

CNA Surety Corporation

Press Release Investor Data

(Amounts in thousands, except per share data)

	Three Months Ended December 31,		Years Ended December 31,	
	2009	2008	2009	2008
Operating Results:				
Gross written premiums	\$ 96,944	\$ 105,828	\$ 438,305	\$ 467,127
Net written premiums	\$ 90,539	\$ 98,053	\$ 411,034	\$ 431,679
Revenues:				
Net earned premiums	\$ 105,323	\$ 110,882	\$ 421,872	\$ 431,696
Net investment income	13,012	12,010	50,371	47,302
Net realized investment gains (losses)	256	(1,167)	1,199	(1,374)
Total revenues	\$ 118,591	\$ 121,725	\$ 473,442	\$ 477,624
Expenses:				
Net losses and loss adjustment expenses ⁽¹⁾	\$ (15,576)	\$ 18,741	\$ 69,416	\$ 80,844
Net commissions, brokerage and other underwriting expenses	61,063	60,614	233,427	235,420
Interest expense	295	489	1,391	2,148
Total expenses	\$ 45,782	\$ 79,844	\$ 304,234	\$ 318,412
Income before income taxes	72,809	41,881	169,208	159,212
Income tax expense	23,503	12,763	51,347	48,809
Net income	\$ 49,306	\$ 29,118	\$ 117,861	\$ 110,403
Basic earnings per common share	\$ 1.11	\$ 0.66	\$ 2.66	\$ 2.50
Diluted earnings per common share	\$ 1.11	\$ 0.66	\$ 2.65	\$ 2.49
Basic weighted average shares outstanding	44,268	44,160	44,247	44,145
Diluted weighted average shares outstanding	44,394	44,266	44,397	44,260

(1) See note to Press Release Investor Data.

	Three Months Ended December 31,		Years Ended December 31,	
	2009	2008	2009	2008
Cash Flow Data:				
Net cash provided by operations	\$ 48,282	\$ 38,968	\$ 157,984	\$ 124,212
Consolidated Balance Sheet Data:				
			December 31, 2009	December 31, 2008
Invested assets and cash			\$ 1,322,654	\$ 1,126,079
Intangible assets, net			138,785	138,785
Total assets			1,709,035	1,565,519
Insurance reserves			653,899	687,548
Debt			30,930	30,892
Total stockholders' equity			923,084	767,295
Book value per share			\$ 20.85	\$ 17.37
Outstanding shares			44,268	44,168

Note to Press Release Investor Data

(1) Includes the effect of re-estimates of prior year reserves, known as reserve development. The dollar amount and percentage point effect of these reserve reductions were \$46.4 million, or 44.0 percentage points, and \$20.5 million or 18.5 percentage points, for the three months ended December 31, 2009 and 2008, respectively. The dollar amount of these revisions were reductions of \$54.3 million, or 12.8 percentage points, and \$45.5 million, or 10.6 percentage points, for the years ended December 31, 2009 and 2008, respectively.