

CIGNA Corporation

Quarterly Financial Supplement March 31, 2011

This document is dated May 5, 2011. The data contained in this document may not be accurate after such date and CIGNA does not undertake to update or keep it accurate after such date.



CIGNA Corporation
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BASIS OF PRESENTATION:

All dollar amounts are in millions, unless otherwise noted. Certain reclassifications have been made to conform prior period results to the current presentation.

CIGNA measures the financial results of its segments using "segment earnings (loss)," which is defined as shareholders' net income (loss) before net realized investment gains (losses). Adjusted income (loss) from operations is defined as segment earnings excluding special items, that are identified and quantified on page 3, and results of CIGNA's guaranteed minimum income benefit business. Adjusted income (loss) from operations is a measure of profitability used by CIGNA's management because it presents the underlying results of operations of CIGNA's businesses and permits trend analysis. This measure is not determined in accordance with generally accepted accounting principles (GAAP) and should not be viewed as a substitute for shareholders' net income determined in accordance with GAAP.

CIGNA Corporation
Financial Highlights (unaudited)

	Three Months Ended March 31,		
	2011	2010	% Change
<i>(Dollars in millions, except per share amounts)</i>			
SEGMENT REVENUES			
Health Care	\$ 3,786	\$ 3,785	- %
Disability and Life	753	754	-
International	729	553	32
Ongoing operations	5,268	5,092	3
Run-off Reinsurance, Other Operations and Corporate	119	119	-
Total	5,387	5,211	3
Net realized investment gains (losses)	26	(6)	-
Total Revenues	\$ 5,413	\$ 5,205	4 %
ADJUSTED INCOME (LOSS) FROM OPERATIONS			
Health Care	\$ 246	\$ 167	47 %
Disability and Life	77	70	10
International	77	72	7
Ongoing operations	400	309	29
Run-off Reinsurance, Other Operations and Corporate	(25)	(28)	11
Total	\$ 375	\$ 281	33 %
Diluted earnings per share - adjusted income from operations	\$ 1.37	\$ 1.01	36 %

	As of March 31,			As of December 31,	
	2011	2010	% Change	2010	% Change
<i>(relationships, lives and policies in thousands)</i>					
CUSTOMER RELATIONSHIPS					
Medical Membership:					
Health Care (see page 8)	11,422	11,353	1 %	11,437	- %
International Expatriate and Health care (see page 11)	1,110	599	85	1,036	7
Total medical membership	12,532	11,952	5 %	12,473	- %
Other Customer Relationships: (see page 8)					
Behavioral care	19,312	17,960	8 %	18,257	6 %
Dental	10,745	10,274	5 %	10,251	5 %
Pharmacy	6,205	6,529	(5) %	6,501	(5) %
Medicare Part D	545	494	10 %	560	(3) %
Disability and Life covered lives ⁽¹⁾	10,800	9,800	10 %	10,800	- %
International Health, Life and Accident policies (see page 11) ⁽²⁾	6,118	5,325	15 %	5,931	3 %
Total customer relationships	66,257	62,334	6 %	64,773	2 %

(1) Reflects amounts estimated at December 31, 2010 and 2009 as disclosed in CIGNA's 2010 and 2009 Form 10-Ks.

(2) Policies from the China Joint Venture have not been included (see page 11).

CIGNA Corporation
Income and Per Share Data (unaudited)

(Dollars in millions, except per share amounts)

	Three Months Ended March 31,			% Change
	2011	2010		
ADJUSTED INCOME (LOSS) FROM OPERATIONS				
Health Care	\$ 246	\$ 167	47	%
Disability and Life	77	70	10	
International	77	72	7	
Run-off Reinsurance	-	(1)	-	
Other Operations	19	19	-	
Corporate	(44)	(46)	4	
Total	\$ 375	\$ 281	33	%
SHAREHOLDERS' NET INCOME				
Segment Earnings (Loss)				
Health Care ⁽¹⁾	\$ 247	\$ 167	48	%
Disability and Life ⁽¹⁾	82	70	17	
International	77	72	7	
Run-off Reinsurance	13	4	225	
Other Operations ⁽¹⁾	23	19	21	
Corporate ⁽¹⁾	(30)	(46)	35	
Total	\$ 412	\$ 286	44	%
Net realized investment gains (losses), net of taxes	17	(3)	-	
Shareholders' net income	\$ 429	\$ 283	52	%
DILUTED EARNINGS PER SHARE				
Adjusted income from operations	\$ 1.37	\$ 1.01	36	%
Results of guaranteed minimum income benefits business, after-tax	0.05	0.02	150	
Net realized investment gains (losses), net of taxes	0.06	(0.01)	-	
Special item(s), after-tax ⁽¹⁾	0.09	-	-	
Shareholders' net income	\$ 1.57	\$ 1.02	54	%
Weighted Average Shares (in thousands)	273,873	278,100	(2)	%
As of March 31,				
	2011	2010		
As of December 31,				
			2010	% Change
Common Shares Outstanding (in thousands)	270,705	276,662	271,880	- %

Special Item(s)

- (1) The three months ended March 31, 2011 includes a net tax benefit of \$24 million resulting from the completion of the 2007 and 2008 IRS examinations.
- After-tax benefit of \$1 million in Health Care; after-tax benefit of \$5 million in Disability and Life; after-tax benefit of \$4 million (\$9 million pre-tax charge) in Other Operations and an after-tax benefit of \$14 million in Corporate.

