

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

	<b>Three Months Ended</b>		<b>Six Months Ended</b>	
	<b>June 30,</b>		<b>June 30</b>	
	<b>2003</b>	2002	<b>2003</b>	2002
<b>Operating Results:</b>				
Gross written premiums	<u>\$ 97,446</u>	\$ 95,452	<u>\$ 189,117</u>	\$ 177,566
Net written premiums	<u>\$ 81,109</u>	\$ 86,395	<u>\$ 158,255</u>	\$ 150,788
Revenues:				
Net earned premiums	\$ 74,658	\$ 75,742	\$ 143,676	\$ 142,963
Net investment income	6,652	7,121	13,351	14,227
Net realized investment gains	<u>1,098</u>	<u>1,601</u>	<u>1,828</u>	<u>1,323</u>
Total revenues	<u>82,408</u>	84,464	<u>158,855</u>	158,513
Expenses:				
Net losses and loss adjustment expenses <sup>(1)</sup>	20,235	19,606	38,841	36,253
Net commissions, brokerage and other underwriting expenses	47,940	45,594	92,236	87,146
Interest expense	455	445	808	903
Total expenses	<u>68,630</u>	<u>65,645</u>	<u>131,885</u>	<u>124,302</u>
Income before income taxes	13,778	18,819	26,970	34,211
Income taxes	<u>3,517</u>	<u>5,917</u>	<u>7,142</u>	<u>10,752</u>
<b>Net income</b>	<u>\$ 10,261</u>	<u>\$ 12,902</u>	<u>\$ 19,828</u>	<u>\$ 23,459</u>
Basic earnings per common share	<u>\$0.24</u>	<u>\$0.30</u>	<u>\$ 0.46</u>	<u>\$0.55</u>
Diluted earnings per common share	<u>\$0.24</u>	<u>\$0.30</u>	<u>\$ 0.46</u>	<u>\$0.55</u>
Basic weighted average shares outstanding	<u>42,959</u>	<u>42,900</u>	<u>42,958</u>	<u>42,868</u>
Diluted weighted average shares outstanding	<u>42,963</u>	<u>43,066</u>	<u>42,963</u>	<u>43,038</u>
Dividends Paid Per Share	<u>\$ —</u>	<u>\$ 0.15</u>	<u>\$ —</u>	<u>\$ 0.30</u>

See notes to Press Release Investor Data on page 3.

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

	<u>Three Months Ended</u> <u>June 30,</u>		<u>Six Months Ended</u> <u>June 30,</u>	
	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>
<b>Underwriting Results:</b>				
Gross written premiums:				
Contract	\$ 59,165	\$ 53,890	\$ 100,788	\$ 93,270
Commercial	31,160	34,897	73,175	69,985
Fidelity and other	7,121	6,665	15,154	14,311
	<u>97,446</u>	<u>95,452</u>	<u>189,117</u>	<u>177,566</u>
Net written premiums:				
Contract	\$ 51,657	\$ 49,947	\$ 86,696	\$ 81,182
Commercial	22,654	30,094	57,083	55,943
Fidelity and other	6,798	6,354	14,476	13,663
	<u>\$ 81,109</u>	<u>\$ 86,395</u>	<u>\$ 158,255</u>	<u>\$ 150,788</u>
Net earned premiums	\$ 74,658	\$ 75,742	\$ 143,676	\$ 142,963
Net losses and loss adjustment expenses <sup>(1)</sup>	20,235	19,606	38,841	36,253
Net commissions, brokerage and other underwriting expenses	<u>47,940</u>	45,594	<u>92,236</u>	87,146
Underwriting income	6,483	10,542	12,599	19,564
Net investment income	6,652	7,121	13,351	14,227
Net realized investment gains (losses)	1,098	1,601	1,828	1,323
Interest expense	455	445	808	903
Income before income taxes	13,778	18,819	26,970	34,211
Income taxes	3,517	5,917	7,142	10,752
<b>Net income</b>	<u>\$ 10,261</u>	<u>\$ 12,902</u>	<u>\$ 19,828</u>	<u>\$ 23,459</u>
Loss ratio <sup>(1)</sup>	27.1%	25.9%	27.0%	25.4%
Expense ratio	<u>64.2</u>	<u>60.2</u>	<u>64.2</u>	<u>60.9</u>
Combined ratio <sup>(1)</sup>	<u>91.3%</u>	<u>86.1%</u>	<u>91.2%</u>	<u>86.3%</u>

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

	<b>Three Months Ended</b>		<b>Six Months Ended</b>	
	<b>June 30,</b>		<b>June 30,</b>	
	<u>2003</u>	<u>2002</u>	<u>2003</u>	<u>2002</u>
<b>Cash Flow Data:</b>				
Net cash provided by operations	\$ 14,439	\$ 30,982	\$ (20,613)	\$ 36,990
<b>Consolidated Balance Sheet Data:</b>				
			<b>June 30,</b>	<b>December 31,</b>
			<u>2003</u>	<u>2002</u>
Invested assets and cash			\$ 621,836	\$ 638,204
Intangible assets, net			143,785	143,785
Total assets			<b>1,089,849</b>	1,091,192
Insurance reserves			<b>505,626</b>	519,646
Long-term debt			<b>55,816</b>	60,816
Total stockholders' equity			<b>447,181</b>	419,139
Book value per share			\$ 10.41	\$ 9.76
Outstanding shares			<u><b>42,959</b></u>	<u>42,947</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 \$285, or 0.4%, and \$927, or 1.2%, for three months ended June 30, 2003 and 2002, respectively, and an addition of \$340, or 0.2%, and \$909, or 0.6%, for six months ended June 30, 2003 and 2002, respectively.