



# QUARTERLY STATEMENT

As of September 30, 2006  
of the Condition and Affairs of the

# TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA

NAIC Group Code.....3548, 3548 (Current Period) (Prior Period)	NAIC Company Code..... 31194	Employer's ID Number..... 06-0907370
Organized under the Laws of CONNECTICUT Incorporated/Organized..... July 18, 1974	State of Domicile or Port of Entry CONNECTICUT Commenced Business..... July 24, 1974	Country of Domicile US
Statutory Home Office	ONE TOWER SQUARE..... HARTFORD ..... CT ..... 06183 <i>(Street and Number) (City or Town, State and Zip Code)</i>	
Main Administrative Office	ONE TOWER SQUARE..... HARTFORD ..... CT ..... 06183 <i>(Street and Number) (City or Town, State and Zip Code)</i>	860-277-0111 <i>(Area Code) (Telephone Number)</i>
Mail Address	ONE TOWER SQUARE..... HARTFORD ..... CT ..... 06183-6014 <i>(Street and Number or P. O. Box) (City or Town, State and Zip Code)</i>	
Primary Location of Books and Records	ONE TOWER SQUARE..... HARTFORD ..... CT ..... 06183 <i>(Street and Number) (City or Town, State and Zip Code)</i>	860-277-0111 <i>(Area Code) (Telephone Number)</i>
Internet Website Address	stpaultravelers.com	
Statutory Statement Contact	MICHAEL JOSEPH DOODY <i>(Name)</i> Annual.Statement.Contact@Travelers.com <i>(E-Mail Address)</i>	860-277-3966 <i>(Area Code) (Telephone Number) (Extension)</i> 860-277-7002 <i>(Fax Number)</i>
Policyowner Relations Contact	ONE TOWER SQUARE, 5GS..... HARTFORD ..... CT ..... 06183 <i>(Street and Number) (City or Town, State and Zip Code)</i>	860-277-1561 <i>(Area Code) (Telephone Number) (Extension)</i>

## OFFICERS

Name	Title	Name	Title
1. BRIAN WILLIAM MacLEAN	Chairman of the Board, President & CEO	2. BRUCE ALLEN BACKBERG	Senior Vice President & Corporate Secretary
3. DOUGLAS KENNETH RUSSELL	Senior V. P., Treas. & Corporate Controller	4.	

## OTHER

JOHN JOSEPH ALBANO #	Executive Vice President, Business Insurance	JAY STEVEN BENET	Vice Chairman & Chief Financial Officer
ANDY FRANCIS BESSETTE	Exec. Vice President & Chief Administrative Officer	CHARLES JOSEPH CLARKE	Vice Chairman
JOHN PATRICK CLIFFORD JR.	Executive Vice President, Human Resources	WILLIAM PATRICK HANNON #	Exec. V. P., Global Runoff Operations & Business Conduct Officer
WILLIAM HERBERT HEYMAN	Vice Chairman & Chief Investment Officer	JOSEPH PATRICK LACHER JR. #	Executive Vice President, Personal Insurance
SAMUEL GERSTEN LISS #	Executive Vice President, Strategic Development and Financial & Professional & International Insurance	MARIA OLIVO #	Executive Vice President, Investor Relations and Communications
WADE THOMAS OVERGAARD	Senior Vice President & Chief Corporate Actuary	PAULINE CUSANO PANIK	Senior Vice President, Accounting Standards
KATHLEEN LYNCH PRESTON #	Executive Vice President, Enterprise Development	SCOTT WILLIAM RYNDA	Senior Vice President, Tax Administration
DOREEN SPADORCIA	Executive Vice President, Claim	KENNETH FRANKLIN SPENCE, III	Executive Vice President & General Counsel

## DIRECTORS

JAY STEVEN BENET	WILLIAM HERBERT HEYMAN	JOSEPH PATRICK LACHER JR.	BRIAN WILLIAM MacLEAN
DOREEN SPADORCIA			

State of.....  
County of.....

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.

\_\_\_\_\_  
(Signature)  
BRIAN WILLIAM MacLEAN  
\_\_\_\_\_  
1. (Printed Name)  
Chairman of the Board, President & CEO  
\_\_\_\_\_  
(Title)

\_\_\_\_\_  
(Signature)  
BRUCE ALLEN BACKBERG  
\_\_\_\_\_  
2. (Printed Name)  
Senior Vice President & Corporate Secretary  
\_\_\_\_\_  
(Title)

\_\_\_\_\_  
(Signature)  
DOUGLAS KENNETH RUSSELL  
\_\_\_\_\_  
3. (Printed Name)  
Senior V. P., Treas. & Corporate Controller  
\_\_\_\_\_  
(Title)

Subscribed and sworn to before me  
This \_\_\_\_\_ day of \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

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

Yes [ X ] No [ ]  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

**ASSETS**

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds.....	2,616,049,264	0	2,616,049,264	2,394,448,295
2. Stocks:				
2.1 Preferred stocks.....	18,166,631	0	18,166,631	7,822,516
2.2 Common stocks.....	1,127	0	1,127	2
3. Mortgage loans on real estate:				
3.1 First liens.....	0	0	0	0
3.2 Other than first liens.....	0	0	0	0
4. Real estate:				
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 (\$.....(18,474,405)), cash equivalents (\$.....0) and short-term investments (\$.....169,257,845).....	150,783,439	0	150,783,439	18,722,611
6. Contract loans (including \$.....0 premium notes).....	0	0	0	0
7. Other invested assets.....	0	0	0	0
8. Receivables for securities.....	10,000,000	0	10,000,000	0
9. Aggregate write-ins for invested assets.....	0	0	0	0
10. Subtotals, cash and invested assets (Lines 1 to 9).....	2,795,000,461	0	2,795,000,461	2,420,993,424
11. Title Plants less \$.....0 charged off (for Title insurers only).....	0	0	0	0
12. Investment income due and accrued.....	31,435,082	0	31,435,082	29,925,538
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection.....	94,022,866	19,165,896	74,856,970	63,401,951
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$.....30,467,980 earned but unbilled premiums).....	124,918,756	7,920,556	116,998,200	86,326,742
13.3 Accrued retrospective premiums.....	0	0	0	0
14. Reinsurance:				
14.1 Amounts recoverable from reinsurers.....	27,095,282	0	27,095,282	17,473,347
14.2 Funds held by or deposited with reinsured companies.....	0	0	0	0
14.3 Other amounts receivable under reinsurance contracts.....	0	0	0	0
15. Amounts receivable relating to uninsured plans.....	0	0	0	0
16.1 Current federal and foreign income tax recoverable and interest thereon.....	0	0	0	0
16.2 Net deferred tax asset.....	95,757,778	52,428,738	43,329,040	41,208,507
17. Guaranty funds receivable or on deposit.....	451,058	0	451,058	571,351
18. Electronic data processing equipment and software.....	0	0	0	0
19. Furniture and equipment, including health care delivery assets (\$.....0).....	0	0	0	0
20. Net adjustment in assets and liabilities due to foreign exchange rates.....	0	0	0	0
21. Receivables from parent, subsidiaries and affiliates.....	0	0	0	0
22. Health care (\$.....0) and other amounts receivable.....	0	0	0	0
23. Aggregate write-ins for other than invested assets.....	15,637,058	6,218,794	9,418,265	20,495,792
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 through 23).....	3,184,318,340	85,733,983	3,098,584,357	2,680,396,653
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....	0	0	0	0
26. TOTALS (Lines 24 and 25).....	3,184,318,340	85,733,983	3,098,584,357	2,680,396,653

**DETAILS OF WRITE-INS**

0901.....	0	0	0	0
0902.....	0	0	0	0
0903.....	0	0	0	0
0998. Summary of remaining write-ins for Line 9 from overflow page.....	0	0	0	0
0999. Totals (Lines 0901 thru 0903 plus 0998) (Line 9 above).....	0	0	0	0
2301. Ceded deposit asset.....	7,674,316	0	7,674,316	14,836,300
2302. Assumed reinsurance receivable and payable.....	953,384	0	953,384	926,169
2303. Other assets - Reliance acquisition.....	514,644	0	514,644	1,454,626
2398. Summary of remaining write-ins for Line 23 from overflow page.....	6,494,714	6,218,794	275,920	3,278,697
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above).....	15,637,058	6,218,794	9,418,265	20,495,792

# TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA

## LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31 Prior Year
1. Losses (current accident year \$.....267,129,164).....	892,811,022	713,236,642
2. Reinsurance payable on paid losses and loss adjustment expenses.....	0	0
3. Loss adjustment expenses.....	125,106,407	114,606,239
4. Commissions payable, contingent commissions and other similar charges.....	24,611,245	27,023,959
5. Other expenses (excluding taxes, licenses and fees).....	23,881,638	26,897,510
6. Taxes, licenses and fees (excluding federal and foreign income taxes).....	17,867,780	19,154,612
7.1 Current federal and foreign income taxes (including \$.....(13,015) on realized capital gains (losses)).....	16,945,275	47,731,649
7.2 Net deferred tax liability.....	0	0
8. Borrowed money \$.....0 and interest thereon \$.....191.....	191	983,353
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$.....93,381,913 and including warranty reserves of \$.....0).....	690,215,368	636,314,350
10. Advance premium.....	110,178	116,882
11. Dividends declared and unpaid:		
11.1 Stockholders.....	0	0
11.2 Policyholders.....	6,881,271	5,059,056
12. Ceded reinsurance premiums payable (net of ceding commissions).....	26,225,200	5,659,509
13. Funds held by company under reinsurance treaties.....	101,243,866	44,817,194
14. Amounts withheld or retained by company for account of others.....	37,324,961	84,024,500
15. Remittances and items not allocated.....	32,503,406	37,876,468
16. Provision for reinsurance.....	7,452,530	7,452,530
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.....	23,032,893	28,592,860
20. Payable for securities.....	38,951,276	0
21. Liability for amounts held under uninsured plans.....	0	0
22. Capital notes \$.....0 and interest thereon \$.....0.....	0	0
23. Aggregate write-ins for liabilities.....	20,708,243	23,976,338
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23).....	2,085,872,749	1,823,523,650
25. Protected cell liabilities.....	0	0
26. Total liabilities (Lines 24 and 25).....	2,085,872,749	1,823,523,650
27. Aggregate write-ins for special surplus funds.....	23,000,000	23,000,000
28. Common capital stock.....	6,000,000	6,000,000
29. Preferred capital stock.....	0	0
30. Aggregate write-ins for other than special surplus funds.....	0	0
31. Surplus notes.....	0	0
32. Gross paid in and contributed surplus.....	303,297,402	303,297,402
33. Unassigned funds (surplus).....	680,414,206	524,575,601
34. Less treasury stock, at cost:		
34.1 .....0.000 shares common (value included in Line 28 \$.....0).....	0	0
34.2 .....0.000 shares preferred (value included in Line 29 \$.....0).....	0	0
35. Surplus as regards policyholders (Lines 27 to 33, less 34).....	1,012,711,608	856,873,003
36. TOTALS.....	3,098,584,357	2,680,396,653

### DETAILS OF WRITE-INS

2301. Retroactive reinsurance reserve assumed.....	20,585,162	20,880,582
2302. Escheat liability.....	116,242	0
2303. Federal excise tax-reinsurance contracts.....	6,839	0
2398. Summary of remaining write-ins for Line 23 from overflow page.....	0	3,095,755
2399. Totals (Lines 2301 thru 2303 plus 2398) (Line 23 above).....	20,708,243	23,976,338
2701. Special surplus from retroactive reinsurance.....	23,000,000	23,000,000
2702. ....	0	0
2703. ....	0	0
2798. Summary of remaining write-ins for Line 27 from overflow page.....	0	0
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above).....	23,000,000	23,000,000
3001. ....	0	0
3002. ....	0	0
3003. ....	0	0
3098. Summary of remaining write-ins for Line 30 from overflow page.....	0	0
3099. Totals (Lines 3001 thru 3003 plus 3098) (Line 30 above).....	0	0

# TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA

## STATEMENT OF INCOME

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
<b>UNDERWRITING INCOME</b>			
1. Premiums earned:			
1.1 Direct..... (written \$....990,468,883).....	894,703,790	748,546,038	1,023,345,773
1.2 Assumed..... (written \$....61,791,677).....	50,229,704	41,794,411	56,513,650
1.3 Ceded..... (written \$....182,838,145).....	129,412,096	157,007,541	207,995,819
1.4 Net..... (written \$....869,422,415).....	815,521,397	633,332,907	871,863,604
DEDUCTIONS:			
2. Losses incurred (current accident year \$....280,975,625):			
2.1 Direct.....	310,573,429	302,410,895	364,539,330
2.2 Assumed.....	3,500,307	11,577,163	(7,684,185)
2.3 Ceded.....	24,379,311	53,724,245	102,079,479
2.4 Net.....	289,694,425	260,263,813	254,775,667
3. Loss expenses incurred.....	45,998,530	43,583,069	58,144,836
4. Other underwriting expenses incurred.....	339,030,155	305,069,410	405,849,384
5. Aggregate write-ins for underwriting deductions.....	0	0	0
6. Total underwriting deductions (Lines 2 through 5).....	674,723,111	608,916,292	718,769,887
7. Net income of protected cells.....	0	0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7).....	140,798,286	24,416,616	153,093,717
<b>INVESTMENT INCOME</b>			
9. Net investment income earned.....	90,240,185	81,381,489	112,919,867
10. Net realized capital gains (losses) less capital gains tax of \$....263,241.....	390,562	1,102,898	(312,778)
11. Net investment gain (loss) (Lines 9 + 10).....	90,630,747	82,484,387	112,607,089
<b>OTHER INCOME</b>			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$....522,545 amount charged off \$....1,165,649).....	(643,104)	(359,558)	(453,014)
13. Finance and service charges not included in premiums.....	26,877	18,927	26,306
14. Aggregate write-ins for miscellaneous income.....	(1,775,822)	23,312,218	26,207,990
15. Total other income (Lines 12 through 14).....	(2,392,049)	22,971,586	25,781,281
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15).....	229,036,985	129,872,589	291,482,086
17. Dividends to policyholders.....	8,177,839	5,672,865	6,998,358
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).....	220,859,145	124,199,724	284,483,728
19. Federal and foreign income taxes incurred.....	68,207,148	41,347,744	95,457,082
20. Net income (Line 18 minus Line 19) (to Line 22).....	152,651,997	82,851,980	189,026,646
<b>CAPITAL AND SURPLUS ACCOUNT</b>			
21. Surplus as regards policyholders, December 31 prior year.....	856,873,003	870,472,452	870,472,452
22. Net income (from Line 20).....	152,651,997	82,851,980	189,026,646
23. Net transfers (to) from Protected Cell accounts.....	0	0	0
24. Change in net unrealized capital gains or losses less capital gains tax of \$....(206,193).....	(382,931)	(717,179)	(1,114,950)
25. Change in net unrealized foreign exchange capital gain (loss).....	0	0	0
26. Change in net deferred income tax.....	5,841,028	18,949,835	21,889,774
27. Change in nonadmitted assets.....	(2,271,490)	(30,573,111)	(29,098,611)
28. Change in provision for reinsurance.....	0	0	4,397,693
29. Change in surplus notes.....	0	0	0
30. Surplus (contributed to) withdrawn from protected cells.....	0	0	0
31. Cumulative effect of changes in accounting principles.....	0	0	0
32. Capital changes:			
32.1 Paid in.....	0	0	0
32.2 Transferred from surplus (Stock Dividend).....	0	0	0
32.3 Transferred to surplus.....	0	0	0
33. Surplus adjustments:			
33.1 Paid in.....	0	0	0
33.2 Transferred to capital (Stock Dividend).....	0	0	0
33.3 Transferred from capital.....	0	0	0
34. Net remittances from or (to) Home Office.....	0	0	0
35. Dividends to stockholders.....	0	0	(198,700,000)
36. Change in treasury stock.....	0	0	0
37. Aggregate write-ins for gains and losses in surplus.....	0	0	0
38. Change in surplus as regards policyholders (Lines 22 through 37).....	155,838,605	70,511,525	(13,599,449)
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38).....	1,012,711,608	940,983,977	856,873,003
<b>DETAILS OF WRITE-INS</b>			
0501. ....	0	0	0
0502. ....	0	0	0
0503. ....	0	0	0
0598. Summary of remaining write-ins for Line 5 from overflow page.....	0	0	0
0599. Totals (Lines 0501 thru 0503 plus 0598) (Line 5 above).....	0	0	0
1401. Profit and loss, miscellaneous.....	2,998,178	17,812,243	20,708,293
1402. Fines and penalties of regulatory authorities.....	(4,774,000)	(25)	(303)
1403. Retroactive reinsurance gain/loss.....	0	5,500,000	5,500,000
1498. Summary of remaining write-ins for Line 14 from overflow page.....	0	0	0
1499. Totals (Lines 1401 thru 1403 plus 1498) (Line 14 above).....	(1,775,822)	23,312,218	26,207,990
3701. ....	0	0	0
3702. ....	0	0	0
3703. ....	0	0	0
3798. Summary of remaining write-ins for Line 37 from overflow page.....	0	0	0
3799. Totals (Lines 3701 thru 3703 plus 3798) (Line 37 above).....	0	0	0

# TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA

## CASH FLOW

	1 Current Year to Date	2 Prior Year Ended December 31
<b>CASH FROM OPERATIONS</b>		
1. Premiums collected net of reinsurance.....	849,004,700	986,475,479
2. Net investment income.....	94,647,366	114,724,298
3. Miscellaneous income.....	(2,392,049)	25,781,281
4. Total (Lines 1 through 3).....	941,260,018	1,126,981,058
5. Benefit and loss related payments.....	119,741,980	52,780,253
6. Net transfers to Separate, Segregated Accounts and Protected Cell Accounts.....	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions.....	380,713,506	422,300,114
8. Dividends paid to policyholders.....	6,355,624	6,785,144
9. Federal and foreign income taxes paid (recovered) \$.....1,459,115 net tax on capital gains (losses).....	99,256,763	91,236,249
10. Total (Lines 5 through 9).....	606,067,875	573,101,761
11. Net cash from operations (Line 4 minus Line 10).....	335,192,143	553,879,298
<b>CASH FROM INVESTMENTS</b>		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds.....	155,012,176	232,557,421
12.2 Stocks.....	0	3,648,851
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.....	38,951,276	300,000
12.8 Total investment proceeds (Lines 12.1 to 12.7).....	193,963,453	236,506,272
13. Cost of investments acquired (long-term only):		
13.1 Bonds.....	382,769,874	532,180,727
13.2 Stocks.....	11,434,044	72,934
13.3 Mortgage loans.....	0	0
13.4 Real estate.....	0	0
13.5 Other invested assets.....	0	0
13.6 Miscellaneous applications.....	10,000,000	0
13.7 Total investments acquired (Lines 13.1 to 13.6).....	404,203,918	532,253,661
14. Net increase (decrease) in contract loans and premium notes.....	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14).....	(210,240,466)	(295,747,389)
<b>CASH FROM FINANCING AND MISCELLANEOUS SOURCES</b>		
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.....	0	198,700,000
16.6 Other cash provided (applied).....	7,109,151	(43,430,548)
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6).....	7,109,151	(242,130,548)
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>		
18. Net change in cash, cash equivalents and short-term investments (Line 11 plus Line 15 plus Line 17).....	132,060,828	16,001,360
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year.....	18,722,611	2,721,251
19.2 End of period (Line 18 plus Line 19.1).....	150,783,439	18,722,611
<b>Note: Supplemental disclosures of cash flow information for non-cash transactions:</b>		
20.0001 .....	0	0

---

**NOTES TO FINANCIAL STATEMENTS**

---

**Note 1 - Summary of Significant Accounting Policies**

No significant change.

**Note 2 - Accounting Changes and Corrections of Errors**

No significant change.

**Note 3 - Business Combinations and Goodwill**

No significant change.

**Note 4 - Discontinued Operations**

No significant change.

**Note 5 - Investments**

No significant change.

**Note 6 - Joint Ventures, Partnerships and Limited Liability Companies**

No significant change.

**Note 7 - Investment Income**

No significant change.

**Note 8 - Derivative Instruments**

No significant change.

**Note 9 - Income Taxes**

No significant change.

**Note 10 - Information Concerning Parent, Subsidiaries and Affiliates**

No significant change.

**Note 11 - Debt**

No significant change.

**Note 12 - Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans**

No significant change.

**Note 13 - Capital and Surplus, Shareholders' Dividend Restrictions and Quasi-Reorganizations**

No significant change.

**Note 14 - Contingencies**

No significant change.

**Note 15 - Leases**

No significant change.

---

**NOTES TO FINANCIAL STATEMENTS**

---

**Note 16 - Information About Financial Instruments With Off-Balance Sheet Risk and Financial Instruments With Concentrations of Credit Risk**

No significant change.

**Note 17 - Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities**

A. Transfers of Receivables Reported as Sales:

No significant change.

B. Transfer and Servicing of Financial Assets:

No significant change.

C. Wash Sales:

Not applicable.

**Note 18 - Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans**

No significant change.

**Note 19 - Direct Premium Written/Produced by Managing General Agents/Third Party Administrators**

No significant change.

**Note 20 - September 11 Events**

No significant change.

**Note 21 - Other Items**

No significant change.

**Note 22 - Events Subsequent**

No significant change.

**Note 23 - Reinsurance**

No significant change.

**Note 24 - Retrospectively Rated Contracts & Contracts Subject to Redetermination**

No significant change.

**Note 25 - Change in Incurred Losses and Loss Adjustment Expenses**

No significant change.

**Note 26 - Intercompany Pooling Arrangements**

No significant change.

**Note 27 - Structured Settlements**

No significant change.

**Note 28 - Health Care Receivables**

No significant change.



---

**NOTES TO FINANCIAL STATEMENTS**

---

**Note 29 - Participating Policies**

No significant change.

**Note 30 - Premium Deficiency Reserves**

No significant change.

**Note 31 - High Deductibles**

No significant change.

**Note 32 - Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses**

No significant change.

**Note 33 - Asbestos/Environmental Reserves**

No significant change.

**Note 34 - Subscriber Savings Accounts**

No significant change.

**Note 35 - Multiple Peril Crop Insurance**

No significant change.

**GENERAL INTERROGATORIES**

(Responses to these interrogatories should be based on changes that have occurred since prior year end unless otherwise noted)

**PART 1 - COMMON INTERROGATORIES**

**GENERAL**

- 1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes [ ] No [X]
- 1.2 If yes, has the report been filed with the domiciliary state? Yes [ ] No [ ]
- 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. Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [ ] No [X]  
If yes, complete the Schedule Y-Part 1 - Organizational chart.
- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [ ] No [X]
- 4.2 If yes, provide name of 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 Company Code	3 State of Domicile
	00000	

- 5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes [ ] No [ ] N/A [X]  
If yes, attach an explanation.  
  
\_\_\_\_\_

- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2004.....
- 6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2004.....
- 6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 01/27/2006.....
- 6.4 By what department or departments?  
  
Connecticut

- 7.1 Has this 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]
- 7.2 If yes, give full information:  
  
\_\_\_\_\_

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

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

**FINANCIAL**

- 9.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement? Yes [ ] No [X]
- 9.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount. \$.....0

**INVESTMENT**

- 10.1 Has there been any change in the reporting entity's own preferred or common stock? Yes [ ] No [X]
- 10.2 If yes, explain:.....  
\_\_\_\_\_
- 11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes [ ] No [X]
- 11.2 If yes, give full and complete information relating thereto:  
  
\_\_\_\_\_
- 12. Amount of real estate and mortgages held in other invested assets in Schedule BA: \$.....0
- 13. Amount of real estate and mortgages held in short-term investments: \$.....0
- 14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes [ ] No [X]

**GENERAL INTERROGATORIES**

(Responses to these interrogatories should be based on changes that have occurred since prior year end unless otherwise noted)

**PART 1 - COMMON INTERROGATORIES**

14.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Statement Value
14.21 Bonds.....	\$.....0	\$.....0
14.22 Preferred Stock.....	\$.....0	\$.....0
14.23 Common Stock.....	\$.....0	\$.....0
14.24 Short-Term Investments.....	\$.....0	\$.....0
14.25 Mortgages, Loans or Real Estate.....	\$.....0	\$.....0
14.26 All Other.....	\$.....0	\$.....0
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$.....0	\$.....0
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above .....	\$.....0	\$.....0

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes [ ] No [ X ]

15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [ ] No [ ]  
If no, attach a description with this statement.

