	2,000,000
	Co-operative Bank p.l.c. (The)	Failure to comply with contract	11,000

PART 1 - COMMON INTERROGATORIES - BOARD OF DIRECTORS

16. 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 No
17. Does the reporting entity keep a complete permanent record of the proceedings of its Board of Directors and all subordinate committees thereof? Yes No
18. 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 No

PART 1 - COMMON INTERROGATORIES - FINANCIAL

19. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes No
- 20.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.11 To directors or other officers \$.....0
- 20.12 To stockholders not officers \$.....0
- 20.13 Trustees, supreme or grand (Fraternal only) \$.....0
- 20.2 Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):
- 20.21 To directors or other officers \$.....0
- 20.22 To stockholders not officers \$.....0
- 20.23 Trustees, supreme or grand (Fraternal only) \$.....0
- 21.1 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
- 21.2 If yes, state the amount thereof at December 31 of the current year:
- 21.21 Rented from others \$.....0
- 21.22 Borrowed from others \$.....0
- 21.23 Leased from others \$.....0
- 21.24 Other \$.....0
- 22.1 Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments? Yes No
- 22.2 If answer is yes:
- 22.21 Amount paid as losses or risk adjustment \$.....0
- 22.22 Amount paid as expenses \$.....0
- 22.23 Other amounts paid \$.....0
- 23.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes No
- 23.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount. \$.....0

PART 1 - COMMON INTERROGATORIES - INVESTMENT

- 24.01 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 24.03)? Yes No
- 24.02 If no, give full and complete information relating thereto.

- 24.03 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.
-
- 24.04 Does the company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions? Yes No N/A
- 24.05 If answer to 24.04 is yes, report amount of collateral for conforming programs. \$.....7,769,155
- 24.06 If answer to 24.04 is no, report amount of collateral for other programs. \$.....0
- 24.07 Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract? Yes No N/A
- 24.08 Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%? Yes No N/A
- 24.09 Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities Lending Agreement (MSLA) to conduct securities lending? Yes No N/A
- 24.10 For the reporting entity's security lending program, state the amount of the following as of December 31 of the current year:
- 24.101 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2. \$.....7,769,155
- 24.102 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2. \$.....7,769,155
- 24.103 Total payable for securities lending reported on the liability page. \$.....7,769,155
- 25.1 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 21.1 and 24.03) Yes No
- 25.2 If yes, state the amount thereof at December 31 of the current year:
- 25.21 Subject to repurchase agreements \$.....0
- 25.22 Subject to reverse repurchase agreements \$.....0
- 25.23 Subject to dollar repurchase agreements \$.....0
- 25.24 Subject to reverse dollar repurchase agreements \$.....0
- 25.25 Pledged as collateral \$.....0
- 25.26 Placed under option agreements \$.....0
- 25.27 Letter stock or securities restricted as to sale \$.....0
- 25.28 On deposit with state or other regulatory body \$.....7,740,125
- 25.29 Other \$.....0
- 25.3 For category (25.27) provide the following:

1 Nature of Restriction	2 Description	3 Amount

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

TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA

PART 1 - COMMON INTERROGATORIES - INVESTMENT

27.1 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]

27.2 If yes, state the amount thereof at December 31 of the current year: \$.....0

28. 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 []

28.01 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

28.02 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		

28.03 Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year? Yes [] No [X]

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

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

28.05 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		

29.1 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]

29.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adj. Carrying Value
29.2999. TOTAL		0

29.3 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

30. 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 (+)
30.1 Bonds.....	3,753,341,728	4,091,268,685	337,926,956
30.2 Preferred stocks.....	0	0	0
30.3 Totals.....	3,753,341,728	4,091,268,685	337,926,956

30.4 Describe the sources or methods utilized in determining the fair values:
Fair values of bonds 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.

31.1 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 []

31.2 If the answer to 31.1 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 []

31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D.

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

32.2 If no, list exceptions:

PART 1 - COMMON INTERROGATORIES - OTHER

33.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any? \$.....483,051

33.2 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
THE SURETY & FIDELITY ASSOCIATION OF AMERICA	301,797

34.1 Amount of payments for legal expenses, if any? \$.....366,961

34.2 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
NORONHA ADVOGADOS	249,711

35.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any? \$.....5,241

35.2 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
THE SURETY & FIDELITY ASSOCIATION OF AMERICA	3,275

TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA

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.....	\$.....1,252,931,428	\$.....1,245,002,980
2.3 Premium Ratio (2.1/2.2).....	.....0.0	.....0.0
2.4 Reserve Numerator.....	\$.....0	\$.....0
2.5 Reserve Denominator.....	\$.....2,220,285,083	\$.....2,278,671,341
2.6 Reserve Ratio (2.4/2.5).....	.....0.0	.....0.0

- 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 \$.....30,045,540
- 3.22 Non-participating policies \$.....1,192,966,675
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?
The Company has no workers compensation loss exposures.
- 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 has no property loss exposures.
- 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 has no property loss exposures.
- 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 [] No [X]
- 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:
The Company has no property loss exposures.
- 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.6
- 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 []

TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

- 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 [] No [X]
- 8.2 If yes, give full information:

- 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 affiliates 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 31 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 \$.....0
 12.12 Unpaid underwriting expenses (including loss adjustment expenses) \$.....0
- 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: \$.....0
- 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 [] No [X]
- 12.6 If yes, state the amount thereof at December 31 of current year:
 12.61 Letters of credit \$.....0
 12.62 Collateral and other funds \$.....0
- 13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): \$.....165,208,000
- 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.2