CIGNA Corporation
Supplemental Financial Information (unaudited)
Reconciliation of Adjusted Income (Loss) from Operations to Shareholders' Net Income

(Dollars in millions, except per share amounts)

	Diluted Earnings Per Share		Consolidated		Health Care		Disability and Life		International		Run-off Reinsurance		Other Operations		Corporate	
	2011	2010	2011	2010	2011	2010	2011	2010	2011	2010	2011	2010	2011	2010	2011	2010
Three Months Ended March 31,																
Adjusted income (loss) from operations	\$ 1.37	\$ 1.01	\$ 375	\$ 281	\$ 246	\$ 167	\$ 77	\$ 70	\$ 77	\$ 72	\$ -	\$ (1)	\$ 19	\$ 19	\$ (44)	\$ (46)
Results of guaranteed minimum income benefits business	0.05	0.02	13	5	-	-	-	-	-	-	13	5	-	-	-	-
Special item(s), after-tax:																
Completion of IRS examination	0.09	-	24	-	1	-	5	-	-	-	-	-	4	-	14	-
Segment earnings (loss)	1.51	1.03	412	286	\$ 247	\$ 167	\$ 82	\$ 70	\$ 77	\$ 72	\$ 13	\$ 4	\$ 23	\$ 19	\$ (30)	\$ (46)
Net realized investment gains (losses), net of taxes	0.06	(0.01)	17	(3)												
Shareholders' net income	<u>\$ 1.57</u>	<u>\$ 1.02</u>	<u>\$ 429</u>	<u>\$ 283</u>												

CIGNA Corporation
Consolidated Income Statements (unaudited)

(Dollars in millions)

Three Months Ended March 31,

2011 2010 % Change

	2011	2010	% Change
Revenues:			
Premiums and fees	\$ 4,733	\$ 4,543	4 %
Net investment income	279	266	5
Mail order pharmacy revenues	339	348	(3)
Other revenues ⁽¹⁾	36	54	(33)
Net realized investment gains (losses)	<u>26</u>	<u>(6)</u>	-
Total revenues	<u>5,413</u>	<u>5,205</u>	4
Benefits and Expenses:			
Health Care medical claims expense	2,077	2,209	(6)
Other benefit expenses	994	879	13
Mail order pharmacy cost of goods sold	276	285	(3)
Guaranteed minimum income benefits fair value (gain) loss	(16)	(4)	(300)
Operating expenses excluding special item(s)	1,473	1,414	4
Special item(s) (See Special item(s) discussion on page 2)	<u>9</u>	<u>-</u>	-
Total benefits and expenses	<u>4,813</u>	<u>4,783</u>	1
Income before income taxes	<u>600</u>	<u>422</u>	42
Income taxes: (See Special item(s) discussion on page 2)			
Current	22	87	(75)
Deferred	<u>148</u>	<u>51</u>	190
Total taxes	170	138	23
Net income	\$ 430	\$ 284	51 %
Less: net income attributable to noncontrolling interest	1	1	-
Shareholders' net income	\$ 429	\$ 283	52 %

(1) Includes pre-tax losses of \$39 million and \$45 million for the periods ended March 31, 2011 and 2010, respectively, from futures and swaps contracts entered into as part of a dynamic hedge program to manage equity and growth interest rate risks in CIGNA's run-off reinsurance operations. CIGNA recorded related offsets in Benefits and Expenses to adjust liabilities for reinsured guaranteed minimum death benefit and guaranteed minimum income benefit contracts. For more information, please refer to CIGNA's Form 10-Q for the period ended March 31, 2011 which is expected to be filed on May 5, 2011.

CIGNA Corporation
Health Care
Segment Earnings (unaudited)

(Dollars in millions)

	Three Months Ended March 31,		
	2011	2010	% Change
Revenues:			
Premiums and fees	\$ 3,311	\$ 3,319	- %
Net investment income	67	54	24
Mail order pharmacy revenues	339	348	(3)
Other revenues	69	64	8
Segment revenues	<u>3,786</u>	<u>3,785</u>	-
Benefits and Expenses:			
Health Care medical claims expense	2,077	2,209	(6)
Other benefit expenses	24	28	(14)
Mail order pharmacy cost of goods sold	276	285	(3)
Operating expenses	<u>1,025</u>	<u>1,003</u>	2
Benefits and expenses	<u>3,402</u>	<u>3,525</u>	(3)
Income before income taxes	384	260	48
Income taxes (See Special item(s) discussion on page 2)	137	93	47
Segment earnings, after-tax	247	167	48
Less: Special item(s), after-tax (See Special item(s) discussion on page 2)	1	-	-
Adjusted income from operations	\$ 246	\$ 167	47 %
Net realized investment gains (losses), net of taxes	\$ 10	\$ (3)	- %