16. Excluding items in Schedule E, 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 Part 1-General, Section IV. H-Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook? Yes [ X ] No [ ]

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

1 Name of Custodian(s)	2 Custodian Address
JP Morgan Chase	3 Chase Metrotech Center, Brooklyn, NY 11245

16.2 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		

16.3 Have there been any changes, including name changes, in the custodian(s) identified in 16.1 during the current quarter? Yes [ ] No [ X ]

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

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

16.5 Identify all investment advisors, broker/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	2 Name(s)	3 Address
N/A		

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

17.2 If no, list exceptions: \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

**TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA  
GENERAL INTERROGATORIES (continued)**

**PART 2**

**PROPERTY & CASUALTY INTERROGATORIES**

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change? Yes [ ] No [ ] N/A [X]  
If yes, attach an explanation.

---

2. Has the reporting entity reinsured any risk with any other reporting entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured? Yes [ ] No [X]  
If yes, attach an explanation.

---

3.1 Have any of the reporting entity's primary reinsurance contracts been canceled? Yes [ ] No [X]

3.2 If yes, give full and complete information thereto:

---

4.1 Are any of the liabilities for unpaid losses and loss adjustment expenses other than certain workers' compensation liabilities tabular reserves (see Annual Statement Instructions pertaining to disclosure of discounting for definition of "tabular reserves,") discounted at a rate of interest greater than zero? Yes [ ] No [X]

4.2 If yes, complete the following schedule:

1 Line of Business	2 Maximum Interest	3 Disc. Rate	Total Discount				Discount Taken During Period			
			4 Unpaid Losses	5 Unpaid LAE	6 IBNR	7 Total	8 Unpaid Losses	9 Unpaid LAE	10 IBNR	11 Total
	.....0.0	.....0.000 %	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
<b>Total</b> .....	.....XXX..	.....XXX.....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0

# TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA

## SCHEDULE A - VERIFICATION

### Real Estate

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	0	0
2. Increase (decrease) by adjustment.....	0	0
3. Cost of acquired.....	0	0
4. Cost of additions to and permanent improvements.....	0	0
5. Total profit (loss) on sales.....	0	0
6. Increase (decrease) by foreign exchange adjustment.....	0	0
7. Amount received on sales.....	0	0
8. Book/adjusted carrying value at end of current period.....	0	0
9. Total valuation allowance.....	0	0
10. Subtotal (Lines 8 plus 9).....	0	0
11. Total nonadmitted amounts.....	0	0
12. Statement value, current period (Page 2, real estate lines, net admitted assets column).....	0	0

## SCHEDULE B - VERIFICATION

### Mortgage Loans

	1 Year to Date	2 Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest on mortgages owned, December 31 of prior year.....	0	0
2. Amount loaned during period:		
2.1 Actual cost at time of acquisitions.....	0	0
2.2 Additional investment made after acquisitions.....	0	0
3. Accrual of discount and mortgage interest points and commitment fees.....	0	0
4. Increase (decrease) by adjustment.....	0	0
5. Total profit (loss) on sale.....	0	0
6. Amounts paid on account or in full during the period.....	0	0
7. Amortization of premium.....	0	0
8. Increase (decrease) by foreign exchange adjustment.....	0	0
9. Book value/recorded investment excluding accrued interest on mortgages owned at end of current period.....	0	0
10. Total valuation allowance.....	0	0
11. Subtotal (Lines 9 plus 10).....	0	0
12. Total nonadmitted amounts.....	0	0
13. Statement value of mortgages owned at end of current period (Page 2, mortgage lines, net admitted assets column).....	0	0

## SCHEDULE BA - VERIFICATION

### Other Invested Assets

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of long-term invested assets owned, December 31 of prior year.....	0	0
2. Cost of acquisitions during period:		
2.1 Actual cost at time of acquisitions.....	0	0
2.2 Additional investment made after acquisitions.....	0	0
3. Accrual of discount.....	0	0
4. Increase (decrease) by adjustment.....	0	0
5. Total profit (loss) on sale.....	0	0
6. Amounts paid on account or in full during the period.....	0	0
7. Amortization of premium.....	0	0
8. Increase (decrease) by foreign exchange adjustment.....	0	0
9. Book adjusted/carrying value of long-term invested assets at end of current period.....	0	0
10. Total valuation allowance.....	0	0
11. Subtotal (Lines 9 plus 10).....	0	0
12. Total nonadmitted amounts.....	0	0
13. Statement value of long-term invested assets at end of current period (Page 2, Line 7, Column 3).....	0	0

## SCHEDULE D - VERIFICATION

### Bonds and Stocks

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year.....	2,402,270,813	2,115,449,583
2. Cost of bonds and stocks acquired.....	394,203,918	532,253,661
3. Accrual of discount.....	2,044,414	4,273,810
4. Increase (decrease) by adjustment.....	(589,124)	(1,715,309)
5. Increase (decrease) by foreign exchange adjustment.....	0	0
6. Total profit (loss) on disposal.....	653,804	(629,198)
7. Consideration for bonds and stocks disposed of.....	155,012,176	236,206,272
8. Amortization of premium.....	9,354,628	11,155,463
9. Book/adjusted carrying value, current period.....	2,634,217,022	2,402,270,813
10. Total valuation allowance.....	0	0
11. Subtotal (Lines 9 plus 10).....	2,634,217,022	2,402,270,813
12. Total nonadmitted amounts.....	0	0
13. Statement value.....	2,634,217,022	2,402,270,813

**TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA**

**SCHEDULE D - PART 1B**

Showing the Acquisitions, Dispositions and Non-Trading Activity  
During the Current Quarter for all Bonds and Preferred Stock by Rating Class

	1	2	3	4	5	6	7	8
	Book/Adjusted Carrying Value Beginning of Current Quarter	Acquisitions During Current Quarter	Dispositions During Current Quarter	Non-Trading Activity During Current Quarter	Book/Adjusted Carrying Value End of First Quarter	Book/Adjusted Carrying Value End of Second Quarter	Book/Adjusted Carrying Value End of Third Quarter	Book/Adjusted Carrying Value December 31 Prior Year
<b>BONDS</b>								
1. Class 1.....	2,461,197,670	668,487,865	536,342,132	(7,519,264)	2,349,859,148	2,461,197,670	2,585,824,139	2,259,227,280
2. Class 2.....	136,682,867	13,089,630	0	3,952,133	133,362,996	136,682,867	153,724,630	136,016,391
3. Class 3.....	30,859,828	0	9,265,932	4,675,876	31,718,123	30,859,828	26,269,773	34,707,496
4. Class 4.....	19,164,280	0	120,885	347,532	17,471,824	19,164,280	19,390,927	17,642,154
5. Class 5.....	2,895,000	0	0	(2,895,000)	2,895,000	2,895,000	0	2,895,000
6. Class 6.....	97,639	0	0	0	97,639	97,639	97,639	97,639
7. Total Bonds.....	2,650,897,284	681,577,495	545,728,948	(1,438,723)	2,535,404,730	2,650,897,284	2,785,307,109	2,450,585,960
<b>PREFERRED STOCK</b>								
8. Class 1.....	1,480,566	11,432,490	0	(978,925)	1,481,481	1,480,566	11,934,131	1,490,638
9. Class 2.....	6,155,628	0	0	76,872	6,219,378	6,155,628	6,232,500	6,331,878
10. Class 3.....	0	0	0	0	0	0	0	0
11. Class 4.....	0	0	0	0	0	0	0	0
12. Class 5.....	0	0	0	0	0	0	0	0
13. Class 6.....	0	0	0	0	0	0	0	0
14. Total Preferred Stock.....	7,636,194	11,432,490	0	(902,053)	7,700,859	7,636,194	18,166,631	7,822,516
15. Total Bonds and Preferred Stock.....	2,658,533,478	693,009,985	545,728,948	(2,340,776)	2,543,105,589	2,658,533,478	2,803,473,740	2,458,408,476

**SCHEDULE DA - PART 1**

Short-Term Investments Owned End of Current Quarter

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
8299999. Totals.....	169,257,845	XXX	169,257,845	630,154	0

**SCHEDULE DA - PART 2 - Verification**

Short-Term Investments Owned

	1 Year to Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	56,137,664	14,722,827
2. Cost of short-term investments acquired.....	1,541,985,663	2,352,198,970
3. Increase (decrease) by adjustment.....	0	(1,941)
4. Increase (decrease) by foreign exchange adjustment.....	0	0
5. Total profit (loss) on disposal of short-term investments.....	0	0
6. Consideration received on disposal of short-term investments.....	1,428,865,482	2,310,782,193
7. Book/adjusted carrying value, current period.....	169,257,845	56,137,664
8. Total valuation allowance.....	0	0
9. Subtotal (Lines 7 plus 8).....	169,257,845	56,137,664
10. Total nonadmitted amounts.....	0	0
11. Statement value (Lines 9 minus 10).....	169,257,845	56,137,664
12. Income collected during period.....	4,105,342	3,899,171
13. Income earned during period.....	4,105,342	3,899,171

**Sch. DB-Part F-Section 1  
NONE**

**Sch. DB-Part F-Section 2  
NONE**



# TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA

## SCHEDULE F - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

1 NAIC Company Code	2 Federal ID Number	3  Name of Reinsurer	4  Location	5 Is Insurer Authorized? (YES or NO)
<b>U.S. Insurers</b>				
12592.....	20-4416417.....	ALPINE INSURANCE COMPANY.....	VT.....	NO.....

**TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA**

**SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN**

Current Year to Date - Allocated by States and Territories

States, Etc.	1 Is Insurer Licensed? (Yes or No)	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2 Current Year to Date	3 Prior Year to Date	4 Current Year to Date	5 Prior Year to Date	6 Current Year to Date	7 Prior Year to Date
1. Alabama.....AL	YES	13,170,222	10,448,094	4,832,309	16,758,164	14,229,168	12,020,627
2. Alaska.....AK	YES	3,397,224	3,942,616	(513,658)	(1,101,407)	3,502,663	3,350,757
3. Arizona.....AZ	YES	20,434,374	16,724,768	702,711	430,788	16,232,558	12,576,743
4. Arkansas.....AR	YES	7,863,017	5,534,137	605,260	250,412	5,866,020	4,074,879
5. California.....CA	YES	103,512,458	97,177,617	6,011,097	23,546,952	130,930,547	107,231,649
6. Colorado.....CO	YES	16,830,553	18,215,194	1,768,092	1,274,643	20,535,866	17,632,084
7. Connecticut.....CT	YES	16,535,818	14,723,326	1,237,164	874,929	19,945,788	18,596,631
8. Delaware.....DE	YES	3,937,606	2,017,778	84,284	248,436	2,668,141	2,194,768
9. District of Columbia.....DC	YES	13,972,291	15,274,789	1,015,998	1,477,794	14,675,410	20,357,779
10. Florida.....FL	YES	75,784,423	70,530,395	5,039,926	3,499,714	67,202,973	50,454,887
11. Georgia.....GA	YES	35,439,879	25,815,204	24,148,959	5,172,844	41,003,063	32,956,027
12. Hawaii.....HI	YES	10,597,267	8,139,118	(133,001)	(27,903)	7,542,957	4,596,911
13. Idaho.....ID	YES	5,008,147	3,211,635	159,726	76,614	4,486,640	3,208,490
14. Illinois.....IL	YES	44,341,893	37,450,524	4,775,604	3,687,947	61,336,965	53,893,330
15. Indiana.....IN	YES	14,886,687	10,555,053	494,417	(134,170)	13,134,562	10,687,223
16. Iowa.....IA	YES	7,138,591	5,929,406	582,295	225,427	7,876,584	5,002,119
17. Kansas.....KS	YES	6,961,074	5,770,224	309,813	13,845	5,055,449	3,653,048
18. Kentucky.....KY	YES	12,973,264	9,488,223	1,057,668	260,209	10,973,078	8,309,470
19. Louisiana.....LA	YES	21,059,570	12,527,222	1,330,844	1,413,669	20,047,022	25,280,817
20. Maine.....ME	YES	3,593,165	3,784,819	13,853	73,663	3,867,003	3,312,983
21. Maryland.....MD	YES	26,540,208	21,078,259	1,911,273	2,169,842	34,118,152	27,726,439
22. Massachusetts.....MA	YES	22,954,798	20,363,658	7,323,265	8,543,016	34,733,687	25,480,685
23. Michigan.....MI	YES	18,663,584	15,398,159	1,384,528	4,722,729	22,586,139	22,594,865
24. Minnesota.....MN	YES	13,723,217	11,373,252	92,124	523,514	11,743,450	8,080,689
25. Mississippi.....MS	YES	17,636,065	7,361,885	509,364	1,416,979	10,181,604	7,522,983
26. Missouri.....MO	YES	19,351,988	13,693,853	1,436,907	744,936	18,102,807	13,707,820
27. Montana.....MT	YES	5,615,116	3,421,907	17,452	192,921	4,630,358	3,591,391
28. Nebraska.....NE	YES	5,372,096	5,950,294	174,945	330,427	5,158,726	3,710,935
29. Nevada.....NV	YES	10,110,581	9,224,904	489,672	349,747	8,432,830	6,055,326
30. New Hampshire.....NH	YES	3,823,907	3,562,193	35,066	404,980	3,510,886	2,849,049
31. New Jersey.....NJ	YES	24,349,566	24,307,397	1,494,632	750,762	29,587,026	24,451,753
32. New Mexico.....NM	YES	3,929,758	4,291,789	290,839	204,045	5,353,302	4,600,993
33. New York.....NY	YES	60,300,233	55,502,144	47,437,532	14,592,043	75,290,197	63,342,883
34. North Carolina.....NC	YES	32,426,647	25,285,654	1,200,636	11,017,789	28,948,691	24,437,291
35. North Dakota.....ND	YES	2,025,574	1,850,353	(5,138)	(5,698)	1,630,402	1,006,210
36. Ohio.....OH	YES	22,545,063	20,698,100	4,925,188	1,772,177	40,053,682	34,107,816
37. Oklahoma.....OK	YES	7,875,022	5,599,007	766,272	1,485,677	7,324,669	6,009,492
38. Oregon.....OR	YES	11,501,031	9,535,550	898,048	1,286,427	10,097,942	8,022,140
39. Pennsylvania.....PA	YES	40,798,405	34,315,051	2,775,132	420,656	40,987,350	35,378,270
40. Rhode Island.....RI	YES	4,170,136	3,434,071	5,042,737	614,058	4,616,548	4,129,903
41. South Carolina.....SC	YES	16,171,977	12,097,505	204,292	775,353	14,380,096	11,409,682
42. South Dakota.....SD	YES	1,610,969	1,861,609	(758)	100,265	1,402,596	946,729
43. Tennessee.....TN	YES	20,463,761	17,532,362	4,431,476	3,049,904	20,255,595	21,226,292
44. Texas.....TX	YES	65,139,743	57,080,315	11,311,518	657,002	81,694,916	63,014,456
45. Utah.....UT	YES	8,288,166	5,640,028	147,323	219,906	6,513,433	4,936,460
46. Vermont.....VT	YES	944,926	1,226,845	6,000	40,179	1,180,864	864,627
47. Virginia.....VA	YES	31,928,928	27,399,451	1,481,779	893,999	25,741,338	20,691,474
48. Washington.....WA	YES	29,605,143	26,307,391	1,135,042	(646,960)	29,214,839	22,456,408
49. West Virginia.....WV	YES	10,355,311	7,499,135	113,321	239,580	7,846,839	5,347,683
50. Wisconsin.....WI	YES	10,844,302	10,156,359	924,050	524,983	14,745,061	12,321,196
51. Wyoming.....WY	YES	3,851,919	3,225,380	11,649	12,435	3,109,407	1,984,799
52. American Samoa.....AS	NO	0	0	0	0	0	0
53. Guam.....GU	NO	0	0	0	0	0	0
54. Puerto Rico.....PR	NO	0	0	0	0	0	0
55. US Virgin Islands.....VI	NO	0	0	0	0	0	0
56. Northern Mariana Islands.....MP	NO	0	0	0	0	0	0
57. Canada.....CN	NO	0	0	0	0	0	0
58. Aggregate Other Alien.....OT	XXX	113,222	677,209	4,701,885	659,974	2,838,764	1,556,705
59. Totals.....(a)	51	990,468,883	844,211,208	156,191,414	116,086,218	1,077,124,650	892,954,667

**DETAILS OF WRITE-INS**

5801. Other Alien Combined.....	XXX	113,222	677,209	4,701,885	659,974	2,838,764	1,556,705
5802.....	XXX	0	0	0	0	0	0
5803.....	XXX	0	0	0	0	0	0
5898. Summary of remaining write-ins for Line 58 from overflow page.....	XXX	0	0	0	0	0	0
5899. Totals (Lines 5801 thru 5803 + Line 5898) (Line 58 above).....	XXX	113,222	677,209	4,701,885	659,974	2,838,764	1,556,705

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

**SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP**

PART 1 – ORGANIZATIONAL CHART

---

# TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA

## PART 1 - LOSS EXPERIENCE

Lines of Business	Current Year to Date			4 Prior Year to Date Direct Loss Percentage
	1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	
1. Fire.....	0	(9,204)	0.0	0.0
2. Allied lines.....	0	(362)	0.0	0.0
3. Farmowners multiple peril.....	0	1	0.0	0.0
4. Homeowners multiple peril.....	0	0	0.0	0.0
5. Commercial multiple peril.....	0	1,515,118	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	(735)	0.0	0.0
10. Financial guaranty.....	406	(174)	(42.8)	25.3
11.1. Medical malpractice-occurrence.....	0	0	0.0	0.0
11.2. Medical malpractice-claims made.....	0	0	0.0	0.0
12. Earthquake.....	0	2,370	0.0	0.0
13. Group accident and health.....	0	0	0.0	0.0
14. Credit accident and health.....	0	0	0.0	0.0
15. Other accident and health.....	0	0	0.0	0.0
16. Workers' compensation.....	178,227	(581,250)	(326.1)	171.3
17.1. Other liability-occurrence.....	319,919	2,676,653	836.7	(2,186.4)
17.2. Other liability-claims made.....	238,579,255	115,276,374	48.3	64.5
18.1. Products liability-occurrence.....	0	(928,651)	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	124,208	0.0	0.0
21. Auto physical damage.....	0	(29,015)	0.0	0.0
22. Aircraft (all perils).....	0	0	0.0	0.0
23. Fidelity.....	76,285,454	13,490,380	17.7	19.6
24. Surety.....	561,705,776	174,436,073	31.1	32.6
26. Burglary and theft.....	17,634,752	4,601,701	26.1	13.4
27. Boiler and machinery.....	0	(60)	0.0	0.0
28. Credit.....	0	0	0.0	0.0
29. International.....	0	0	0.0	0.0
30. Reinsurance-nonproportional assumed property.....	XXX	XXX	XXX	XXX
31. Reinsurance-nonproportional assumed liability.....	XXX	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed financial lines.....	XXX	XXX	XXX	XXX
33. Aggregate write-ins for other lines of business.....	0	0	0.0	0.0
34. Totals.....	894,703,790	310,573,429	34.7	40.4
<b>DETAILS OF WRITE-INS</b>				
3301.....	0	0	0.0	0.0
3302.....	0	0	0.0	0.0
3303.....	0	0	0.0	0.0
3398. Sum. of remaining write-ins for Line 33 from overflow page.....	0	0	0.0	XXX
3399. Totals (Lines 3301 thru 3303 plus 3398) (Line 33).....	0	0	0.0	0.0

## PART 2 - DIRECT PREMIUMS WRITTEN

Lines of Business	1	2	3
	Current Quarter	Current Year to Date	Prior Year Year to Date
1. Fire.....	0	0	0
2. Allied lines.....	0	0	0
3. Farmowners multiple peril.....	0	0	0
4. Homeowners multiple peril.....	0	0	0
5. Commercial multiple peril.....	0	0	0
6. Mortgage guaranty.....	0	0	0
8. Ocean marine.....	0	0	0
9. Inland marine.....	0	0	0
10. Financial guaranty.....	0	460	(400)
11.1. Medical malpractice-occurrence.....	0	0	0
11.2. Medical malpractice-claims made.....	0	0	0
12. Earthquake.....	0	0	0
13. Group accident and health.....	0	0	0
14. Credit accident and health.....	0	0	0
15. Other accident and health.....	0	0	0
16. Workers' compensation.....	152,456	178,227	205,942
17.1. Other liability-occurrence.....	46,608	319,919	33,553
17.2. Other liability-claims made.....	83,932,073	247,020,626	235,505,110
18.1. Products liability-occurrence.....	0	0	0
18.2. Products liability-claims made.....	0	0	0
19.1, 19.2 Private passenger auto liability.....	0	0	0
19.3, 19.4 Commercial auto liability.....	0	0	0
21. Auto physical damage.....	0	0	0
22. Aircraft (all perils).....	0	0	0
23. Fidelity.....	27,955,612	81,053,630	75,200,312
24. Surety.....	225,169,307	642,659,650	517,837,218
26. Burglary and theft.....	7,756,231	19,236,371	15,429,473
27. Boiler and machinery.....	0	0	0
28. Credit.....	0	0	0
29. International.....	0	0	0
30. Reinsurance-nonproportional assumed property.....	XXX	XXX	XXX
31. Reinsurance-nonproportional assumed liability.....	XXX	XXX	XXX
32. Reinsurance-nonproportional assumed financial lines.....	XXX	XXX	XXX
33. Aggregate write-ins for other lines of business.....	0	0	0
34. Totals.....	345,012,288	990,468,883	844,211,208
<b>DETAILS OF WRITE-INS</b>			
3301.....	0	0	0
3302.....	0	0	0
3303.....	0	0	0
3398. Sum. of remaining write-ins for Line 33 from overflow page.....	0	0	0
3399. Totals (Lines 3301 thru 3303 plus 3398) (Line 33).....	0	0	0

**TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA**

**PART 3 (000 omitted)**

**LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE**

	1	2	3	4	5	6	7	8	9	10	11	12	13
Years in Which Losses Occurred	Prior Year-End Known Case Loss and LAE Reserves	Prior Year-End IBNR Loss and LAE Reserves	Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2)	2006 Loss and LAE Payments on Claims Reported as of Prior Year-End	2006 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2006 Loss and LAE Payments (Cols. 4 + 5)	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year-End	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year-End	Q.S. Date IBNR Loss and LAE Reserves	Total Q.S. Loss and LAE Reserves (Cols. 7 + 8 + 9)	Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 4 + 7 minus Col. 1)	Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	Prior Year-End Total Loss and LAE Reserve Developed (Savings)/Deficiency (Cols. 11 + 12)
1. 2003 + Prior	153,858	165,544	319,401	12,268	3,605	15,873	123,331	0	161,937	285,269	(18,258)	(2)	(18,260)
2. 2004	34,855	114,227	149,083	33,699	2,456	36,155	28,613	0	106,450	135,063	27,456	(5,321)	22,135
3. Subtotals 2004 + Prior	188,713	279,771	468,484	45,967	6,061	52,028	151,944	0	268,387	420,331	9,198	(5,323)	3,875
4. 2005	39,832	319,527	359,359	66,644	6,473	73,118	37,754	0	257,866	295,620	64,566	(55,188)	9,378
5. Subtotals 2005 + Prior	228,545	599,298	827,843	112,611	12,534	125,145	189,698	0	526,253	715,951	73,764	(60,511)	13,253
6. 2006	XXX	XXX	XXX	XXX	20,473	20,473	XXX	23,792	278,174	301,967	XXX	XXX	XXX
7. Totals	228,545	599,298	827,843	112,611	33,007	145,618	189,698	23,792	804,427	1,017,917	73,764	(60,511)	13,253
8. Prior Year-End's Surplus As Regards Policyholders	856,873										Col. 11, Line 7 As % of Col. 1, Line 7	Col. 12, Line 7 As % of Col. 2, Line 7	Col. 13, Line 7 As % of Col. 3, Line 7
											1. ....32.3 %	2. ....(10.1)%	3. ....1.6 %
													Col. 13, Line 7 Line 8
													4. ....1.5 %

# TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of NO to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason, enter SEE EXPLANATION and provide an explanation following the interrogatory questions.

**Response**

1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?