GENERAL INTERROGATORIES

PART 2 - PROPERTY AND CASUALTY INTERROGATORIES

14.1 Is the company a cedant in a multiple cedant reinsurance contract? Yes No
 14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:
 Per the Company's Reinsurance Allocation 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
 14.4 If the answer to 14.3 is no, are all the methods described in 14.2 entirely contained in written agreements? Yes No
 14.5 If the answer to 14.4 is no, please explain:

15.1 Has the reporting entity guaranteed any financed premium accounts? Yes No
 15.2 If yes, give full information:

16.1 Does the reporting entity write any warranty business? Yes 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.....					
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
 Incurred 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
 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
 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 2012	2 2011	3 2010	4 2009	5 2008
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).....	707,127,099	624,449,402	496,445,706	464,977,635	344,879,300
2. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	40,609,624	37,676,531	34,101,820	32,549,726	31,588,351
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	0	0	0	0	0
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....	905,175,587	969,020,249	991,586,204	1,032,603,189	1,099,191,859
5. Nonproportional reinsurance lines (Lines 31, 32 & 33).....	0	0	0	0	0
6. Total (Line 35).....	1,652,912,310	1,631,146,182	1,522,133,731	1,530,130,550	1,475,659,510
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).....	371,886,803	342,481,228	319,189,640	322,166,110	327,372,584
8. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	30,243,429	27,898,394	25,512,449	24,674,504	20,111,852
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	0	0	0	0	0
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....	820,881,982	874,897,967	900,160,511	915,898,302	991,055,418
11. Nonproportional reinsurance lines (Lines 31, 32 & 33).....	0	0	0	0	0
12. Total (Line 35).....	1,223,012,214	1,245,277,589	1,244,862,600	1,262,738,917	1,338,539,854
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8).....	427,843,175	431,891,668	346,769,675	388,903,430	577,937,232
14. Net investment gain (loss) (Line 11).....	163,994,400	168,724,550	184,638,500	167,960,551	155,512,538
15. Total other income (Line 15).....	(441,911)	(1,508,647)	123,281	27,534,820	33,933,377
16. Dividends to policyholders (Line 17).....	5,787,078	9,348,538	5,285,009	7,275,422	8,748,501
17. Federal and foreign income taxes incurred (Line 19).....	168,613,989	173,559,501	141,154,218	173,818,946	239,004,228
18. Net income (Line 20).....	416,994,597	416,199,532	385,092,229	403,304,433	519,630,418
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 26, Col. 3).....	4,339,558,778	4,256,447,550	4,238,258,523	4,334,263,549	4,255,478,755
20. Premiums and considerations (Page 2, Col. 3):					
20.1 In course of collection (Line 15.1).....	69,997,780	132,660,023	71,704,415	317,348,494	197,049,089
20.2 Deferred and not yet due (Line 15.2).....	114,944,728	106,616,639	107,324,287	109,422,760	106,546,672
20.3 Accrued retrospective premiums (Line 15.3).....	0	0	0	0	0
21. Total liabilities excluding protected cell business (Page 3, Line 26).....	2,559,106,957	2,604,372,282	2,436,034,011	2,497,414,887	2,381,770,551
22. Losses (Page 3, Line 1).....	901,058,710	937,681,730	920,220,402	898,279,087	829,833,969
23. Loss adjustment expenses (Page 3, Line 3).....	534,370,660	525,055,953	477,495,945	391,664,338	277,210,510
24. Unearned premiums (Page 3, Line 9).....	783,409,692	813,328,906	813,054,297	839,517,654	846,899,105
25. Capital paid up (Page 3, Lines 30 & 31).....	6,480,000	6,480,000	6,480,000	6,480,000	11,000,000
26. Surplus as regards policyholders (Page 3, Line 37).....	1,780,451,821	1,652,075,268	1,802,224,512	1,836,848,661	1,873,708,202
Cash Flow (Page 5)					
27. Net cash from operations (Line 11).....	439,784,644	489,022,290	677,524,357	634,232,713	614,967,587
Risk-Based Capital Analysis					
28. Total adjusted capital.....	1,780,451,821	1,652,075,268	1,802,224,512	1,836,848,661	1,873,708,202
29. Authorized control level risk-based capital.....	154,199,262	156,249,958	146,996,342	144,964,277	111,624,264
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).....	92.4	90.7	98.6	97.6	95.5
31. Stocks (Lines 2.1 & 2.2).....	0.0	0.0	0.0	0.0	0.2
32. Mortgage loans on real estate (Lines 3.1 & 3.2).....	0.0	0.0	0.0	0.0	0.0
33. Real estate (Lines 4.1, 4.2 & 4.3).....	0.0	0.0	0.0	0.0	0.0
34. Cash, cash equivalents and short-term investments (Line 5).....	0.4	2.7	1.1	2.4	4.3
35. Contract loans (Line 6).....	0.0	0.0	0.0	0.0	0.0
36. Derivatives (Line 7).....	0.0	0.0	0.0	XXX	XXX
37. Other invested assets (Line 8).....	7.0	6.4	0.0	0.0	0.0
38. Receivable for securities (Line 9).....	0.0	0.0	0.0	0.0	0.0
39. Securities lending reinvested collateral assets (Line 10).....	0.2	0.2	0.3	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).....	0	0	0	0	0
45. Affiliated short-term investments (subtotals included in Schedule DA, Verification, Column 5, Line 10).....	0	0	0	0	0
46. Affiliated mortgage loans on real estate.....	0	0	0	0	0
47. All other affiliated.....	427,787,125	365,704,421	38,500	0	0
48. Total of above lines 42 to 47.....	427,787,125	365,704,421	38,500	0	0
49. Total investment in parent included in Lines 42 to 47 above.....	0	0	0	0	0
50. 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).....	24.0	22.1	0.0	0.0	0.0

TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA

FIVE-YEAR HISTORICAL DATA

(Continued)

	1	2	3	4	5
	2012	2011	2010	2009	2008
Capital and Surplus Accounts (Page 4)					
51. Net unrealized capital gains (losses) (Line 24).....	(25,999,237)	(27,364,942)	842,817	19,027,068	(17,100,528)
52. Dividends to stockholders (Line 35).....	(200,000,000)	(385,000,000)	(403,300,000)	(511,700,000)	(50,000,000)
53. Change in surplus as regards policyholders for the year (Line 38).....	128,376,553	(150,149,244)	(34,624,149)	(36,859,542)	583,061,917
Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2)					
54. 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).....	247,874,607	210,413,227	197,503,680	142,021,196	142,999,996
55. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	1,713,817	1,777,521	1,436,030	1,813,397	1,962,677
56. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	38,081	423,146	380,149	422,599	1,286,365
57. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....	132,042,054	59,108,861	146,053,090	100,153,579	70,743,660
58. Nonproportional reinsurance lines (Lines 31, 32 & 33).....	737,918	1,994,385	3,803,405	274,325	1,533,931
59. Total (Line 35).....	382,406,477	273,717,140	349,176,354	244,685,095	218,526,629
Net Losses Paid (Page 9, Part 2, Col. 4)					
60. 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).....	168,884,785	155,362,459	151,877,648	121,808,507	103,963,798
61. Property lines (Lines 1, 2, 9, 12, 21 & 26).....	1,961,440	1,516,760	1,273,879	911,262	1,892,073
62. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27).....	0	0	0	0	0
63. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29, 30 & 34).....	135,428,065	63,906,812	133,913,249	38,686,333	66,274,937
64. Nonproportional reinsurance lines (Lines 31, 32 & 33).....	0	0	0	551,448	153,393
65. Total (Line 35).....	306,274,290	220,786,031	287,064,777	161,957,549	172,284,201
Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0					
66. Premiums earned (Line 1).....	100.0	100.0	100.0	100.0	100.0
67. Losses incurred (Line 2).....	21.5	19.1	24.3	18.1	6.5
68. Loss expenses incurred (Line 3).....	4.9	8.0	11.0	12.4	12.5
69. Other underwriting expenses incurred (Line 4).....	39.5	38.2	37.4	39.0	37.4
70. Net underwriting gain (loss) (Line 8).....	34.1	34.7	27.3	30.6	43.7
Other Percentages					
71. 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).....	40.5	38.3	38.2	37.1	39.4
72. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0).....	26.4	27.2	35.3	30.5	18.9
73. 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).....	68.7	75.4	69.1	68.7	94.2
One Year Loss Development (000 omitted)					
74. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2-Summary, Line 12, Col. 11).....	(132,423)	(112,087)	(57,305)	(115,827)	(223,401)
75. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 74 above divided by Page 4, Line 21, Col. 1 x 100).....	(8.0)	(6.2)	(3.1)	(6.2)	(1.6)
Two Year Loss Development (000 omitted)					
76. 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).....	(266,292)	(176,599)	(200,005)	(413,431)	(367,923)
77. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 76 above divided by Page 4, Line 21, Col. 2 x 100.0).....	(14.8)	(9.6)	(10.7)	(32.0)	(2.6)