CIGNA Corporation
Health Care
Revenue Analysis (unaudited)

	Three Months Ended March 31,		
	2011	2010	% Change
<i>(Dollars in millions)</i>			
Premiums:			
Medical:			
Guaranteed cost ⁽¹⁾	\$ 1,057	\$ 928	14 %
Experience-rated ⁽²⁾	474	483	(2)
Stop loss	349	321	9
Dental	221	200	11
Medicare	125	362	(65)
Medicare Part D	196	170	15
Other	142	138	3
Total medical	2,564	2,602	(1)
Life and other non-medical	20	33	(39)
Total Premiums	2,584	2,635	(2)
Fees ⁽³⁾	727	684	6
Subtotal Premiums and Fees	3,311	3,319	-
Mail order pharmacy revenues ⁽⁴⁾	339	348	(3)
Other revenues ⁽⁵⁾	69	64	8
Net investment income	67	54	24
Segment revenues	\$ 3,786	\$ 3,785	- %

(1) Includes open access, commercial HMO and voluntary/limited benefits business, as well as other risk-related products.

(2) Includes minimum premium business that has a risk profile similar to experience-rated funding arrangements. The risk portion of minimum premium revenue is reported in experience-rated medical premium whereas the self funding portion of minimum premium revenue is reported in fees. Also, includes certain non-participating cases for which special customer level reporting of experience is required.

(3) Represents administrative service fees for medical members and related specialty product fees for non-medical members as well as fees related to Medicare Part D of \$12 million and \$10 million for the periods ended March 31, 2011 and 2010, respectively.

(4) Reflects revenues for non-risk pharmacy mail order fulfillment services.

(5) Other revenues include amounts relating to Medicare Claim Administration and non-risk revenues for direct channel specialty products.

CIGNA Corporation
Health Care
Key Metrics (unaudited)

(Dollars in millions)

Three Months Ended March 31,
2011 2010 % Change

OPERATING EXPENSES
EXCLUDING SPECIAL ITEM(S):

	\$	673	\$	678	(1)	%
Medical operating expenses						
Premium taxes and commissions ⁽¹⁾		115		101	14	
Individual segment expansion		23		14	64	
Pharmacy ⁽²⁾		51		46	11	
Disease management		35		39	(10)	
Dental		44		38	16	
Medicare claim administration		22		18	22	
Medicare Part D		16		15	7	
All other		46		54	(15)	
Operating expenses excluding special item(s)	\$	1,025	\$	1,003	2	%

(1) Includes premium taxes and commissions related to medical membership, excluding Medicare, Individual, and Specialty which are shown in the respective categories above.

(2) Includes expenses supporting both mail order and retail pharmacy operations.

RATIOS:	Three Months Ended March 31,		Change	
	2011	2010	Better (Worse)	
Guaranteed Cost care ratio (including voluntary / limited benefits) ⁽³⁾	77.3	82.9	%	5.6
Medicare Part D care ratio (including fees)	100.6	102.6	%	2.0
Total Operating Expense Ratio	27.1	26.5	%	(0.6)
Total Operating Expense Ratio (excluding Medicare IPFFS) ⁽⁴⁾	27.1	27.3	%	0.2

(3) The Guaranteed Cost care ratio excludes the stop loss products associated with experience-rated and service members, and includes the impact of the rebates on the quarter's results, in accordance with the Patient Protection and Affordable Care Act.

(4) Beginning on January 1, 2011, CIGNA exited the Medicare Advantage Individual Private Fee for Service (Medicare IPFFS) Business. There were no revenues or operating expenses associated with this business for 2011. For the three months ended March 31, 2010, revenues for this business were \$202 million and operating expenses were \$24 million.

CIGNA Corporation
Health Care
Estimated Covered Lives (unaudited)

COVERED LIVES BY FUNDING TYPE:	As of March 31,			As of December 31,		
	2011	2010	% Change	2010	% Change	
<i>(Lives in thousands)</i>						
Medical membership: ⁽¹⁾						
Guaranteed cost ⁽²⁾	1,178	1,083	9 %	1,177	- %	
Experience-rated ⁽³⁾	791	811	(2)	849	(7)	
Total commercial risk	1,969	1,894	4	2,026	(3)	
Medicare	44	145	(70)	145	(70)	
Total risk	2,013	2,039	(1)	2,171	(7)	
Service	9,409	9,314	1	9,266	2	
Total medical membership	11,422	11,353	1 %	11,437	- %	
Non-medical membership:						
Behavioral care ⁽⁴⁾	19,312	17,960	8 %	18,257	6 %	
Dental ⁽⁴⁾	10,745	10,274	5 %	10,251	5 %	
Pharmacy ⁽⁴⁾	6,205	6,529	(5) %	6,501	(5) %	
Medicare Part D ⁽⁵⁾	545	494	10 %	560	(3) %	

(1) Medical membership includes individuals who meet any one of the following criteria: are covered under an insurance policy or service agreement issued by CIGNA; have access to CIGNA's provider network for covered services under their medical plan; have medical claims that are administered by CIGNA; or are covered under an insurance policy that is marketed by CIGNA and for which CIGNA assumes reinsurance of at least 50%.