NO

2. Will Supplement A to Schedule T (Medical Malpractice Supplement) be filed with this statement?

NO

**Explanation:**

**Bar Code:**



**TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA**  
**Overflow Page for Write-Ins**

**Additional Write-ins for Assets:**

	Current Statement Date			4 December 31, Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
2304. State surcharges receivable.....	134,307	.....0	.....134,307	.....117,864
2305. Suspense, undistributed payments.....	122,518	.....0	.....122,518	.....248,151
2306. Equities and deposits in pools and associations.....	19,096	.....0	.....19,096	.....19,283
2307. Other assets nonadmitted.....	6,218,794	.....6,218,794	.....0	.....0
2308. Freddie Mac collateral held.....	.....0	.....0	.....0	.....2,893,398
2397. Summary of remaining write-ins for Line 23.....	6,494,714	.....6,218,794	.....275,920	.....3,278,697

**Additional Write-ins for Liabilities:**

	1 Current Statement Date	2 December 31, Prior Year
2304. Freddie Mac collateral liability.....	.....0	.....2,893,398
2305. Deposit asset payable.....	.....0	.....202,357
2397. Summary of remaining write-ins for Line 23.....	.....0	.....3,095,755

**Sch. A-Part 2**  
**NONE**

**Sch. A-Part 3**  
**NONE**

**Sch. B-Part 1**  
**NONE**

**Sch. B-Part 2**  
**NONE**

**Sch. BA-Part 1**  
**NONE**

**Sch. BA-Part 2**  
**NONE**



**TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA**

**SCHEDULE D - PART 3**

Show all Long-Term Bonds and Stock Acquired by the Company During the Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator (a)
<b>Bonds - Political Subdivisions of States</b>									
059132 6H 8	BALTIMORE CO GENERAL OBL 5.000 2020 09.....		09/13/2006.....	J P MORGAN CHASE SECURITIES INC.....		6,513,060	6,000,000	0	1FE.....
282726 CS 5	EL CAMINO CCD 2002 ELEC 4.750 2025 08.....		09/12/2006.....	RBC DAIN RAUSCHER INC.....		7,990,517	7,745,000	0	1FE.....
54438C GJ 5	LOS ANGELES CCD GO 2003 5.000 2024 08.....		09/19/2006.....	CITIGROUP GLOBAL MARKETS.....		3,201,030	3,000,000	0	1FE.....
54438C GK 2	LOS ANGELES CCD GO 2003 5.000 2025 08.....		09/19/2006.....	CITIGROUP GLOBAL MARKETS.....		4,884,630	4,585,000	0	1FE.....
54438C GL 0	LOS ANGELES CCD GO 2003 5.000 2026 08.....		09/19/2006.....	CITIGROUP GLOBAL MARKETS.....		5,322,600	5,000,000	0	1FE.....
592112 AR 7	METRO GOVT NASHVILLE & D 5.000 2022 02.....		08/30/2006.....	RBC DAIN RAUSCHER INC.....		5,542,911	5,230,000	24,697	1FE.....
763223 7E 8	RICHARDSON GO REF S2006 5.000 2019 02.....		07/06/2006.....	A G EDWARDS & SONS.....		1,035,990	1,000,000	5,417	1FE.....
763223 7F 5	RICHARDSON GO REF S2006 5.250 2020 02.....		07/06/2006.....	A G EDWARDS & SONS.....		4,106,243	3,880,000	22,068	1FE.....
796720 DT 4	SAN BERNARDINO CCD GO 20 5.000 2024 08.....		08/22/2006.....	UBS AG.....		9,250,536	8,700,000	0	1FE.....
796720 DU 1	SAN BERNARDINO CCD GO 20 5.000 2025 08.....		08/22/2006.....	UBS AG.....		10,202,168	9,610,000	0	1FE.....
796720 DV 9	SAN BERNARDINO CCD GO 20 5.000 2026 08.....		08/22/2006.....	UBS AG.....		6,031,172	5,690,000	0	1FE.....
874857 FX 8	TAMALPAIS UHSD GO ELEC 2 5.000 2023 08.....		08/22/2006.....	UBS AG.....		3,956,364	3,715,000	0	1FE.....
874857 FY 6	TAMALPAIS UHSD GO ELEC 2 5.000 2024 08.....		08/22/2006.....	UBS AG.....		4,146,870	3,900,000	0	1FE.....
2499999	Total - Bonds - Political Subdivision.....					72,184,090	68,055,000	52,181	XXX.....
<b>Bonds - Special Revenue and Special Assessment</b>									
64711R DR 4	NEW MEXICO TRANSP SR LIE 5.000 2024 12.....		09/27/2006.....	GOLDMAN SACHS & CO.....		23,436,646	21,855,000	0	1FE.....
790420 JG 9	ST JOHNS CO WATER & SEWE 4.500 2019 06.....		08/17/2006.....	RBC DAIN RAUSCHER INC.....		1,479,754	1,450,000	0	1FE.....
790420 JH 7	ST JOHNS CO WATER & SEWE 4.500 2020 06.....		08/17/2006.....	RBC DAIN RAUSCHER INC.....		1,531,336	1,510,000	0	1FE.....
790420 JN 4	ST JOHNS CO WATER & SEWE 5.000 2025 06.....		08/17/2006.....	RBC DAIN RAUSCHER INC.....		1,609,180	1,525,000	0	1FE.....
790420 JP 9	ST JOHNS CO WATER & SEWE 5.000 2026 06.....		08/17/2006.....	RBC DAIN RAUSCHER INC.....		2,101,872	1,995,000	0	1FE.....
790420 JS 3	ST JOHNS CO WATER & SEWE 5.000 2027 06.....		08/17/2006.....	RBC DAIN RAUSCHER INC.....		1,577,910	1,500,000	0	1FE.....
88283L BD 7	TEXAS TRANSP COMMN FIRST 5.000 2025 04.....		08/22/2006.....	RBC DAIN RAUSCHER INC.....		3,592,990	3,415,000	53,122	1FE.....
3199999	Total - Bonds - Special Revenue & Special Assessments.....					35,329,689	33,250,000	53,122	XXX.....
<b>Bonds - Public Utilities</b>									
209111 EN 9	CONSOLIDATED EDISON 5.500 2016 09.....		09/20/2006.....	MORGAN STANLEY DEAN WITTER.....		996,150	1,000,000	0	1FE.....
47215B AD 9	JCPL 2006-A A4 5.610 2021 06.....		08/04/2006.....	GOLDMAN SACHS & CO.....		999,107	1,000,000	0	1FE.....
610202 BL 6	MONONGAHELA POWER 5.700 2017 03.....		09/13/2006.....	CREDIT SUISSE FIRST BOSTON.....		996,350	1,000,000	0	2FE.....
3899999	Total - Bonds - Public Utilities.....					2,991,607	3,000,000	0	XXX.....
<b>Bonds - Industrial and Miscellaneous</b>									
025816 AW 9	AMERICAN EXPRESS 5.500 2016 09.....		09/08/2006.....	CREDIT SUISSE FIRST BOSTON.....		1,989,820	2,000,000	0	1FE.....
032511 AX 5	ANADARKO PETROLEUM CORP 5.950 2016 09.....		09/14/2006.....	CREDIT SUISSE FIRST BOSTON.....		995,770	1,000,000	0	2FE.....
071813 AW 9	BAXTER INTERNATIONAL 5.900 2016 09.....		08/03/2006.....	GOLDMAN SACHS & CO.....		996,720	1,000,000	0	1FE.....
10513K AA 2	BRANCH BANKING & TRUST 5.625 2016 09.....		09/06/2006.....	BB&T CAPITAL MARKETS.....		998,100	1,000,000	0	1FE.....
05565S AA 2	BURLINGTON NORTHERN SANT 5.629 2024 04.....		08/02/2006.....	J P MORGAN CHASE SECURITIES INC.....		2,000,000	2,000,000	0	1FE.....
000000 00 0	CARDINAL HEALTH (144A) 5.800 2016 10.....		09/28/2006.....	J P MORGAN CHASE SECURITIES INC.....		998,620	1,000,000	0	2FE.....
125581 CS 5	CIT GROUP INC 5.850 2016 09.....		09/07/2006.....	J P MORGAN CHASE SECURITIES INC.....		999,320	1,000,000	0	1FE.....
172967 DQ 1	CITIGROUP INC 5.850 2016 08.....		08/16/2006.....	VARIOUS.....		2,024,480	2,000,000	4,550	1FE.....
20030N AJ 0	COMCAST CORP 5.850 2015 11.....		08/02/2006.....	CREDIT SUISSE FIRST BOSTON.....		974,730	1,000,000	13,325	2FE.....
20030N AP 6	COMCAST CORP 6.500 2017 01.....		07/11/2006.....	MORGAN STANLEY DEAN WITTER.....		997,590	1,000,000	0	2FE.....
12626P AG 8	CRH AMERICA INC 6.000 2016 09.....		09/07/2006.....	J P MORGAN CHASE SECURITIES INC.....		1,987,580	2,000,000	0	2FE.....
126650 BE 9	CVS CORP 6.125 2016 08.....		08/10/2006.....	LEHMAN BROTHERS.....		1,992,320	2,000,000	0	2FE.....
23383F BU 8	DAIMLERCHRYSLER N.A. 5.750 2011 09.....		09/05/2006.....	DEUTSCHE BANC ALEX BROWN.....		995,550	1,000,000	0	2FE.....
26441Y AM 9	DUKE REALTY LP 5.950 2017 02.....		08/17/2006.....	J P MORGAN CHASE SECURITIES INC.....		996,250	1,000,000	0	2FE.....
291011 AS 3	EMERSON ELECTRIC 5.000 2014 12.....		08/07/2006.....	J P MORGAN CHASE SECURITIES INC.....		959,640	1,000,000	7,639	1FE.....
31359S BJ 8	FNR 2001-6 Z CMO 6.000 2031 03.....		09/01/2006.....	DIRECT WITH COMPANY.....		276,584	276,584	0	1.....
427866 AP 3	HERSHEY COMPANY 5.450 2016 09.....		08/23/2006.....	UBS AG.....		996,870	1,000,000	0	1FE.....
459200 AG 6	IBM CORP 8.375 2019 11.....		07/31/2006.....	FTN FINANCIAL.....		1,223,150	1,000,000	21,403	1FE.....
49327X AA 8	KEY BANK NA 4.950 2015 09.....		08/22/2006.....	GOLDMAN SACHS & CO.....		949,040	1,000,000	22,000	1FE.....
50075N AH 7	KRAFT FOODS INC 6.250 2012 06.....		08/21/2006.....	MERRILL LYNCH CAPITAL MARKETS.....		2,063,820	2,000,000	28,819	1FE.....
539830 AE 9	LOCKHEED MARTIN CORP 7.650 2016 05.....		08/29/2006.....	RBC DAIN RAUSCHER INC.....		1,152,210	1,000,000	25,500	2FE.....
718507 BH 8	PHILLIPS PETROLEUM 6.650 2018 07.....		09/27/2006.....	FTN FINANCIAL.....		1,107,750	1,000,000	0	1FE.....
755111 BL 4	RAYTHEON CO 5.500 2012 11.....		09/12/2006.....	BEAR STEARNS & CO.....		1,002,660	1,000,000	18,333	2FE.....

E04

**TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA**

**SCHEDULE D - PART 3**

Show all Long-Term Bonds and Stock Acquired by the Company During the Current Quarter

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
25468P CE 4	WALT DISNEY COMPANY 5.625 2016 09.....		.....09/06/2006.....	CITIGROUP GLOBAL MARKETS.....		.....996,210	.....1,000,000	.....0	1FE.....
826200 AD 9	SIEMENS FINANCIERINGSMAT 6.125 2026 08.....	F.....	.....08/09/2006.....	DEUTSCHE BANC ALEX BROWN.....		.....997,940	.....1,000,000	.....0	1FE.....
4599999.	Total - Bonds - Industrial & Miscellaneous.....					.....30,672,724	.....30,276,584	.....141,569	XXX.....
6099997.	Total - Bonds - Part 3.....					.....141,178,110	.....134,581,584	.....246,873	XXX.....
6099999.	Total - Bonds.....					.....141,178,110	.....134,581,584	.....246,873	XXX.....
<b>Preferred Stocks - Banks, Trust and Insurance Companies</b>									
06738C AE 9	BARCLAYS BANK PLC 8.55% PERP 144A.....	F.....	.....09/29/2006.....	TRANSFER FROM BOND.....	.....9,300,000.000	.....11,432,490	.....0.00	.....0	P1LFE.....
6299999	Total - Preferred Stocks - Banks, Trust & Ins. Cos.....					.....11,432,490	.....XXX	.....0	XXX.....
6599997.	Total - Preferred Stocks - Part 3.....					.....11,432,490	.....XXX	.....0	XXX.....
6599999.	Total - Preferred Stocks.....					.....11,432,490	.....XXX	.....0	XXX.....
7399999.	Total - Preferred and Common Stocks.....					.....11,432,490	.....XXX	.....0	XXX.....
7499999.	Total - Bonds, Preferred and Common Stocks.....					.....152,610,600	.....XXX	.....246,873	XXX.....