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.....	5,839	2,218	980	586	1,358	664	1,898	4,708	XXX.....
2. 2003.....	934,251	156,404	777,847	247,455	97,809	28,049	5,786	18,787	632	26,825	190,063	XXX.....
3. 2004.....	1,017,831	153,387	864,444	273,743	26,913	43,374	5,406	23,322	551	42,480	307,569	XXX.....
4. 2005.....	1,144,820	208,195	936,625	180,703	16,027	13,528	1,128	23,831	761	15,718	200,146	XXX.....
5. 2006.....	1,311,246	176,899	1,134,347	240,254	41,585	12,440	1,725	26,195	1,281	13,237	234,299	XXX.....
6. 2007.....	1,424,370	152,966	1,271,405	234,828	23,524	17,427	1,175	28,530	3,165	27,060	252,922	XXX.....
7. 2008.....	1,453,276	123,271	1,330,005	195,176	1,388	13,890	3	32,551	7,936	20,209	232,291	XXX.....
8. 2009.....	1,477,479	204,754	1,272,726	339,333	31,556	27,890	4,259	43,864	15,262	18,483	360,011	XXX.....
9. 2010.....	1,529,145	257,380	1,271,764	237,117	52,719	13,140	5,915	44,205	16,316	7,591	219,512	XXX.....
10. 2011.....	1,570,859	325,856	1,245,003	243,577	32,482	12,669	4,511	37,003	12,029	4,027	244,227	XXX.....
11. 2012.....	1,659,024	406,092	1,252,931	65,081	8,813	3,061	1,404	18,620	6,939	1,702	69,606	XXX.....
12. Totals.....	XXX.....	XXX.....	XXX.....	2,263,106	335,033	186,447	31,897	298,266	65,536	179,230	2,315,354	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.....	27,198	14,000	23,874	15,033	3,502	1,224	5,369	4,683	5,599	1,418	1,197	29,185	XXX.....
2. 2003.....	1,750	0	2,366	64	156	51	434	14	610	128	433	5,060	XXX.....
3. 2004.....	2,150	1,376	15,142	0	1,917	538	357	0	896	108	1,059	18,440	XXX.....
4. 2005.....	11,152	5,056	14,504	(1)	738	130	6,738	37	895	108	1,856	28,697	XXX.....
5. 2006.....	7,389	2,409	29,277	3,441	390	63	17,542	92	1,072	107	2,242	49,559	XXX.....
6. 2007.....	12,389	2,406	65,302	564	979	298	14,703	139	2,168	107	3,053	92,027	XXX.....
7. 2008.....	21,585	2,644	83,930	2,453	1,724	53	43,776	784	3,435	0	4,309	148,516	XXX.....
8. 2009.....	54,228	11,525	68,696	4,981	7,524	822	62,220	3,079	6,476	138	5,720	178,599	XXX.....
9. 2010.....	72,577	17,465	117,765	9,889	4,161	1,468	108,471	14,335	7,812	274	6,528	267,354	XXX.....
10. 2011.....	99,444	32,487	110,604	45,973	8,340	2,527	122,493	38,308	14,842	419	6,725	236,010	XXX.....
11. 2012.....	99,043	16,714	265,698	116,523	7,424	3,550	196,346	61,137	11,902	506	8,734	381,984	XXX.....
12. Totals.....	408,904	106,082	797,158	198,921	36,856	10,721	578,451	122,608	55,707	3,314	41,856	1,435,429	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.....	22,039	7,145
2. 2003.	299,607	104,484	195,123	32.1	66.8	25.1	0	0	0.00	4,052	1,008
3. 2004.	360,901	34,892	326,009	35.5	22.7	37.7	0	0	0.00	15,916	2,524
4. 2005.	252,089	23,246	228,843	22.0	11.2	24.4	0	0	0.00	20,600	8,097
5. 2006.	334,559	50,701	283,858	25.5	28.7	25.0	0	0	0.00	30,817	18,743
6. 2007.	376,326	31,378	344,948	26.4	20.5	27.1	0	0	0.00	74,721	17,306
7. 2008.	396,067	15,260	380,807	27.3	12.4	28.6	0	0	0.00	100,417	48,099
8. 2009.	610,231	71,621	538,610	41.3	35.0	42.3	0	0	0.00	106,417	72,181
9. 2010.	605,248	118,382	486,866	39.6	46.0	38.3	0	0	0.00	162,987	104,368
10. 2011.	648,972	168,735	480,237	41.3	51.8	38.6	0	0	0.00	131,589	104,421
11. 2012.	667,175	215,585	451,590	40.2	53.1	36.0	0	0	0.00	231,504	150,480
12. Totals	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	XXX.....	0	0	XXX.....	901,059	534,371

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
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	One Year	Two Year
1. Prior.....	310,027	430,977	370,358	345,192	311,062	253,427	213,338	210,424	196,937	188,790	(8,147)	(21,634)
2. 2003.....	272,716	262,702	232,578	244,699	233,004	199,936	183,511	180,573	176,528	176,486	(43)	(4,088)
3. 2004.....	XXX	354,642	355,500	395,705	405,975	354,106	315,226	309,712	306,672	302,450	(4,221)	(7,261)
4. 2005.....	XXX	XXX	392,309	343,329	307,576	240,981	218,643	216,112	208,017	204,986	(3,031)	(11,125)
5. 2006.....	XXX	XXX	XXX	425,029	398,288	329,862	295,262	281,547	272,121	257,979	(14,143)	(23,569)
6. 2007.....	XXX	XXX	XXX	XXX	411,358	451,606	427,851	397,096	361,877	317,521	(44,356)	(79,574)
7. 2008.....	XXX	XXX	XXX	XXX	XXX	444,099	504,359	478,548	411,562	352,757	(58,805)	(125,791)
8. 2009.....	XXX	XXX	XXX	XXX	XXX	XXX	464,069	490,942	511,945	503,670	(8,275)	12,728
9. 2010.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	457,416	464,623	451,439	(13,184)	(5,977)
10. 2011.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	419,058	440,840	21,782	XXX
11. 2012.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	428,513	XXX	XXX
12. Totals.....											(132,423)	(266,292)