(2) Includes open access, commercial HMO, and voluntary / limited benefits business, as well as other risk-related products.

(3) Includes minimum premium members, who have a risk profile similar to experience-rated members. Also, includes certain non-participating cases for which special customer level reporting of experience is required.

(4) Reflects members enrolled in CIGNA's dental, behavioral care or managed pharmacy programs, which provide access to services through a nationwide network. These members may also be medical members, or they may have stand-alone dental, behavioral care or pharmacy coverage.

(5) Reflects members enrolled in CIGNA's Medicare Part D program, which provides access to prescription medications through a nationwide pharmacy network.

COVERED LIVES BY MARKET SEGMENT: ⁽⁶⁾	As of March 31,			As of December 31,		
	2011	2010 ⁽⁷⁾	% Change	2010 ⁽⁷⁾	% Change	
<i>(Lives in thousands)</i>						
Medical membership: ⁽¹⁾						
National Accounts	3,872	4,044	(4) %	3,949	(2) %	
Middle Market	6,663	6,449	3	6,524	2	
Select	656	589	11	621	6	
Individual	111	55	102	105	6	
Medicare, excluding IPFFS	44	52	(15)	54	(19)	
Subtotal	11,346	11,189	1	11,253	1	
Other	76	164	(54)	184	(59)	
Total medical membership	11,422	11,353	1 %	11,437	- %	

(6) Market Segments defined as follows:

- ~ the National Accounts market segment includes multi-site employers with more than 5,000 employees;*
- ~ the Middle Market segment includes multi-site employers with more than 250 but fewer than 5,000 employees and single-site employers with more than 250 employees;*
- ~ the Select market segment includes employers with more than 50 but fewer than 250 employees; and*
- ~ Medicare, excluding IPFFS, includes Medicare HMO and Medicare Group PFFS.*
- ~ Other includes Small business, which generally includes employers with 2-50 employees, Medicare IPFFS, and Student Health business. CIGNA has made a strategic business decision to deemphasize or exit these Market Segments.*

(7) Prior periods restated to reflect segment transfers resulting primarily from increased/decreased enrollment at the account level.

CIGNA Corporation
Disability and Life
Segment Earnings (unaudited)

	Three Months Ended March 31,		
	2011	2010	% Change
<i>(Dollars in millions)</i>			
Revenues:			
Premiums and fees:			
Life ⁽¹⁾	\$ 309	\$ 310	- %
Disability	313	288	9
Other	<u>66</u>	<u>63</u>	5
Total premiums and fees	688	661	4
Net investment income	65	64	2
Other revenues	<u>-</u>	<u>29</u>	-
Segment revenues	<u>753</u>	<u>754</u>	-
Benefits and Expenses:			
Benefit expenses	492	486	1
Operating expenses	<u>155</u>	<u>170</u>	(9)
Benefits and expenses	<u>647</u>	<u>656</u>	(1)
Income before income taxes	106	98	8
Income taxes (See Special item(s) discussion on page 2)	24	28	(14)
Segment earnings, after-tax	82	70	17
Less: Special item(s), after-tax (See Special item(s) discussion on page 2)	5	-	-
Adjusted income from operations	\$ 77	\$ 70	10 %
Net realized investment gains, net of taxes	\$ 5	\$ 1	400 %

(1) Includes Life premiums of \$9 million for the three months ended March 31, 2010 from non-strategic assumed government life insurance programs that were exited prior to 2011.

CIGNA Corporation
International
Segment Earnings (unaudited)

(Dollars in millions)

	Three Months Ended March 31,		
	2011	2010	% Change
Revenues:			
Premiums and fees:			
Health, Life, and Accident (Individual)	\$ 351	\$ 293	20 %
Expatriate / Health care (Group)	347	234	48
Total premiums and fees	698	527	32
Net investment income	23	19	21
Other revenues	8	7	14
Segment revenues	729	553	32
Benefits and Expenses:			
Benefit expenses	397	285	39
Operating expenses ⁽¹⁾	224	174	29
Benefits and expenses	621	459	35
Income before income taxes	108	94	15
Income taxes	30	21	43
Income attributable to noncontrolling interest	1	1	-
Segment earnings, after-tax	77	72	7
Adjusted income from operations	\$ 77	\$ 72	7 %
Net realized investment gains, net of taxes	\$ -	\$ 2	- %

(1) Operating expenses include policy acquisition expenses of \$100 million and \$87 million for the periods ended March 31, 2011 and 2010, respectively.