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues:.....0.

**SCHEDULE D - PART 4**

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of by the Company During the Current Quarter

1 CUSIP Identification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value At Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Maturity Date	22 NAIC Designation or Market Indicator (a)
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.							
<b>Bonds - U.S. Government</b>																					
912828 CW 8	U S TREASURY NOTES 2.500		09/30/2006	MATURED		10,000,000	10,000,000	9,978,216	9,991,636	0	8,364	0	8,364	0	10,000,000	0	0	0	0	09/30/2006	1
36202D 6D 8	GNMA II PASS #00003568 5.000		09/20/2006	PAID ON PRINCIPAL		119,589	119,589	114,825	114,934	0	4,656	0	4,656	0	119,589	0	0	0	1,020	06/20/2034	1
36216X AK 7	GNMA PASS TH #00177410 9.000		09/15/2006	PAID ON PRINCIPAL		300	300	320	316	0	(16)	0	(16)	0	300	0	0	0	5	01/15/2020	1
36217X MB 3	GNMA PASS TH #00206554 9.000		09/15/2006	PAID ON PRINCIPAL		296	296	316	312	0	(16)	0	(16)	0	296	0	0	0	4	09/15/2020	1
36219P M7 7	GNMA PASS TH #00255182 9.000		09/15/2006	PAID ON PRINCIPAL		73	73	78	76	0	(3)	0	(3)	0	73	0	0	0	1	03/15/2020	1
36220H BL 3	GNMA PASS TH #00278243 9.000		09/15/2006	PAID ON PRINCIPAL		464	464	496	490	0	(25)	0	(25)	0	464	0	0	0	6	02/15/2020	1
36220R QG 6	GNMA PASS TH #00285855 9.000		09/15/2006	PAID ON PRINCIPAL		106	106	114	114	0	(8)	0	(8)	0	106	0	0	0	2	06/15/2020	1
36220S P8 3	GNMA PASS TH #00286747 9.000		09/15/2006	PAID ON PRINCIPAL		159	159	169	167	0	(9)	0	(9)	0	159	0	0	0	2	03/15/2020	1
36220S 4X 1	GNMA PASS TH #00287138 9.000		09/15/2006	PAID ON PRINCIPAL		18	18	19	19	0	(1)	0	(1)	0	18	0	0	0	0	02/15/2020	1
36220U 5V 9	GNMA PASS TH #00288960 9.000		09/15/2006	PAID ON PRINCIPAL		136	136	145	145	0	(9)	0	(9)	0	136	0	0	0	2	03/15/2020	1
36220V FQ 7	GNMA PASS TH #00289175 9.000		09/15/2006	PAID ON PRINCIPAL		344	344	367	359	0	(15)	0	(15)	0	344	0	0	0	5	05/15/2020	1
36220X K7 9	GNMA PASS TH #00291118 9.000		09/15/2006	PAID ON PRINCIPAL		82	82	87	87	0	(5)	0	(5)	0	82	0	0	0	1	07/15/2020	1
36220S NF 9	GNMA PASS TH #00297490 9.000		09/15/2006	PAID ON PRINCIPAL		148	148	158	155	0	(7)	0	(7)	0	148	0	0	0	2	11/15/2020	1
36223B M4 9	GNMA PASS TH #00302879 9.000		09/15/2006	PAID ON PRINCIPAL		185	185	197	195	0	(10)	0	(10)	0	185	0	0	0	3	04/15/2021	1
36223D VN 3	GNMA PASS TH #00304921 9.000		09/15/2006	PAID ON PRINCIPAL		120	120	128	126	0	(6)	0	(6)	0	120	0	0	0	2	03/15/2021	1
36223N VQ 4	GNMA PASS TH #00313023 9.000		09/15/2006	PAID ON PRINCIPAL		73	73	77	77	0	(4)	0	(4)	0	73	0	0	0	1	09/15/2021	1
36223R CZ 6	GNMA PASS TH #00315188 9.000		09/15/2006	PAID ON PRINCIPAL		134	134	143	141	0	(8)	0	(8)	0	134	0	0	0	2	06/15/2022	1
36223T VY 4	GNMA PASS TH #00317531 9.000		09/15/2006	PAID ON PRINCIPAL		114	114	121	120	0	(6)	0	(6)	0	114	0	0	0	2	01/15/2022	1
36203X GY 6	GNMA PASS TH #00362115 9.000		09/15/2006	PAID ON PRINCIPAL		27,495	27,495	29,340	29,255	0	(1,760)	0	(1,760)	0	27,495	0	0	0	412	11/15/2023	1
36204T Q4 9	GNMA PASS TH #00379475 9.000		09/15/2006	PAID ON PRINCIPAL		124	124	133	131	0	(7)	0	(7)	0	124	0	0	0	2	07/15/2024	1
36205G 4M 0	GNMA PASS TH #00390628 9.000		09/15/2006	PAID ON PRINCIPAL		115	115	123	122	0	(7)	0	(7)	0	115	0	0	0	2	07/15/2024	1
36290S WE 7	GNMA PASS TH #00616345 4.500		09/15/2006	PAID ON PRINCIPAL		204,390	204,390	204,741	204,744	0	(355)	0	(355)	0	204,390	0	0	0	1,460	04/15/2019	1
36291F 3W 6	GNMA PASS TH #00627313 4.500		09/15/2006	PAID ON PRINCIPAL		388,573	388,573	389,241	389,194	0	(621)	0	(621)	0	388,573	0	0	0	2,611	06/15/2019	1
0399999	Total - Bonds - U.S. Government					10,743,038	10,743,038	10,719,555	10,732,916	0	10,122	0	10,122	0	10,743,038	0	0	0	5,548	XXX	XXX
<b>Bonds - States, Territories and Possessions</b>																					
20772G KD 9	CONNECTICUT STATE GO S 3.860		07/05/2006	MERRILL LYNCH CAPITAL MA		11,925,000	11,925,000	11,923,211	11,923,211	0	239	0	239	0	11,923,450	0	1,550	1,550	41,394	03/01/2023	1
1799999	Total - Bonds - States, Territories & Possessions					11,925,000	11,925,000	11,923,211	11,923,211	0	239	0	239	0	11,923,450	0	1,550	1,550	41,394	XXX	XXX
<b>Bonds - Special Revenue and Special Assessment</b>																					
812728 BP 7	SEATTLE WATER SYSTEM R 3.910		07/05/2006	MERRILL LYNCH CAPITAL MA		10,600,000	10,600,000	10,598,410	10,598,410	0	106	0	106	0	10,598,516	0	1,484	1,484	30,534	09/01/2025	1
31296R CX 4	FHLMC GOLD PASSTHRU 5.000		09/15/2006	PAID ON PRINCIPAL		449,316	449,316	447,912	447,955	0	1,361	0	1,361	0	449,316	0	0	0	4,168	12/15/2033	1
31292G GN 0	FHLMC GOLD PASSTHRU 7.000		09/15/2006	PAID ON PRINCIPAL		158	158	153	154	0	3	0	3	0	158	0	0	0	2	01/15/2023	1
31292H SQ 8	FHLMC GOLD PASSTHRU 6.000		09/15/2006	PAID ON PRINCIPAL		70,812	70,812	72,446	73,559	0	(2,747)	0	(2,747)	0	70,812	0	0	0	641	11/15/2032	1
31292H ZM 9	FHLMC GOLD PASSTHRU 5.000		09/15/2006	PAID ON PRINCIPAL		1,100,732	1,100,732	1,097,292	1,097,511	0	3,221	0	3,221	0	1,100,732	0	0	0	8,943	10/15/2033	1
31292H 4J 0	FHLMC GOLD PASSTHRU 5.500		09/15/2006	PAID ON PRINCIPAL		468,655	468,655	454,581	454,124	0	14,531	0	14,531	0	468,655	0	0	0	4,334	12/15/2033	1
31293W LD 0	FHLMC GOLD PASSTHRU 7.000		09/15/2006	PAID ON PRINCIPAL		742	742	783	855	0	(113)	0	(113)	0	742	0	0	0	8	09/15/2029	1
31298P VR 8	FHLMC GOLD PASSTHRU 7.000		09/15/2006	PAID ON PRINCIPAL		200	200	211	244	0	(44)	0	(44)	0	200	0	0	0	2	06/15/2031	1
31298Q SR 0	FHLMC GOLD PASSTHRU 7.500		09/15/2006	PAID ON PRINCIPAL		75	75	77	83	0	(8)	0	(8)	0	75	0	0	0	1	07/15/2031	1
31288A ML 6	FHLMC GOLD PASSTHRU 7.000		09/15/2006	PAID ON PRINCIPAL		323	323	340	367	0	(45)	0	(45)	0	323	0	0	0	4	10/15/2032	1
31288B 3C 5	FHLMC GOLD PASSTHRU 6.000		09/15/2006	PAID ON PRINCIPAL		90,295	90,295	92,380	94,098	0	(3,802)	0	(3,802)	0	90,295	0	0	0	697	11/15/2032	1
31288H H6 0	FHLMC GOLD PASSTHRU 6.000		09/15/2006	PAID ON PRINCIPAL		346	346	354	361	0	(15)	0	(15)	0	346	0	0	0	3	03/15/2033	1
31335G BZ 7	FHLMC GOLD PASSTHRU 7.000		09/15/2006	PAID ON PRINCIPAL		926	926	902	909	0	16	0	16	0	926	0	0	0	12	09/15/2023	1
313956 LB 8	FHLMC GOLD PASSTHRU 8.000		09/15/2006	PAID ON PRINCIPAL		2,572	2,572	2,573	2,569	0	3	0	3	0	2,572	0	0	0	35	05/15/2012	1
313956 LG 7	FHLMC GOLD PASSTHRU 8.000		09/15/2006	PAID ON PRINCIPAL		2,860	2,860	2,862	2,857	0	2	0	2	0	2,860	0	0	0	38	05/15/2012	1
313956 LH 5	FHLMC GOLD PASSTHRU 8.000		09/15/2006	PAID ON PRINCIPAL		286	286	286	286	0	0	0	0	0	286	0	0	0	4	05/15/2012	1
313956 LT 9	FHLMC GOLD PASSTHRU 8.000		09/15/2006	PAID ON PRINCIPAL		65	65	65	65	0	0	0	0	0	65	0	0	0	1	05/15/2012	1
313981 BL 5	FHLMC GOLD PASSTHRU 7.000		09/15/2006	PAID ON PRINCIPAL		93	93	90	91	0	2	0	2	0	93	0	0	0	1	09/15/2023	1
313982 VA 5	FHLMC GOLD PASSTHRU 7.000		09/15/2006	PAID ON PRINCIPAL		435	435	422	426	0	9	0	9	0	435	0	0	0	5	10/15/2023	1
31294J G4 4	FHLMC GOLD PASSTHRU 6.500		09/15/2006	PAID ON PRINCIPAL		7,289	7,289	6,938	7,190	0	99	0	99	0	7,289	0	0	0	77	06/15/2008	1

E05

**TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA**

**SCHEDULE D - PART 4**

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of by the Company During the Current Quarter