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
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012		
1. Prior.....	000	95,665	127,337	151,283	161,516	155,439	152,048	153,741	159,772	163,786	XXX	XXX
2. 2003.....	49,070	138,139	154,045	167,557	181,996	175,338	169,564	171,040	172,217	171,909	XXX	XXX
3. 2004.....	XXX	72,530	182,553	240,854	272,314	281,014	281,182	284,132	284,191	284,798	XXX	XXX
4. 2005.....	XXX	XXX	30,756	109,555	146,839	165,335	169,739	174,274	175,536	177,076	XXX	XXX
5. 2006.....	XXX	XXX	XXX	41,665	138,579	177,402	191,302	201,785	207,785	209,385	XXX	XXX
6. 2007.....	XXX	XXX	XXX	XXX	52,657	146,244	194,770	224,890	223,330	227,556	XXX	XXX
7. 2008.....	XXX	XXX	XXX	XXX	XXX	38,306	136,483	185,319	195,178	207,676	XXX	XXX
8. 2009.....	XXX	XXX	XXX	XXX	XXX	XXX	74,026	238,937	293,740	331,409	XXX	XXX
9. 2010.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	44,153	140,427	191,623	XXX	XXX
10. 2011.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	68,005	219,253	XXX	XXX
11. 2012.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	57,925	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
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
1. Prior.....	184,587	169,950	100,431	95,838	74,531	43,243	14,471	28,335	15,343	9,527
2. 2003.....	180,149	84,044	40,170	54,922	44,860	17,610	14,882	5,796	2,421	2,722
3. 2004.....	XXX	221,060	106,566	100,429	91,867	58,645	26,119	20,964	18,716	15,499
4. 2005.....	XXX	XXX	314,200	190,421	130,724	59,126	37,058	31,269	23,105	21,206
5. 2006.....	XXX	XXX	XXX	319,628	210,075	124,381	80,859	65,746	53,586	43,287
6. 2007.....	XXX	XXX	XXX	XXX	271,269	216,501	168,083	134,738	112,268	79,301
7. 2008.....	XXX	XXX	XXX	XXX	XXX	327,447	293,147	244,431	178,846	124,469
8. 2009.....	XXX	XXX	XXX	XXX	XXX	XXX	272,324	154,422	161,117	122,856
9. 2010.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	350,097	258,236	202,011
10. 2011.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	246,252	148,816
11. 2012.....	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	284,384

TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA 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	17,453,469	18,591,819	0	11,439,252	9,953,398	16,669,421	23,958	18,033
2. Alaska.....AK	L	5,384,760	4,943,710	0	4,003,386	2,795,856	5,466,794	742	2,714
3. Arizona.....AZ	L	25,254,030	23,046,273	0	4,305,623	1,169,862	15,618,782	27,014	46,034
4. Arkansas.....AR	L	15,945,577	15,702,346	0	3,392,460	6,844,481	16,056,475	16,552	7,476
5. California.....CA	L	167,334,744	172,936,784	0	36,962,841	27,874,904	120,489,681	252,608	341,226
6. Colorado.....CO	L	38,920,770	38,356,849	0	6,041,773	7,925,494	22,812,446	60,193	20,791
7. Connecticut.....CT	L	35,143,553	34,163,954	0	5,947,318	2,158,016	20,137,873	79,090	31,019
8. Delaware.....DE	L	5,085,113	5,196,146	0	136,380	267,641	3,188,761	5,499	6,114
9. District of Columbia.....DC	L	22,013,217	24,592,360	0	5,400,888	(865,093)	12,800,907	17,070	0
10. Florida.....FL	L	79,217,991	79,502,959	0	19,091,843	13,492,195	67,109,904	111,029	114,241
11. Georgia.....GA	L	44,759,727	45,531,507	0	6,851,871	9,805,333	38,706,216	71,394	76,218
12. Hawaii.....HI	L	8,793,300	9,931,865	0	602,685	235,661	7,605,248	1,306	0
13. Idaho.....ID	L	5,015,213	5,622,687	0	198,234	(1,396)	3,384,042	10,633	10,958
14. Illinois.....IL	L	66,748,465	67,969,865	0	13,251,822	23,282,313	61,434,227	69,009	75,092
15. Indiana.....IN	L	25,714,444	24,512,861	0	7,551,056	4,040,825	15,198,993	17,241	120,435
16. Iowa.....IA	L	13,746,031	14,073,138	0	2,677,465	3,421,214	7,772,534	8,551	17,385
17. Kansas.....KS	L	14,055,040	15,391,011	0	2,113,271	1,861,273	8,358,249	13,103	23,257