	Three Months Ended March 31,		
	2011	2010	% Change
Excluding the Effect of Foreign Currency Movements:⁽²⁾			
(Dollars in millions)			
Premiums and fees	\$ 686	\$ 527	30 %
Adjusted income from operations	\$ 76	\$ 72	6 %

(2) Movements in foreign currency exchange rates between reporting periods impact the comparability of reported results. The impact of foreign currency movements was calculated by comparing the reported results in the current period to what the results would have been had the exchange rates remained constant with the prior period's exchange rates.

CIGNA Corporation
International
Key Metrics (unaudited)

(Dollars in millions)

HEALTH, LIFE AND ACCIDENT (INDIVIDUAL) PREMIUMS AND FEES BY GEOGRAPHY:	Three Months Ended March 31,				
	2011	2010	% Change		
Korea	\$ 209	\$ 168	24	%	
Taiwan	60	48	25		
Indonesia	23	20	15		
Europe	18	20	(10)		
Other	41	37	11		
Total Health, Life and Accident (Individual) ⁽¹⁾	\$ 351	\$ 293	20	%	
China Joint Venture ⁽¹⁾	\$ 54	\$ 36	50	%	

ESTIMATED NUMBER OF POLICIES:	As of March 31,			As of December 31,	
	2011	2010	% Change	2010	% Change
Health, Life and Accident Policies (Individual) ⁽¹⁾	6,118	5,325	15	5,931	3
China Joint Venture ⁽¹⁾	822	682	21	791	4

(1) CIGNA owns a 50% noncontrolling interest in its China Joint Venture. CIGNA's 50% share of the joint venture's earnings are reported in Other Revenues using the equity method of accounting under GAAP. As such, the premiums and fees and policy count from the China Joint Venture have not been included in the above Health, Life and Accident Premiums and Fees By Geography or Number of Policies. The China Joint Venture premiums and fees and policy count are presented as if CIGNA owned 100% of the joint venture for informational purposes only.

ESTIMATED MEDICAL MEMBERSHIP:	As of March 31,			As of December 31,	
	2011	2010	% Change	2010	% Change
<i>(Lives in thousands)</i>					
Expatriate and Health care membership by Funding Type:					
Risk	545	421	29	480	14
Service	565	178	217	556	2
Total Expatriate and Health care membership	1,110	599	85	1,036	7

CIGNA Corporation
Run-off Reinsurance
Segment Earnings (unaudited)

(Dollars in millions)

	Three Months Ended March 31,		
	2011	2010	% Change
Revenues:			
Premiums and fees	\$ 6	\$ 8	(25) %
Net investment income	24	28	(14)
Other revenues ⁽¹⁾	<u>(40)</u>	<u>(46)</u>	13
Segment revenues	<u>(10)</u>	<u>(10)</u>	-
Benefits and Expenses:			
Benefit expenses excluding special item	(20)	(21)	5
Guaranteed minimum income benefits fair value (gain) loss	(16)	(4)	(300)
Operating expenses	<u>6</u>	<u>8</u>	(25)
Benefits and expenses	<u>(30)</u>	<u>(17)</u>	(76)
Income before income taxes	20	7	186
Income taxes	7	3	133
Segment earnings, after-tax	13	4	225
Less: Results of guaranteed minimum income benefits business, after-tax ⁽²⁾	13	5	160
Adjusted loss from operations	\$ -	\$ (1)	- %
Net realized investment losses, net of taxes	\$ -	\$ (1)	- %

(1) See the Dynamic Hedge Program discussion on page 4 for further information.

(2) Results of guaranteed minimum income benefits business include "Guaranteed minimum income benefits fair value (gain) loss," as well as net investment income, income taxes associated with this business, and beginning in 2011, the results of futures and interest rate swaps entered into to hedge equity and growth interest rate risk.

CIGNA Corporation
Other Operations
Segment Earnings (unaudited)

	Three Months Ended March 31,		
	2011	2010	% Change
<i>(Dollars in millions)</i>			
Revenues:			
Premiums and fees	\$ 30	\$ 28	7 %
Net investment income	99	101	(2)
Other revenues	14	15	(7)
Segment revenues	<u>143</u>	<u>144</u>	(1)
Benefits and Expenses:			
Benefit expenses	101	101	-
Operating expenses excluding special item(s)	13	14	(7)
Special item(s) (See Special item(s) discussion on page 2)	9	-	-
Benefits and expenses	<u>123</u>	<u>115</u>	7
Income before income taxes	20	29	(31)
Income taxes (benefits) (See Special item(s) discussion on page 2)	(3)	10	-
Segment earnings, after-tax	23	19	21
Less: Special item(s), after-tax (See Special item(s) discussion on page 2)	4	-	-
Adjusted income from operations	\$ 19	\$ 19	- %
Net realized investment gains (losses), net of taxes	\$ 2	\$ (2)	- %

