

**CNA Surety Corporation**  
 Press Release Investor Data  
 (Amounts in thousands, except per share data)

	<b>Three Months Ended</b>		<b>Nine Months Ended</b>	
	<b>September 30,</b>		<b>September 30,</b>	
	<b><u>2002</u></b>	<b><u>2001</u></b>	<b><u>2002</u></b>	<b><u>2001</u></b>
<b>Operating Results:</b>				
Gross written premiums	<b><u>\$ 97,029</u></b>	\$ 87,991	<b><u>\$ 274,595</u></b>	\$ 249,257
Net written premiums	<b><u>\$ 86,385</u></b>	\$ 84,058	<b><u>\$ 237,174</u></b>	\$ 237,509
Revenues:				
Net earned premiums	<b>\$ 79,196</b>	\$ 81,931	<b>\$ 222,159</b>	\$ 237,530
Net investment income	<b>7,031</b>	7,088	<b>21,258</b>	22,303
Net realized investment gains (losses)	<b><u>(698)</u></b>	<u>367</u>	<b><u>625</u></b>	<u>530</u>
Total revenues	<b><u>85,529</u></b>	<u>89,386</u>	<b><u>244,042</u></b>	<u>260,363</u>
Expenses:				
Net losses and loss adjustment expenses <sup>(1)</sup>	<b>35,380</b>	17,068	<b>71,633</b>	49,967
Net commissions, brokerage and other underwriting	<b>46,027</b>	51,748	<b>133,173</b>	146,769
Interest expense	<b>407</b>	803	<b>1,310</b>	3,348
Amortization of intangible assets	<u>—</u>	<u>1,525</u>	<u>—</u>	<u>4,573</u>
Total expenses	<b><u>81,814</u></b>	<u>71,144</u>	<b><u>206,116</u></b>	<u>204,657</u>
Income before income taxes	<b>3,715</b>	18,242	<b>37,926</b>	55,706
Income taxes	<b><u>1,098</u></b>	<u>6,228</u>	<b><u>11,850</u></b>	<u>19,405</u>
<b>Net income</b>	<b><u>\$ 2,617</u></b>	<u>\$ 12,014</u>	<b><u>\$ 26,076</u></b>	<u>\$ 36,301</u>
Basic earnings per common share	<b><u>\$0.06</u></b>	<u>\$0.28</u>	<b><u>\$ 0.61</u></b>	<u>\$0.85</u>
Diluted earnings per common share	<b><u>\$0.06</u></b>	<u>\$0.28</u>	<b><u>\$ 0.61</u></b>	<u>\$0.85</u>
Basic weighted average shares outstanding	<b><u>42,945</u></b>	<u>42,758</u>	<b><u>42,896</u></b>	<u>42,736</u>
Diluted weighted average shares outstanding	<b><u>43,094</u></b>	<u>42,945</u>	<b><u>43,048</u></b>	<u>42,939</u>
<b>Operating Earnings, After Income Taxes:</b>				
Net income	<b>\$ 2,617</b>	\$ 12,014	<b>\$ 26,076</b>	\$ 36,301
Net realized investment (gains) losses	<b>454</b>	(239)	<b>(406)</b>	(345)
Operating earnings	<b><u>\$ 3,071</u></b>	<u>\$ 11,775</u>	<b><u>\$ 25,670</u></b>	<u>\$ 35,956</u>
 <b>Dividends Paid Per Share</b>	 <b><u>\$0.15</u></b>	 <u>\$ 0.15</u>	 <b><u>\$ 0.45</u></b>	 <u>\$ 0.39</u>

See notes to Press Release Investor Data on page 2.

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	<b>Three Months Ended</b>		<b>Nine Months Ended</b>	
	<b>September 30,</b>		<b>September 30,</b>	
	<b>2002</b>	<b>2001</b>	<b>2002</b>	<b>2001</b>
<b>Underwriting Results:</b>				
Gross written premiums:				
Contract	\$ 55,503	\$ 48,655	\$ 148,773	\$ 134,999
Commercial	34,630	32,510	104,615	92,933
Fidelity and other	6,896	6,826	21,207	21,325
	<u>97,029</u>	<u>87,991</u>	<u>274,595</u>	<u>249,257</u>
Net written premiums:				
Contract	\$ 50,527	\$ 45,722	\$ 131,709	\$ 125,001
Commercial	29,289	31,510	85,232	91,183
Fidelity and other	6,570	6,826	20,233	21,325
	<u>\$ 86,386</u>	<u>\$ 84,058</u>	<u>\$ 237,174</u>	<u>\$ 237,509</u>
Net earned premiums	\$ 79,196	\$ 81,931	\$ 222,159	\$ 237,530
Net losses and loss adjustment expenses <sup>(1)</sup>	35,380	17,068	71,633	49,967
Net commissions, brokerage and other underwriting expenses	46,027	51,748	133,173	146,769
Underwriting income	<u>\$ (2,211)</u>	<u>\$ 13,115</u>	<u>\$ 17,353</u>	<u>\$ 40,794</u>
Loss ratio <sup>(1)</sup>	44.7%	20.8%	32.2%	21.0%
Expense ratio	58.1	63.2	60.0	61.8
Combined ratio <sup>(1)</sup>	<u>102.8%</u>	<u>84.0%</u>	<u>92.2%</u>	<u>82.8%</u>

**Cash Flow Data:**

Net cash provided by operations	\$ 36,623	\$ 23,633	\$ 73,613	\$ 36,018
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	<b>September 30,</b>	<b>December 31,</b>
	<b>2002</b>	<b>2001</b>
<b>Consolidated Balance Sheet Data:</b>		
Invested assets and cash	\$ 643,813	\$ 579,657
Intangible assets, net	143,785	143,785
Total assets	1,126,533	1,061,598
Insurance reserves	558,005	516,190
Long-term debt	65,816	76,195
Total stockholders' equity	414,084	388,428
Book value per share	\$ 9.64	\$ 9.08
Outstanding shares	<u>42,947</u>	<u>42,780</u>

**Notes to Press Release Investor Data**

(1) Includes the effect of recording revisions of prior year reserves. The dollar amount and the percentage point effect on the loss ratio of these reserve revisions were additions of \$4,168, or 5.3%, and \$526, or 0.6%, for three months ended September 30, 2002 and 2001, respectively, and an addition of \$5,077, or 2.3%, and \$371, or 0.2%, for nine months ended September 30, 2002 and 2001, respectively.