18. Kentucky.....KY	L	18,999,766	18,903,958	0	4,089,830	4,711,534	13,471,022	16,663	28,853
19. Louisiana.....LA	L	31,134,754	31,434,567	0	14,487,971	14,589,738	26,427,329	25,366	5,119
20. Maine.....ME	L	6,882,171	6,686,118	0	3,269,951	2,557,527	3,434,109	12,428	25,159
21. Maryland.....MD	L	38,037,818	37,896,309	0	7,476,206	2,172,745	20,598,258	39,804	11,708
22. Massachusetts.....MA	L	53,162,178	50,746,774	0	10,145,207	9,134,191	32,608,773	165,415	107,075
23. Michigan.....MI	L	31,027,902	28,407,962	0	7,218,955	6,204,570	16,664,188	33,979	46,169
24. Minnesota.....MN	L	30,500,693	28,333,181	0	4,980,399	3,486,408	17,216,726	24,725	41,602
25. Mississippi.....MS	L	19,008,551	17,491,583	0	5,870,397	11,184,568	19,497,570	21,035	18,670
26. Missouri.....MO	L	30,733,266	29,851,802	0	12,108,869	5,674,800	26,053,216	39,947	48,540
27. Montana.....MT	L	10,538,275	10,876,330	0	2,845,934	3,062,193	7,409,982	21,123	71,955
28. Nebraska.....NE	L	12,656,907	9,431,378	0	934,921	1,265,170	5,558,834	10,032	15,288
29. Nevada.....NV	L	10,221,522	10,663,877	0	9,214,407	13,794,414	20,696,687	14,914	5,615
30. New Hampshire.....NH	L	7,126,980	6,797,502	0	1,122,374	770,004	3,434,038	12,898	26,614
31. New Jersey.....NJ	L	44,930,202	45,784,555	0	14,067,879	20,532,088	33,705,537	76,787	112,246
32. New Mexico.....NM	L	6,095,591	5,921,653	0	1,980,153	2,309,423	6,464,411	6,897	5,648
33. New York.....NY	L	100,297,976	106,214,716	0	22,063,635	16,184,564	81,422,465	171,244	0
34. North Carolina.....NC	L	49,182,285	50,603,755	0	2,336,117	16,326,707	44,700,221	65,301	50,396
35. North Dakota.....ND	L	5,737,725	5,423,660	0	20,518	102,875	2,043,841	2,179	1,221
36. Ohio.....OH	L	48,198,446	47,477,483	0	15,472,307	25,623,819	37,799,967	40,503	38,400
37. Oklahoma.....OK	L	14,276,669	13,374,196	0	1,948,882	2,279,466	8,575,501	676	34,881
38. Oregon.....OR	L	18,604,170	18,831,477	0	6,280,389	3,538,862	12,489,818	30,852	25,959
39. Pennsylvania.....PA	L	68,516,055	69,177,791	0	14,298,452	22,779,413	49,540,631	73,606	103,003
40. Rhode Island.....RI	L	6,331,950	5,891,988	0	466,944	505,146	3,548,619	15,417	10,333
41. South Carolina.....SC	L	22,933,349	20,673,142	0	3,186,960	1,131,305	13,772,092	32,118	32,381
42. South Dakota.....SD	L	3,938,900	4,181,009	0	586,416	62,705	2,390,754	3,482	24,313
43. Tennessee.....TN	L	33,191,971	31,793,314	0	6,382,617	5,398,336	22,031,349	35,874	63,235
44. Texas.....TX	L	106,738,640	101,650,952	7,174,506	21,697,360	19,903,783	76,389,174	139,046	109,515
45. Utah.....UT	L	14,510,992	19,165,600	0	1,874,105	1,992,019	9,737,699	28,142	70,500
46. Vermont.....VT	L	2,196,514	2,216,691	0	93,231	67,970	603,127	3,675	1,996
47. Virginia.....VA	L	48,337,490	48,757,713	0	21,118,737	6,579,956	29,058,331	71,934	40,867
48. Washington.....WA	L	47,654,299	49,546,933	0	10,356,692	1,020,579	34,687,971	118,341	42,949
49. West Virginia.....WV	L	11,928,866	12,253,347	0	2,297,141	1,524,632	8,148,043	6,300	9,582
50. Wisconsin.....WI	L	22,960,803	22,171,692	0	3,350,882	3,105,329	13,329,927	7,282	35,152
51. Wyoming.....WY	L	7,863,150	6,705,949	0	711,185	76,925	3,920,574	7,529	22,546
52. American Samoa.....AS	N	375	11,855	0	0	0	0	0	0
53. Guam.....GU	L	222,000	176,513	0	0	0	0	16	0
54. Puerto Rico.....PR	L	1,074,329	793,690	0	0	0	85,837	1	0
55. US Virgin Islands.....VI	L	162,903	203,106	0	0	0	0	3	0
56. Northern Mariana Islands.....MP	N	0	0	0	0	0	0	0	0
57. Canada.....CAN	N	0	0	0	0	0	0	0	0
58. Aggregate Other Alien.....OT	XXX	2,640,106	3,799,217	0	(628,714)	(751,402)	3,332,139	0	0
59. Totals.....	(a) ..54	1,579,141,982	1,580,389,470	7,174,506	363,695,479	343,164,340	1,153,659,313	2,160,523	2,198,483