CIGNA Corporation
Corporate (unaudited)

(Dollars in millions)

	Three Months Ended March 31,		
	2011	2010	% Change
Revenues:			
Net investment income	\$ 1	\$ -	- %
Other revenues ⁽¹⁾	<u>(15)</u>	<u>(15)</u>	-
Segment revenues	<u>(14)</u>	<u>(15)</u>	7
Benefits and Expenses:			
Operating expenses ⁽¹⁾	<u>50</u>	<u>45</u>	11
Benefits and expenses	<u>50</u>	<u>45</u>	11
Loss before income tax benefits	(64)	(60)	(7)
Income tax benefits (See Special item(s) discussion on page 2)	(34)	(14)	(143)
Segment loss, after-tax	(30)	(46)	35
Less: Special item(s), after-tax (See Special item(s) discussion on page 2)	14	-	-
Adjusted loss from operations	\$ (44)	\$ (46)	4 %

(1) Includes amounts for elimination of intercompany revenues and expenses.

CIGNA Corporation
Consolidated Balance Sheets

(Dollars in millions)

	As of March 31, 2011 (Unaudited)	As of December 31, 2010		As of March 31, 2011 (Unaudited)	As of December 31, 2010
Assets			Liabilities		
Investments:					
Fixed maturities, at fair value (see pages 16 and 17) (amortized cost, \$13,838 and \$13,445)	\$ 15,033	\$ 14,709	Contractholder deposit funds	\$ 8,471	\$ 8,509
Equity securities, at fair value (cost, \$152 and \$144)	140	127	Future policy benefits	8,050	8,147
Commercial mortgage loans (see pages 18 and 19)	3,402	3,486	Unpaid claims and claim expenses	4,083	4,017
Policy loans	1,583	1,581	Health Care medical claims payable	1,248	1,246
Real estate	113	112	Unearned premiums and fees	<u>452</u>	<u>416</u>
Other long-term investments	829	759	Total insurance and contractholder liabilities	22,304	22,335
Short-term investments	<u>149</u>	<u>174</u>	Accounts payable, accrued expenses and other liabilities	5,563	5,936
Total investments	21,249	20,948	Short-term debt	330	552
Cash and cash equivalents	1,656	1,605	Long-term debt	2,883	2,288
Accrued investment income	276	235	Separate account liabilities	<u>8,413</u>	<u>7,908</u>
Premiums, accounts and notes receivable	1,441	1,318	Total liabilities	<u>39,493</u>	<u>39,019</u>
Reinsurance recoverables ⁽¹⁾	6,386	6,495	Shareholders' Equity		
Deferred policy acquisition costs	1,209	1,122	Common stock	88	88
Property and equipment	912	912	Additional paid-in capital	2,547	2,534
Deferred income taxes, net	621	782	Net unrealized appreciation- fixed maturities	\$ 521	\$ 529
Goodwill	3,135	3,119	Net unrealized appreciation- equity securities	5	3
Other assets, including other intangibles	1,219	1,238	Net unrealized depreciation- derivatives	(29)	(24)
Separate account assets	8,413	7,908	Net translation of foreign currencies	77	25
			Postretirement benefits liability adjustment	<u>(1,143)</u>	<u>(1,147)</u>
			Accumulated other comprehensive loss	(569)	(614)
			Retained earnings	10,270	9,879
			Less treasury stock, at cost	<u>(5,312)</u>	<u>(5,242)</u>
			Total shareholders' equity	7,024	6,645
			Noncontrolling interest	-	18
			Total equity	7,024	6,663
Total assets	\$ 46,517	\$ 45,682	Total liabilities and equity	\$ 46,517	\$ 45,682

(1) Reinsurance Recoverables include \$5.8 billion as of March 31, 2011 and \$6.0 billion as of December 31, 2010 related to the sale of CIGNA's Individual Life & Annuity business in 1998 and CIGNA's Retirement Benefits business in 2004, which were primarily in the form of reinsurance arrangements. Corresponding liabilities are primarily reported in Contractholder deposit funds and Future policy benefits.

CIGNA Corporation
Summary of Fixed Maturities (unaudited)
Asset Quality / Type
Fair Value

(Dollars in millions)