1 CUSIP Identification	2 Description	3 F o r e i g n	4 Disposal Date	5 Name of Purchaser	6 Number of Shares of Stock	7 Consideration	8 Par Value	9 Actual Cost	10 Prior Year Book/ Adjusted Carrying Value	Change in Book/Adjusted Carrying Value					16 Book/ Adjusted Carrying Value At Disposal Date	17 Foreign Exchange Gain (Loss) on Disposal	18 Realized Gain (Loss) on Disposal	19 Total Gain (Loss) on Disposal	20 Bond Interest/ Stock Dividends Received During Year	21 Maturity Date	22 NAIC Designation or Market Indicator (a)
										11 Unrealized Valuation Increase/ (Decrease)	12 Current Year's (Amortization)/ Accretion	13 Current Year's Other Than Temporary Impairment Recognized	14 Total Change in B./A.C.V. (11+12-13)	15 Total Foreign Exchange Change in B./A.C.V.							
31357M VA 0	FHLMC GOLD PASSTHRU 6.500		09/15/2006	PAID ON PRINCIPAL		1,770	1,770	1,684	1,746	0	24	0	24	0	1,770	0	0	0	19	06/15/2008	1
31283H WZ 4	FHLMC GOLD PASSTHRU 6.000		09/15/2006	PAID ON PRINCIPAL		605,603	605,603	619,561	624,596	0	(18,993)	0	(18,993)	0	605,603	0	0	0	5,865	04/15/2033	1
3128LX DE 7	FHLMC GOLD PASSTHRU 4.000		09/15/2006	PAID ON PRINCIPAL		482,954	482,954	430,030	430,030	0	52,924	0	52,924	0	482,954	0	0	0	4,111	05/15/2034	1
31281A MV 1	FHLMC GOLD PASSTHRU 6.000		09/15/2006	PAID ON PRINCIPAL		35,610	35,610	32,208	32,445	0	3,165	0	3,165	0	35,610	0	0	0	243	11/15/2026	1
31283Y 4Z 8	FHLMC GOLD PASSTHRU 6.500		09/15/2006	PAID ON PRINCIPAL		34,241	34,241	34,132	34,140	0	101	0	101	0	34,241	0	0	0	368	05/15/2028	1
31371K D9 9	FNMA PASS TH #00254028 6.500		09/25/2006	PAID ON PRINCIPAL		121,774	121,774	124,342	124,650	0	(2,877)	0	(2,877)	0	121,774	0	0	0	1,598	09/25/2031	1
31371K EJ 6	FNMA PASS TH #00254037 5.500		09/25/2006	PAID ON PRINCIPAL		27,149	27,149	27,064	27,070	0	78	0	78	0	27,149	0	0	0	211	10/25/2016	1
31371L EZ 8	FNMA PASS TH #00254952 4.500		09/25/2006	PAID ON PRINCIPAL		182,421	182,421	182,820	182,746	0	(325)	0	(325)	0	182,421	0	0	0	1,351	11/25/2018	1
31374J ZW 4	FNMA PASS TH #00315857 7.500		09/25/2006	PAID ON PRINCIPAL		38	38	38	38	0	(0)	0	(0)	0	38	0	0	0	0	02/25/2023	1
31376K B2 1	FNMA PASS TH #00357457 5.500		09/25/2006	PAID ON PRINCIPAL		373,244	373,244	372,429	372,516	0	728	0	728	0	373,244	0	0	0	3,385	11/25/2033	1
31378Q DF 5	FNMA PASS TH #00405202 6.000		09/25/2006	PAID ON PRINCIPAL		12,868	12,868	12,416	12,483	0	385	0	385	0	12,868	0	0	0	183	03/25/2028	1
31378R S5 9	FNMA PASS TH #00406540 6.500		09/25/2006	PAID ON PRINCIPAL		147	147	147	147	0	(0)	0	(0)	0	147	0	0	0	2	12/25/2027	1
31379K RZ 8	FNMA PASS TH #00421804 6.500		09/25/2006	PAID ON PRINCIPAL		11,607	11,607	11,547	11,551	0	56	0	56	0	11,607	0	0	0	125	04/25/2028	1
31383L VW 2	FNMA PASS TH #00506529 6.000		09/25/2006	PAID ON PRINCIPAL		8,576	8,576	7,941	7,922	0	654	0	654	0	8,576	0	0	0	125	07/25/2029	1
31384V L7 5	FNMA PASS TH #00535050 7.500		09/25/2006	PAID ON PRINCIPAL		34,556	34,556	36,122	37,740	0	(3,184)	0	(3,184)	0	34,556	0	0	0	396	12/25/2029	1
31385J NQ 7	FNMA PASS TH #00545899 5.500		09/25/2006	PAID ON PRINCIPAL		41,387	41,387	42,377	42,694	0	(1,307)	0	(1,307)	0	41,387	0	0	0	391	09/25/2017	1
31386T G8 2	FNMA PASS TH #00572723 5.500		09/25/2006	PAID ON PRINCIPAL		84,137	84,137	83,887	83,925	0	212	0	212	0	84,137	0	0	0	771	03/25/2016	1
31386X B2 1	FNMA PASS TH #00576157 5.500		09/25/2006	PAID ON PRINCIPAL		67,068	67,068	66,869	66,900	0	168	0	168	0	67,068	0	0	0	613	03/25/2016	1
31386Y B2 9	FNMA PASS TH #00577057 5.500		09/25/2006	PAID ON PRINCIPAL		8,624	8,624	8,597	8,599	0	24	0	24	0	8,624	0	0	0	76	04/25/2016	1
31387A 6L 4	FNMA PASS TH #00578775 5.500		09/25/2006	PAID ON PRINCIPAL		5,311	5,311	5,294	5,296	0	14	0	14	0	5,311	0	0	0	55	05/25/2016	1
31387D VL 0	FNMA PASS TH #00581219 5.500		09/25/2006	PAID ON PRINCIPAL		5,346	5,346	5,329	5,331	0	14	0	14	0	5,346	0	0	0	48	05/25/2016	1
31387H 7K 0	FNMA PASS TH #00585098 5.500		09/25/2006	PAID ON PRINCIPAL		40,828	40,828	40,700	40,707	0	120	0	120	0	40,828	0	0	0	520	06/25/2016	1
31387Q 4F 4	FNMA PASS TH #00591322 5.500		09/25/2006	PAID ON PRINCIPAL		8,949	8,949	8,921	8,925	0	24	0	24	0	8,949	0	0	0	87	07/25/2016	1
31387W 2L 0	FNMA PASS TH #00596679 6.500		09/25/2006	PAID ON PRINCIPAL		105,650	105,650	108,160	108,799	0	(3,149)	0	(3,149)	0	105,650	0	0	0	1,383	09/25/2031	1
31387W ZP 1	FNMA PASS TH #00596682 6.500		09/25/2006	PAID ON PRINCIPAL		164,577	164,577	168,048	168,535	0	(3,958)	0	(3,958)	0	164,577	0	0	0	1,997	10/25/2031	1
31387Y X2 4	FNMA PASS TH #00598397 5.500		09/25/2006	PAID ON PRINCIPAL		12,012	12,012	11,975	11,977	0	35	0	35	0	12,012	0	0	0	92	07/25/2016	1
31388A K6 0	FNMA PASS TH #00598917 5.500		09/25/2006	PAID ON PRINCIPAL		1,341	1,341	1,337	1,338	0	3	0	3	0	1,341	0	0	0	12	10/25/2016	1
31388D 6W 3	FNMA PASS TH #00602185 5.500		09/25/2006	PAID ON PRINCIPAL		79,007	79,007	78,760	78,788	0	219	0	219	0	79,007	0	0	0	527	10/25/2016	1
31388E ND 4	FNMA PASS TH #00602588 5.500		09/25/2006	PAID ON PRINCIPAL		13,465	13,465	13,423	13,424	0	41	0	41	0	13,465	0	0	0	124	08/25/2016	1
31388E NH 5	FNMA PASS TH #00602592 5.500		09/25/2006	PAID ON PRINCIPAL		12,159	12,159	12,121	12,123	0	37	0	37	0	12,159	0	0	0	112	09/25/2016	1
31388E NM 4	FNMA PASS TH #00602596 5.500		09/25/2006	PAID ON PRINCIPAL		48,712	48,712	48,560	48,563	0	150	0	150	0	48,712	0	0	0	283	09/25/2016	1
31388E TA 4	FNMA PASS TH #00602745 5.500		09/25/2006	PAID ON PRINCIPAL		5,109	5,109	5,093	5,094	0	14	0	14	0	5,109	0	0	0	47	08/25/2016	1
31388J JU 0	FNMA PASS TH #00606075 5.500		09/25/2006	PAID ON PRINCIPAL		30,146	30,146	30,052	30,063	0	82	0	82	0	30,146	0	0	0	276	10/25/2016	1
31388P PY 1	FNMA PASS TH #00610739 5.500		09/25/2006	PAID ON PRINCIPAL		39,597	39,597	39,473	39,487	0	110	0	110	0	39,597	0	0	0	364	10/25/2016	1
31388P XP 1	FNMA PASS TH #00610986 5.500		09/25/2006	PAID ON PRINCIPAL		15,107	15,107	15,060	15,064	0	43	0	43	0	15,107	0	0	0	113	10/25/2016	1
31390K RG 5	FNMA PASS TH #00648587 7.500		09/25/2006	PAID ON PRINCIPAL		37,084	37,084	38,767	40,445	0	(3,361)	0	(3,361)	0	37,084	0	0	0	238	05/25/2032	1
31390N TM 4	FNMA PASS TH #00651356 5.500		09/25/2006	PAID ON PRINCIPAL		186,983	186,983	186,954	187,225	0	(242)	0	(242)	0	186,983	0	0	0	1,201	07/25/2017	1
31402C QM 7	FNMA PASS TH #00725060 6.000		09/25/2006	PAID ON PRINCIPAL		39,261	39,261	40,178	40,650	0	(1,389)	0	(1,389)	0	39,261	0	0	0	350	01/25/2034	1
31402E S3 3	FNMA PASS TH #00726938 4.500		09/25/2006	PAID ON PRINCIPAL		6,869	6,869	6,620	6,637	0	232	0	232	0	6,869	0	0	0	47	08/25/2033	1
31402J ZY 6	FNMA PASS TH #00730759 4.500		09/25/2006	PAID ON PRINCIPAL		5,007	5,007	4,826	4,834	0	173	0	173	0	5,007	0	0	0	30	08/25/2033	1
31402Q LF 6	FNMA PASS TH #00734826 4.500		09/25/2006	PAID ON PRINCIPAL		69,895	69,895	67,361	67,490	0	2,404	0	2,404	0	69,895	0	0	0	448	08/25/2033	1
31403A 2X 2	FNMA PASS TH #00743390 4.500		09/25/2006	PAID ON PRINCIPAL		313,786	313,786	314,473	314,440	0	(654)	0	(654)	0	313,786	0	0	0	1,939	11/25/2018	1
31403R CK 2	FNMA PASS TH #00755274 4.500		09/25/2006	PAID ON PRINCIPAL		115,717	115,717	115,970	115,936	0	(219)	0	(219)	0	115,717	0	0	0	815	12/25/2018	1
31406L F9 4	FNMA PASS TH #00812992 5.500		09/25/2006	PAID ON PRINCIPAL		83,342	83,342	83,157	83,171	0	171	0	171	0	83,342	0	0	0	1,044	02/25/2035	1
31407G 6H 6	FNMA PASS TH #00830772 5.000		09/25/2006	PAID ON PRINCIPAL		16,995	16,995	16,981	16,983	0	12	0	12	0	16,995	0	0	0	87	08/25/2035	1
31409D S8 7	FNMA PASS TH #00868243 5.000		09/25/2006	PAID ON PRINCIPAL		34,179	34,179	32,747	32,747	0	1,431	0	1,431	0	34,179	0	0	0	254	03/25/2036	1
65888M T9 2	NORTH DAKOTA HSG FIN A 5.400		07/03/2006	REDEEMED		260,000	260,000	260,000	260,000	0	0	0	0	0	260,000	0	0	0	7,020	01/01/2034	1FE
938865 BL 5	WASHINGTON HSG DEV COR 7.250		09/01/2006	REDEEMED		17,125	17,125	15,937	16,161	0	23	0	23	0	16,184	0	941	941	237	06/01/2020	1