DETAILS OF WRITE-INS

58001. Other Alien Combined.....	XXX	1,478,185	2,212,922	0	(627,414)	(627,414)	0	0	0
58002. United Kingdom.....	XXX	535,054	(30,382)	0	(1,300)	(106,564)	3,295,260	0	0
58003. Bermuda.....	XXX	351,590	458,190	0	0	0	0	0	0
58998. Summary of remaining write-ins for Line 58 from overflow page	XXX	275,277	1,158,486	0	0	(17,424)	36,879	0	0
58999. Totals (Lines 58001 thru 58003+ Line 58998) (Line 58 above)	XXX	2,640,106	3,799,217	0	(628,714)	(751,402)	3,332,139	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, 18 Products 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	... .. English Turn Fidelity Realty, Inc.	Maryland	52-1466734
... St. Paul Fire and Marine Insurance Company (24767) *	Connecticut	41-0406690	... .. English Turn Limited Partnership (99%)	Maryland	59-2635727
... .. St. Paul Mercury Insurance Company (24791) *	Connecticut	41-0881659	... .. Fidelity English Turn Club General Partnership (99%)	Maryland	59-2709441
... .. St. Paul Guardian Insurance Company (24775) *	Connecticut	41-0963301	... .. English Turn Limited Partnership (1%)	Maryland	59-2635727
... .. St. Paul Fire and Casualty Insurance Company (40967) *	Wisconsin	41-1419276	... .. English Turn Realty Management, Inc.	Maryland	52-1715225
... .. St. Paul Surplus Lines Insurance Company (30481) *	Delaware	41-1230819	... .. Fidelity English Turn Club General Partnership (1%)	Maryland	59-2709441
... .. The Travelers Casualty Company (41769) *	Connecticut	41-1435765	... Camperdown Corporation	Delaware	41-1762781
... .. Travelers Constitution State Insurance Company (41750) *	Connecticut	41-1435766	... SPC Insurance Agency, Inc.	Minnesota	41-1888760
... .. Northbrook Holdings, Inc.	Delaware	51-0375653	... Aprilgrange Limited	United Kingdom	
... .. Discover Property & Casualty Insurance Company (36463) *	Illinois	36-2999370	... F&G U.K. Underwriters Limited	United Kingdom	
... .. St. Paul Protective Insurance Company (19224) *	Illinois	36-2542404	... Travelers Underwriting Agency Limited	United Kingdom	
... .. Discover Specialty Insurance Company (10213) *	Illinois	52-1925132	... Travelers Syndicate Management Limited	United Kingdom	
... .. United States Fidelity and Guaranty Company (25887) *	Connecticut	52-0515280	... .. Travelers Asia Pte. Ltd.	Singapore	
... .. Fidelity and Guaranty Insurance Underwriters, Inc. (25879) *	Wisconsin	52-0616768	... St. Paul Surety Europe Limited	United Kingdom	
... .. Fidelity and Guaranty Insurance Company (35386) *	Iowa	42-1091525	... Travelers Corporate Trustee Ltd.	United Kingdom	
... .. Laurel Village Fidelity Realty, Inc.	Maryland	52-1551225	... Travelers London Limited	United Kingdom	
... .. Laurel Village Joint Venture Partnership (50%)	Minnesota	41-1616702	... .. Solicitors Professional Indemnity Limited (49%)	United Kingdom	
... .. Laurel Village I Limited Partnership (99%)	Minnesota	41-1542260	... St. Paul London Properties, Inc.	Minnesota	41-1880024
... .. Laurel Village II Limited Partnership (99%)	Minnesota	41-1542261	... TCI Global Services, Inc.	Delaware	52-1965525
... .. Laurel Village III Limited Partnership (99%)	Minnesota	41-1542263	... Travelers Management Limited	United Kingdom	
... .. Laurel Village IV Limited Partnership (99%)	Minnesota	41-1542264	... Travelers Insurance Company Limited *	United Kingdom	AA-1121375
... .. Laurel Village Tower A Limited Partnership (99%)	Minnesota	41-1542266	... .. Travelers Professional Risks Limited	United Kingdom	
... .. Laurel Village Tower B Limited Partnership (99%)	Minnesota	41-1593312	... Travelers Property Casualty Corp.	Connecticut	06-1008174
... .. Laurel Village Tower C Limited Partnership (99%)	Minnesota	41-1542267	... .. Constitution Plaza, Inc.	Connecticut	06-0566030
... .. Laurel Village Swinford Limited Partnership (99%)	Minnesota	41-1542255	... .. Travelers Insurance Group Holdings Inc.	Delaware	06-1445591
... .. USF&G Retail Associates GP, Inc.	Maryland	52-1704255	... .. The Standard Fire Insurance Company (19070) *	Connecticut	06-6033509
... .. USF&G/Fidelity Retail Associates Limited Partnership (1%)	Maryland	52-1704256	... .. Standard Fire Properties, LLC	Delaware	06-6033509
... .. USF&G/Fidelity Retail Associates Limited Partnership (83.95%)	Maryland	52-1704256	... .. Bayhill Restaurant II Associates (50%)	California	94-3097171
... .. BMR Sports Properties, Inc.	Maryland	52-1852190	... .. Standard Fire UK Investments, LLC	Delaware	06-6033509
... .. Black Mountain Ranch Limited Partnership (1%)	Maryland	52-1573778	... .. The Automobile Insurance Company of Hartford, Connecticut (19062) *	Connecticut	06-0848755
... .. Black Mountain Ranch Limited Partnership (85%)	Maryland	52-1573778	... .. Auto Hartford Investments, LLC	Delaware	06-0848755
... .. MMI Capital Trust I	Delaware	52-2073764	... .. Travelers Personal Security Insurance Company (36145) *	Connecticut	06-1286264
... .. Promenade Partners, LLC	Delaware	41-0406690	... .. Travelers Property Casualty Insurance Company (36161) *	Connecticut	06-1286274
... .. USF&G Capital I	Delaware	52-1953822	... .. Travelers Personal Insurance Company (38130) *	Connecticut	36-3703200
... .. USF&G Capital III	Delaware	52-2044075	... .. Travelers Texas MGA, Inc.	Texas	27-4469564
... .. 350 Market Street, LLC	Delaware	41-0406690	... .. Oregon Evergreen Investor I, LLC	Delaware	06-6033509
... .. UA Combined Investment Company Limited (67%)	United Kingdom		... .. Lone Rock Timber Investments I, LLC (75%)	Delaware	61-1639956
... .. Jago Dedicated Limited (88.9%)	United Kingdom		... .. Travelers (Bermuda) Limited *	Bermuda	98-0190863
... .. Jago Capital Limited	United Kingdom		... .. Travelers Lloyds Management Company	Texas	20-4312440
... .. Jago Dedicated Limited (11.1%)	United Kingdom		... .. TPC Investments Inc.	Connecticut	06-1534005
... .. MFCM Limited	United Kingdom		... .. Travelers Casualty and Surety Company (19038) *	Connecticut	06-6033504
... .. Travelers Special Services Limited	United Kingdom		... .. Farmington Casualty Company (41483) *	Connecticut	06-1067463
... .. Yonkers Financing Corp.	Delaware	20-3033027	... .. Travelers Insurance Company of Canada *	Canada	
... .. Castle Pines Fidelity Realty, Inc.	Maryland	52-1735211	... .. Coronation Insurance Company, Ltd. *	Canada	
... .. Castle Pines Fidelity Associates Limited Partnership (1%)	Maryland	52-1735213	... .. Travelers Casualty and Surety Company of America (31194) *	Connecticut	06-0907370
... .. Fidelity Castle Pines Limited Partnership (50%)	Maryland	52-1631820	... .. Travelers Brazil Holding, LLC	Delaware	06-0907370
... .. Castle Pines Fidelity Associates Limited Partnership (99%)	Maryland	52-1735213	... .. Travelers Brazil Acquisition LLC	Delaware	06-0907370