Sector	As of March 31, 2011				As of December 31, 2010			
	Public	Private	Total ⁽¹⁾	% of Fixed Maturities	Public	Private	Total ⁽¹⁾	% of Fixed Maturities
United States Government	\$ 747	\$ -	\$ 747	5%	\$ 687	\$ -	\$ 687	4%
States and Local Government	2,417	-	2,417	16%	2,466	1	2,467	17%
Foreign Government	1,109	48	1,157	8%	1,106	48	1,154	8%
Government	4,273	48	4,321	29%	4,259	49	4,308	29%
Basic Industry	672	848	1,520	10%	597	842	1,439	10%
Capital Goods	408	906	1,314	9%	400	890	1,290	9%
Communications	459	108	567	3%	438	106	544	3%
Consumer	1,081	1,032	2,113	14%	1,002	1,037	2,039	14%
Electric and Utility	559	602	1,161	8%	553	619	1,172	8%
Energy and Natural Gas	473	694	1,167	8%	491	689	1,180	8%
Financial	1,479	297	1,776	12%	1,345	295	1,640	11%
Other	107	55	162	1%	130	10	140	1%
Corporate	5,238	4,542	9,780	65%	4,956	4,488	9,444	64%
Collateralized Debt Obligations	18	-	18	0%	17	-	17	0%
Credit Card	-	2	2	0%	-	3	3	0%
Home Equity	2	-	2	0%	2	-	2	0%
Foreign Bank Obligations	-	475	475	3%	-	477	477	3%
Other	7	337	344	2%	7	353	360	3%
Asset-Backed Securities	27	814	841	5%	26	833	859	6%
Commercial Mortgage-Backed Securities	80	-	80	1%	87	-	87	1%
Collateralized Mortgage Obligations	10	1	11	0%	10	1	11	0%
Total Fixed Maturities ⁽²⁾	\$ 9,628	\$ 5,405	\$ 15,033	100%	\$ 9,338	\$ 5,371	\$ 14,709	100%
% of Fixed Maturities	64%	36%	100%		63%	37%	100%	

(1) 92% of fixed maturities were investment grade as of March 31, 2011 and December 31, 2010. The remaining fixed maturities were below investment grade holdings and invested mainly in corporate debt, split relatively evenly between public and private placements.

(2) Problem and potential problem bonds at amortized cost, net of impairments, were \$73 million and \$77 million as of March 31, 2011 and December 31, 2010, respectively. For more information, please refer to CIGNA's Form 10-Q for the period ended March 31, 2011 which is expected to be filed on May 5, 2011.

CIGNA Corporation
Summary of Fixed Maturities (unaudited)
Analysis of Amortized Cost vs. Fair Value

(Dollars in millions)

Sector	As of March 31, 2011				As of December 31, 2010			
	Amortized Cost	Unrealized Appreciation	Unrealized Depreciation	Fair Value	Amortized Cost	Unrealized Appreciation	Unrealized Depreciation	Fair Value
United States Government	\$ 539	\$ 210	\$ 2	\$ 747	\$ 459	\$ 229	\$ 1	\$ 687
States and Local Government	2,264	165	12	2,417	2,305	172	10	2,467
Foreign Government	1,104	58	5	1,157	1,095	63	4	1,154
Government	3,907	433	19	4,321	3,859	464	15	4,308
Basic Industry	1,410	116	6	1,520	1,329	116	6	1,439
Capital Goods	1,220	98	4	1,314	1,190	103	3	1,290
Communications	517	51	1	567	493	51	-	544
Consumer	1,955	168	10	2,113	1,870	179	10	2,039
Electric and Utility	1,086	78	3	1,161	1,086	89	3	1,172
Energy and Natural Gas	1,056	114	3	1,167	1,061	121	2	1,180
Financial	1,704	91	19	1,776	1,575	88	23	1,640
Other	158	4	-	162	138	4	2	140
Corporate	9,106	720	46	9,780	8,742	751	49	9,444
Collateralized Debt Obligations	20	-	2	18	20	-	3	17
Credit Card	2	-	-	2	3	-	-	3
Home Equity	2	-	-	2	2	-	-	2
Foreign Bank Obligations	394	88	7	475	390	94	7	477
Other	325	21	2	344	339	23	2	360
Asset-Backed Securities	743	109	11	841	754	117	12	859
Commercial Mortgage-Backed Securities	72	10	2	80	80	10	3	87
Collateralized Mortgage Obligations	10	1	-	11	10	1	-	11
Total Fixed Maturities	\$ 13,838	\$ 1,273	\$ 78	\$ 15,033	\$ 13,445	\$ 1,343	\$ 79	\$ 14,709

CIGNA Corporation
Summary of Commercial Mortgage Loans (unaudited)
As of March 31, 2011

(Dollars in millions)