E05.1

**TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA**

**SCHEDULE D - PART 4**

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of by the Company During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	For e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value At Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/ Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
92931# AT 4	FHA LEHMAN 92-1 PROJ L 8.360		09/25/2006	PAID ON PRINCIPAL		57,181	57,181	57,208	57,052	0	129	0	129	0	57,181	0	0	0	797	01/01/2012	1
3199999	Total - Bonds - Special Revenue & Assessment					16,760,689	16,760,689	16,706,774	16,721,339	0	36,925	0	36,925	0	16,758,264	0	2,425	2,425	89,889	XXX	XXX
<b>Bonds - Public Utilities</b>																					
885571 AD 1	ALLTEL CORP (360 COMMU 7.600		08/28/2006	REDEEMED		309,222	300,000	330,000	316,491	0	(3,093)	0	(3,093)	0	313,399	0	(4,177)	(4,177)	16,810	04/01/2009	1FE
3899999	Total - Bonds - Public Utilities					309,222	300,000	330,000	316,491	0	(3,093)	0	(3,093)	0	313,399	0	(4,177)	(4,177)	16,810	XXX	XXX
<b>Bonds - Industrial and Miscellaneous</b>																					
246688 AF 2	DELHAIZE AMERICA INC 9.000		09/15/2006	VARIOUS		2,503,927	2,200,000	2,151,625	2,153,432	0	418	0	418	0	2,153,849	0	350,078	350,078	65,750	04/15/2031	3FE
31337L AK 4	FHR 2160 ZA CMO 6.000		09/15/2006	PAID ON PRINCIPAL		949,108	949,108	863,821	901,919	0	47,189	0	47,189	0	949,108	0	0	0	8,811	06/15/2029	1
31337P VV 8	FHR 2248 ZA CMO 7.000		09/15/2006	PAID ON PRINCIPAL		181,038	181,038	177,549	178,233	0	2,805	0	2,805	0	181,038	0	0	0	2,080	09/15/2030	1
313398 NM 7	FHR 2334 SO CMO 6.919		08/15/2006	PAID ON PRINCIPAL		40,652	40,652	39,789	39,907	0	745	0	745	0	40,652	0	0	0	484	07/15/2031	1
313398 NM 7	FHR 2334 SO CMO 7.020		09/15/2006	PAID ON PRINCIPAL		111,541	111,541	109,171	109,497	0	2,044	0	2,044	0	111,541	0	0	0	1,980	07/15/2031	1
313398 NM 7	FHR 2334 SO CMO 7.361		07/15/2006	PAID ON PRINCIPAL		97,773	97,773	95,696	95,982	0	1,792	0	1,792	0	97,773	0	0	0	600	07/15/2031	1
31337V 5V 4	FHR 2359 ZA CMO 6.000		09/15/2006	PAID ON PRINCIPAL		1,314,546	1,314,546	1,180,496	1,237,032	0	77,514	0	77,514	0	1,314,546	0	0	0	12,123	09/15/2031	1
31359W KH 3	FNR 1999-33 Z CMO 6.000		09/25/2006	PAID ON PRINCIPAL		391,517	391,517	356,867	372,319	0	19,198	0	19,198	0	391,517	0	0	0	3,649	07/25/2029	1
31392B PT 7	FNR 2001-81 QG CMO 6.500		09/25/2006	PAID ON PRINCIPAL		455,279	455,279	455,421	454,769	0	510	0	510	0	455,279	0	0	0	4,868	01/25/2032	1
347475 AB 1	FORT JAMES CORPORATION 7.110		07/03/2006	PAID ON PRINCIPAL		120,885	120,885	104,747	104,539	4,203	12,143	0	16,346	0	120,885	0	0	0	4,297	01/02/2010	4FE
3837H4 UV 4	GNR 2000-34 ZB CMO 7.500		09/20/2006	PAID ON PRINCIPAL		420,655	420,655	431,364	423,505	0	(2,850)	0	(2,850)	0	420,655	0	0	0	5,282	10/20/2030	1
383739 JF 7	GNR 2001-4 ZC CMO 6.500		09/20/2006	PAID ON PRINCIPAL		827,046	827,046	787,266	800,521	0	26,525	0	26,525	0	827,046	0	0	0	8,792	03/20/2031	1
441812 GH 1	HOUSEHOLD FINANCE CORP 7.200		07/15/2006	MATURED		600,000	600,000	577,800	596,377	0	3,623	0	3,623	0	600,000	0	0	0	21,600	07/15/2006	1FE
492386 AR 8	KERR MCGEE CORP 5.875		09/15/2006	MATURED		6,000,000	6,000,000	6,466,260	6,020,820	97,262	(118,082)	0	(20,820)	0	6,000,000	0	0	0	176,250	09/15/2006	3FE
743917 AN 6	PRUDENTIAL INSURANCE ( 6.375		07/23/2006	MATURED		1,145,000	1,145,000	1,212,315	1,155,802	0	(10,802)	0	(10,802)	0	1,145,000	0	0	0	36,497	07/23/2006	1FE
86183@ AA 4	STONEHENGE CAP FUND CO 8.905		07/31/2006	MATURED		5,789	5,789	5,789	5,789	0	0	0	0	0	5,789	0	0	0	0	07/31/2006	1FE
06738C AE 9	BARCLAYS BANK PLC (144 8.550	F	09/30/2006	Transfer to Stock		11,432,490	9,300,000	11,841,969	11,432,490	0	0	0	0	0	11,432,490	0	(0)	(0)	0	06/15/2011	1FE
146230 AD 9	CARTER HOLT HARVEY LTD 8.375	F	08/21/2006	TENDERED		970,000	1,000,000	1,144,890	1,024,350	93,755	(6,023)	0	87,732	0	1,112,082	0	(142,082)	(142,082)	59,545	04/15/2015	3Z
05948X D3 2	BOAMS 2003-9 3A1 CMO 5.000		09/25/2006	PAID ON PRINCIPAL		110,446	110,446	111,429	111,390	0	(944)	0	(944)	0	110,446	0	0	0	736	12/25/2018	1FE
05949A PN 4	BOAMS 2004-7 6A1 CMO 4.500		09/25/2006	PAID ON PRINCIPAL		424,102	424,102	420,590	420,831	0	3,270	0	3,270	0	424,102	0	0	0	2,552	08/25/2019	1FE
15132E AR 9	CDMC 2002-4 A1 CMO 6.500		09/25/2006	PAID ON PRINCIPAL		49,101	49,101	49,876	49,125	0	(23)	0	(23)	0	49,101	0	0	0	502	07/25/2032	1FE
939336 QA 4	WAMMS 2003-MS1 2A CMO 5.250		09/25/2006	PAID ON PRINCIPAL		736,401	736,401	748,252	748,030	0	(11,629)	0	(11,629)	0	736,401	0	0	0	6,464	02/25/2018	1FE
939336 QP 1	WAMMS 2003-MS2 3A1 CMO 5.000		09/25/2006	PAID ON PRINCIPAL		389,542	389,542	379,560	379,560	0	9,982	0	9,982	0	389,542	0	0	0	3,147	03/25/2018	1FE
929227 6Y 7	WAMU 2003-S6 2A3 CMO 4.750		09/25/2006	PAID ON PRINCIPAL		123,002	123,002	123,386	123,391	0	(389)	0	(389)	0	123,002	0	0	0	974	07/25/2018	1FE
94980W AA 4	WFMB 2003-15 1A1 CMO 4.750		09/25/2006	PAID ON PRINCIPAL		442,329	442,329	443,124	442,956	0	(627)	0	(627)	0	442,329	0	0	0	3,327	12/25/2018	1FE
949788 AE 3	WFMB 2004-7 2A1 CMO 4.500		09/25/2006	PAID ON PRINCIPAL		246,639	246,639	244,250	244,395	0	2,244	0	2,244	0	246,639	0	0	0	1,940	07/25/2019	1FE
161546 GB 6	CFAB 2003-4 2A2 5.685		07/25/2006	PAID ON PRINCIPAL		67,395	67,395	67,395	67,395	0	0	0	0	0	67,395	0	0	0	305	05/25/2033	1FE
23322B CJ 5	DLJCM 1998-CG1 A1B 6.410		09/11/2006	PAID ON PRINCIPAL		175,575	175,575	185,218	178,930	0	(3,355)	0	(3,355)	0	175,575	0	0	0	1,754	06/10/2031	1FE
33735P AF 4	FUCMT 1999-C1 A2 6.070		09/15/2006	PAID ON PRINCIPAL		25,705	25,705	23,252	24,774	0	932	0	932	0	25,705	0	0	0	216	10/15/2035	1FE
337367 AB 2	FULBA 1998-C2 A2 6.560		09/18/2006	PAID ON PRINCIPAL		193,307	193,307	215,719	202,524	0	(9,217)	0	(9,217)	0	193,307	0	0	0	2,196	11/18/2035	1FE
61745M KG 7	MSC 1999-WF1 A2 6.210		09/15/2006	PAID ON PRINCIPAL		2,033	2,033	2,143	2,079	0	(46)	0	(46)	0	2,033	0	0	0	21	11/15/2031	1FE
760985 YR 6	RAMP 2003-RZ4 A3 3.380		09/25/2006	PAID ON PRINCIPAL		1,889,040	1,889,040	1,903,798	1,889,415	0	(375)	0	(375)	0	1,889,040	0	0	0	10,325	02/25/2030	1FE
76110W PG 5	RASC 2002-KS4 A1IB (AM 5.574		09/25/2006	PAID ON PRINCIPAL		56,639	56,639	56,586	57,423	0	(784)	0	(784)	0	56,639	0	0	0	787	07/25/2032	1FE
76110W PG 5	RASC 2002-KS4 A1IB (AM 5.635		08/25/2006	PAID ON PRINCIPAL		118,664	118,664	118,553	120,307	0	(1,643)	0	(1,643)	0	118,664	0	0	0	779	07/25/2032	1FE
4599999	Total - Bonds - Industrial & Miscellaneous					32,617,166	30,210,749	33,095,961	32,169,807	195,219	44,144	0	239,363	0	32,409,170	0	207,995	207,995	448,631	XXX	XXX
6099997	Total - Bonds - Part 4					72,355,115	69,939,476	72,775,501	71,863,765	195,219	88,336	0	283,556	0	72,147,321	0	207,794	207,794	602,272	XXX	XXX
6099999	Total - Bonds					72,355,115	69,939,476	72,775,501	71,863,765	195,219	88,336	0	283,556	0	72,147,321	0	207,794	207,794	602,272	XXX	XXX
7499999	Total - Bonds, Preferred and Common Stocks					72,355,115	XXX	72,775,501	71,863,765	195,219	88,336	0	283,556	0	72,147,321	0	207,794	207,794	602,272	XXX	XXX

E05.2

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues:.....0.

**Sch. DB-Part A-Section 1  
NONE**

**Sch. DB-Part B-Section 1  
NONE**

**Sch. DB-Part C-Section 1  
NONE**

**Sch. DB-Part D-Section 1  
NONE**

**TRAVELERS CASUALTY AND SURETY COMPANY OF AMERICA**

**SCHEDULE E - PART 1 - CASH**

Month End Depository Balances

1 Depository	2 Code	3 Rate of Interest	4 Amount of Interest Received During Current Quarter	5 Amount of Interest Accrued at Current Statement Date	Book Balance at End of Each Month During Current Quarter			9 *
					6 First Month	7 Second Month	8 Third Month	
<b>Open Depositories</b>								
BANK OF AMERICA ILLINOIS.....	CHICAGO,IL.....	.....0.000	.....0	.....0	.....(360,455)	.....24,700	.....38,117	XXX
BANK OF AMERICA.....	HARTFORD,CT.....	.....0.000	.....0	.....0	...(18,730,032)	...(25,249,871)	...(19,799,768)	XXX
JP MORGAN, NY.....	BROOKLYN,NY.....	.....0.000	.....0	.....0	.....(1,150,583)	.....160,883	.....1,287,246	XXX
0199999. Total Open Depositories.....	...XXX...	...XXX...	.....0	.....0	...(20,241,070)	...(25,064,288)	...(18,474,405)	XXX
0399999. Total Cash on Deposit.....	...XXX...	...XXX...	.....0	.....0	...(20,241,070)	...(25,064,288)	...(18,474,405)	XXX
0599999. Total Cash.....	...XXX...	...XXX...	.....0	.....0	...(20,241,070)	...(25,064,288)	...(18,474,405)	XXX

**SCHEDULE E - PART 2 - CASH EQUIVALENTS**

Show Investments Owned at End of Current Quarter

1 CUSIP Identification	2 Description	3 Code	4 Date Acquired	5 Rate of Interest	6 Maturity Date	7 Book/Adjusted Carrying Value	8 Amount of Interest Due & Accrued	9 Gross Investment Income
------------------------------	------------------	-----------	-----------------------	--------------------------	-----------------------	--------------------------------------	--	---------------------------------

**NONE**