Notes:

* Denotes affiliated insurer

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

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

97.1

... .. J. Malucelli Participações em Seguros e Resseguros S.A. ("Holdco") (43.4%)	Brazil		... .. Phoenix UK Investments LLC	Delaware	06-0303275
... .. J. Malucelli Resseguradora S.A. *	Brazil		... .. The Premier Insurance Company of Massachusetts (12850) *	Massachusetts	04-3175569
... .. J. Malucelli Controle de Riscos Ltda. (0.01%)	Brazil		... .. TravCo Insurance Company (28188) *	Connecticut	35-1838077
... .. J. Malucelli Seguradora S.A. *	Brazil		... .. TINDY Foreign, Inc	Delaware	20-4403403
... .. J. Malucelli Controle de Riscos Ltda. (99.99%)	Brazil		... .. Travelers Commercial Casualty Company (40282) *	Connecticut	95-3634110
... .. J. Malucelli Seguros S.A. *	Brazil		... .. Travelers Distribution Alliance, Inc.	Delaware	62-1657094
... .. Travelers Casualty Insurance Company of America (19046) *	Connecticut	06-0876835	... .. Travelers TLD, LLC	Delaware	06-0566050
... .. Travelers Casualty Company of Connecticut (36170) *	Connecticut	06-1286266	... .. Tiercel, LLC	Delaware	06-0566050
... .. Travelers Casualty UK Investments LLC	Delaware	06-6033504	... .. Redstart, LLC	Delaware	06-0566050
... .. Travelers Commercial Insurance Company (36137) *	Connecticut	06-1286268	... .. The Travelers Home and Marine Insurance Company (27998) *	Connecticut	35-1838079
... .. Travelers Excess and Surplus Lines Company (29696) *	Connecticut	06-1203698	... .. The Travelers Lloyds Insurance Company (41262) *	Texas	76-0002592
... .. Travelers Lloyds of Texas Insurance Company (41564) *	Texas	75-1732040	... .. Travelers Marine, LLC	Delaware	06-0566050
... .. Travelers MGA, Inc.	Texas	75-2676034			
... .. The Travelers Indemnity Company (25658) *	Connecticut	06-0566050			
... .. Arch Street North LLC	Delaware	06-0566050			
... .. The Charter Oak Fire Insurance Company (25615) *	Connecticut	06-0291290			
... .. Countersignature Agency, Inc.	Florida	06-1345091			
... .. First Floridian Auto and Home Insurance Company (10647) *	Florida	59-3372141			
... .. First Trenton Indemnity Company (29930) *	Connecticut	22-3129711			
... .. Gulf Underwriters Insurance Company (42811) *	Connecticut	56-1371361			
... .. Select Insurance Company (22233) *	Texas	75-6013697			
... .. Gulf Underwriting Limited *	United Kingdom				
... .. Travelers Casualty and Surety Company of Europe, Limited *	United Kingdom				
... .. Commercial Guaranty Insurance Company (38385) *	Delaware	75-1679830			
... .. Crystal Brook, LLC	Delaware	06-0566050			
... .. Durham Holding, LLC	Delaware	06-0566050			
... .. Sutton Holdco, LLC	Delaware	06-0566050			
... .. Cadet Limited, LLC	Delaware	06-0566050			
... .. Arrowhead Company, LLC	Delaware	06-0566050			
... .. Eastern Asset, LLC	Delaware	06-0566050			
... .. Jupiter Holdings, Inc.	Minnesota	41-1769846			
... .. American Equity Insurance Company (43117) *	Arizona	86-0703220			
... .. American Equity Specialty Insurance Company (10819) *	Connecticut	86-0868106			
... .. Northland Insurance Company (24015) *	Connecticut	41-6009967			
... .. Northfield Insurance Company (27987) *	Iowa	41-0983992			
... .. Northland Casualty Company (24031) *	Connecticut	94-6051964			
... .. Northland Risk Management Services, Inc.	Minnesota	41-1720288			
... .. Travelers Indemnity U.K. Investments LLC	Connecticut	06-0566050			
... .. TPC U.K. Investments LLC	Delaware	06-0566050			
... .. The Phoenix Insurance Company (25623) *	Connecticut	06-0303275			
... .. The Travelers Indemnity Company of America (25666) *	Connecticut	58-6020487			
... .. The Travelers Indemnity Company of Connecticut (25682) *	Connecticut	06-0336212			
... .. Travelers Property Casualty Company of America (25674) *	Connecticut	36-2719165			
... .. American Marine Management Services, Inc. (47.5%)	New York	13-2743602			
... .. American Marine Claims & Adjusting Services, Inc.	New York	30-0510298			
... .. Constitution State Services, LLC	Delaware	06-1501229			

Notes:

* Denotes affiliated insurer

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

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