Geographic Region	Property Type							Total ⁽¹⁾	% of Mortgage Loans
	Office Buildings	Apartment Buildings	Industrial	Hotels	Retail	Other			
Massachusetts	\$ 314	\$ 150	\$ 10	\$ 18	\$ 15	\$ -	\$ 507	15%	
Connecticut	-	-	8	-	19	-	27	1%	
New England	314	150	18	18	34	-	534	16%	
New York	156	-	-	80	-	15	251	7%	
New Jersey	97	-	-	10	-	-	107	3%	
Pennsylvania	-	-	-	27	-	-	27	1%	
Middle Atlantic	253	-	-	117	-	15	385	11%	
Georgia	11	72	78	30	16	-	207	6%	
Florida	-	-	117	9	64	-	190	6%	
South Carolina	-	11	136	-	-	-	147	4%	
Virginia	27	30	-	59	22	-	138	4%	
Other ⁽²⁾	16	18	32	-	-	-	66	2%	
South Atlantic	54	131	363	98	102	-	748	22%	
Texas	66	90	-	11	46	-	213	6%	
Illinois	79	-	14	-	-	-	93	3%	
Tennessee	-	-	15	47	29	-	91	3%	
Other ⁽²⁾	13	14	72	-	20	-	119	3%	
Central	158	104	101	58	95	-	516	15%	
Colorado	57	146	26	42	-	-	271	8%	
Other ⁽²⁾	18	-	3	4	-	-	25	1%	
Mountain	75	146	29	46	-	-	296	9%	
California	120	222	44	181	87	23	677	20%	
Washington	15	30	7	-	92	-	144	4%	
Oregon	36	-	52	14	-	-	102	3%	
Pacific	171	252	103	195	179	23	923	27%	
Totals	\$ 1,025	\$ 783	\$ 614	\$ 532	\$ 410	\$ 38	\$ 3,402	100%	
% of Mortgage Loans	30%	23%	18%	16%	12%	1%	100%		

(1) Problem and potential problem commercial mortgage loans carried at amortized cost, net of impairments, were \$373 million and \$383 million as of March 31, 2011 and December 31, 2010, respectively. For more information, please refer to the Investment Assets section in the Management's Discussion and Analysis section of CIGNA's Form 10-Q for the period ended March 31, 2011 which is expected to be filed on May 5, 2011.

(2) Represents states in a region with a concentration of less than 3%.

CIGNA Corporation
Summary of Commercial Mortgage Loans (unaudited)
As of March 31, 2011

(Dollars in millions)

Loan to Value Ratio ⁽¹⁾	Office Buildings	Apartment Buildings	Industrial	Hotels	Retail	Other	Total	% of Mortgage Loans
	69%	78%	81%	74%	71%	58%	74%	
Origination Years								
Pre-2007	\$ 519	\$ 639	\$ 421	\$ 283	\$ 318	\$ 38	\$ 2,218	65%
2007	177	77	-	25	21	-	300	9%
2008	146	30	71	192	47	-	486	14%
2009	98	-	41	-	13	-	152	4%
2010	85	37	74	32	-	-	228	7%
2011	-	-	7	-	11	-	18	1%
Totals	\$ 1,025	\$ 783	\$ 614	\$ 532	\$ 410	\$ 38	\$ 3,402	100%

Loan to Value Distribution ⁽¹⁾				
Loan to Value Ratios	Amortized Cost			% of Mortgage Loans
	Senior	Subordinated	Total	
Below 50%	\$ 219	\$ 140	\$ 359	11%
50% to 59%	459	33	492	14%
60% to 69%	618	47	665	20%
70% to 79%	421	29	450	13%
80% to 89%	642	33	675	20%
90% to 99%	527	27	554	16%
100% or above	207	-	207	6%
Totals	\$ 3,093	\$ 309	\$ 3,402	100%

(1) The Loan to Value Ratios on the commercial mortgage loans that CIGNA holds in its portfolio leverage internal valuations which are estimates based on the most recent full year financial statements and budgets/projections for the next year, considering occupancy, rental rates, operating costs, and other relevant information. The values are determined as part of an annual review process which was completed in July of 2010. For more information, please refer to CIGNA's Form 10-Q for the period ended March 31, 2011 which is expected to be filed on May 5, 2011.

CIGNA Corporation
Condensed Consolidated Statements of Cash Flows (unaudited)

(Dollars in millions)

	Three Months Ended March 31,	
	2011	2010
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income	\$ 430	\$ 284
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	83	61
Realized investment (gains) losses	(26)	6
Deferred income taxes	148	51
Gains on sales of businesses (excluding discontinued operations)	(5)	(6)
Net changes in assets and liabilities, net of non-operating effects:		
Premiums, accounts and notes receivable	(129)	(148)
Reinsurance recoverables	(2)	23
Deferred policy acquisition costs	(67)	(60)
Other assets	39	41
Insurance liabilities ⁽¹⁾	77	406
Accounts payable, accrued expenses and other liabilities ⁽²⁾	(366)	(299)
Current income taxes	(87)	79
Other, net	(44)	(44)
Net cash provided by operating activities	51	394
Net cash used in investing activities	(316)	(123)
Net cash provided by financing activities	305	107
Effect of foreign currency rate changes on cash and cash equivalents	11	(3)
Net increase in cash and cash equivalents	51	375
Cash and cash equivalents, beginning of year	1,605	924
Cash and cash equivalents, end of year	\$ 1,656	\$ 1,299

(1) Includes pre-tax cash outflows of \$44 million for the three months ended March 31, 2011 and \$45 million for the three months ended March 31, 2010 from futures contracts entered into as part of a dynamic hedge program to manage equity risks in CIGNA's run-off reinsurance operations.

(2) Includes pre-tax qualified pension plan contributions of \$141 million for the three months ended March 31, 2011 and \$55 million for the three months ended March 31, 2010.