

# Six-year Summary Financial Information

Cincinnati Financial Corporation and Subsidiaries  
(Dollars in millions except per share data)

	Years ended December 31,					
	2006	2005	2004	2003	2002	2001
<b>Financial Highlights</b>						
Net income	\$ 930	\$ 602	\$ 584	\$ 374	\$ 238	\$ 193
One-time items*	—	—	—	15	—	—
Net income before one-time items*	\$ 930	\$ 602	\$ 584	\$ 359	\$ 238	\$ 193
Net realized investment gains and losses, after tax	434	40	60	(27)	(62)	(17)
Net income before net realized investment gains and losses, before one-time items*	\$ 496	\$ 562	\$ 524	\$ 386	\$ 300	\$ 210
Comprehensive income	1,057	99	287	815	(232)	150
<b>Per Share Data (diluted)</b>						
Net income	\$ 5.30	\$ 3.40	\$ 3.28	\$ 2.10	\$ 1.32	\$ 1.07
One-time items*	—	—	—	0.09	—	—
Net income before one-time items*	\$ 5.30	\$ 3.40	\$ 3.28	\$ 2.01	\$ 1.32	\$ 1.07
Net realized investment gains and losses, after tax	2.48	0.23	0.34	(0.15)	(0.35)	(0.10)
Net income before net realized investment gains and losses, before one-time items*	\$ 2.82	\$ 3.17	\$ 2.94	\$ 2.16	\$ 1.67	\$ 1.17
Cash dividends declared	1.34	1.21	1.04	0.90	0.81	0.76
Book value	39.38	34.88	35.60	35.10	31.43	33.62
<b>Ratio Data</b>						
Investment yield-to-cost (pretax)	6.8%	7.0%	7.2%	7.5%	7.9%	8.1%
Debt-to-capital	11.0	11.5	11.2	8.9	9.7	9.2
Return on equity (ROE) before one-time items*	14.4	9.8	9.4	6.0	4.1	3.2
ROE based on comprehensive income before one-time items*	16.4	1.6	4.6	13.5	(4.0)	2.5
<b>Property Casualty Insurance Operations (Statutory)</b>						
Written premiums	\$ 3,178	\$ 3,076	\$ 2,997	\$ 2,815	\$ 2,613	\$ 2,590
Written premiums (adjusted)*	3,172	3,097	3,026	2,789	2,496	2,188
Earned premiums	3,164	3,058	2,919	2,653	2,391	2,073
Loss ratio	51.9%	49.2%	49.8%	56.1%	61.5%	66.8%
Loss expense ratio	11.6	10.0	10.3	11.6	11.4	10.1
Underwriting expense ratio	30.4	29.8	29.3	26.5	25.5	22.6
Combined ratio (reported)	93.9%	89.0%	89.4%	94.2%	98.4%	99.5%
Combined ratio (adjusted)*	93.9%	89.0%	89.4%	95.0%	99.6%	103.6%
Policyholders' surplus	\$ 4,723	\$ 4,194	\$ 4,191	\$ 2,783	\$ 2,340	\$ 2,533
<b>Commercial Lines Property Casualty Insurance Operations (Statutory)</b>						
Written premiums	\$ 2,442	\$ 2,290	\$ 2,186	\$ 2,031	\$ 1,905	\$ 1,827
Written premiums (adjusted)*	2,435	2,306	2,209	2,009	1,795	1,551
Earned premiums	2,402	2,254	2,126	1,908	1,721	1,453
Loss ratio	48.4%	46.6%	43.4%	51.2%	57.8%	62.6%
Loss expense ratio	12.7	11.0	10.9	12.7	12.5	11.8
Underwriting expense ratio	29.7	29.5	29.4	27.0	25.0	22.3
Combined ratio (reported)	90.8%	87.1%	83.7%	90.9%	95.3%	96.7%
Combined ratio (adjusted)*	90.8%	87.1%	83.7%	91.6%	96.8%	100.7%
<b>Personal Lines Property Casualty Insurance Operations (Statutory)</b>						
Written premiums	\$ 736	\$ 786	\$ 811	\$ 784	\$ 708	\$ 763
Written premiums (adjusted)*	737	791	817	780	701	637
Earned premiums	762	804	793	745	670	620
Loss ratio	62.9%	56.7%	66.7%	68.8%	71.0%	76.7%
Loss expense ratio	8.3	7.2	8.9	8.9	8.7	6.2
Underwriting expense ratio	32.4	30.4	29.0	25.2	26.8	23.0
Combined ratio (reported)	103.6%	94.3%	104.6%	102.9%	106.5%	105.9%
Combined ratio (adjusted)*	103.6%	94.3%	104.6%	103.9%	106.8%	110.4%
<b>Life Insurance Operations (Statutory)</b>						
Written premiums	\$ 161	\$ 205	\$ 193	\$ 143	\$ 220	\$ 102
Net income before realized investment gains and losses	(1)	10	26	27	20	21
Net income	28	21	28	20	17	15
Gross life insurance face amount in force	56,971	51,493	44,921	38,492	32,486	27,534
Admitted assets excluding separate account business	2,026	1,882	1,713	1,572	1,477	1,329
Risk-based capital						
Total adjusted capital	556	511	491	443	420	457
Authorized control level risk-based capital	67	52	47	50	47	44

\* The Definitions of Non-GAAP Information and Reconciliation to Comparable GAAP Measures on Page 22 defines and reconciles measures presented in this report that are not based on GAAP or statutory accounting principles.