

Cigna Corporation

Quarterly Financial Supplement March 31, 2012

This document is dated May 3, 2012. 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
Table of Contents

Financial Highlights	1
Income and Per Share Data for Periods Ended March 31	2
Consolidated Income Statements for Periods Ended March 31	4
Business Segment Analysis:	
Health Care	5
Disability and Life	9
International	10
Run-off Reinsurance	12
Other Operations	13
Corporate	14
Consolidated Balance Sheets	15
Investment Summaries:	
Summary of Fixed Maturities – Asset Quality / Type – Fair Value	16
Summary of Fixed Maturities – Analysis of Amortized Cost vs. Fair Value	17
Summary of Commercial Mortgage Loans	18 & 19
Condensed Consolidated Statements of Cash Flows	20
Supplemental Financial Information: Amended Accounting Guidance for Deferred Policy Acquisition Costs	21 & 22

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' 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. Cigna's Consolidated Operating Revenues exclude hedge gains (losses) from the Run-off Reinsurance business and net realized investment results. This measure is used by Cigna's management because it presents the underlying revenue of Cigna's operating businesses. These measures are not determined in accordance with generally accepted accounting principles (GAAP) and should not be viewed as a substitute for shareholders' net income and segment revenues determined in accordance with GAAP.

Effective January 1, 2012, Cigna adopted, as required, the Financial Accounting Standards Board's ("FASB") amended accounting guidance for deferred policy acquisition costs by selecting retrospective adjustment of prior periods. See Note 2 to the Consolidated Financial Statements in Cigna's Form 10-Q for the period ended March 31, 2012 expected to be filed on May 3, 2012 for additional information regarding this amended accounting guidance. Prior period amounts reported in the consolidated income statement, balance sheet and cash flow statement, as well as International's segment earnings have been retrospectively adjusted. See page 21 for additional information on the effect of this amended accounting guidance on previously reported amounts.

On January 31, 2012, Cigna acquired all of the outstanding shares of HealthSpring, Inc. ("HealthSpring") for a cost of approximately \$3.8 billion. See Note 3 to the Consolidated Financial Statements in Cigna's Form 10-Q for the period ended March 31, 2012 expected to be filed on May 3, 2012 for additional information. The financial results of HealthSpring are aggregated with the Health Care segment from the date of acquisition.

Cigna Corporation
Financial Highlights (unaudited)

(Dollars in millions, except per share amounts)

Three Months Ended March 31,
2012 2011 % Change

SEGMENT REVENUES

Health Care	\$ 5,005	\$ 3,786	32 %
Disability and Life	813	753	8
International	900	727	24
Ongoing operations	6,718	5,266	28
Run-off Reinsurance, Other Operations and Corporate	152	159	(4)
Total operating revenue	6,870	5,425	27
Run-off Reinsurance hedge loss	(95)	(40)	-
Net realized investment gains	13	26	(50)
Total Revenues	\$ 6,788	\$ 5,411	25 %

ADJUSTED INCOME (LOSS) FROM OPERATIONS

Health Care	\$ 262	\$ 246	7 %
Disability and Life	65	77	(16)
International	80	61	31
Ongoing operations	407	384	6
Run-off Reinsurance, Other Operations and Corporate	(48)	(25)	(92)
Total	\$ 359	\$ 359	- %
Diluted earnings per share - adjusted income from operations	\$ 1.24	\$ 1.31	(5) %

CUSTOMER RELATIONSHIPS

(relationships, lives and policies in thousands)

As of March 31, As of December 31,
2012 2011 % Change 2011 % Change

Medical Customers:

Health Care (see page 8)	12,660	11,422	11 %	11,483	10 %
International: Global Health Benefits (see page 11)	1,205	1,110	9	1,197	1
Total medical customers	13,865	12,532	11 %	12,680	9 %

Other Customer Relationships: (see page 8)

Behavioral care	19,803	17,716	12 %	18,344	8 %
Dental	11,279	10,745	5 %	10,884	4 %
Pharmacy	6,584	6,205	6 %	6,368	3 %
Medicare Part D	1,268	545	- %	538	- %
Disability and Life covered lives (estimated) ⁽¹⁾	11,000	10,800	2 %	11,000	- %
International Health, Life and Accident Policies (Individual) (see page 11) ⁽²⁾	8,845	6,118	45 %	8,716	1 %
Total customer relationships	72,644	64,661	12 %	68,530	6 %

Effective January 1, 2012, Cigna adopted, as required, amended accounting guidance for deferred policy acquisition costs by selecting retrospective adjustment of prior periods. See page 21 for the effect of the amended accounting guidance on previously reported amounts.

The financial results of HealthSpring are aggregated with the Health Care segment from the date of acquisition, which was on January 31, 2012.

(1) Reflects amounts estimated at December 31, 2011 and 2010 as disclosed in Cigna's 2011 and 2010 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,				
	2012	2011	% Change		
ADJUSTED INCOME (LOSS) FROM OPERATIONS					
Health Care	\$ 262	\$ 246	7	%	
Disability and Life	65	77	(16)		
International	80	61	31		
Run-off Reinsurance	(11)	-	-		
Other Operations	20	19	5		
Corporate	(57)	(44)	(30)		
Total	\$ 359	\$ 359	-	%	
SHAREHOLDERS' NET INCOME					
<u>Segment Earnings (Loss)</u>					
Health Care ^{(1), (2), (3)}	\$ 242	\$ 247	(2)	%	
Disability and Life ⁽³⁾	65	82	(21)		
International	80	61	31		
Run-off Reinsurance	30	13	-		
Other Operations ⁽³⁾	20	23	(13)		
Corporate ^{(1), (3)}	(78)	(30)	-		
Total	359	396	(9)		
Net realized investment gains, net of taxes	12	17	(29)		
Shareholders' net income	\$ 371	\$ 413	(10)	%	
DILUTED EARNINGS PER SHARE					
Adjusted income from operations	\$ 1.24	\$ 1.31	(5)	%	
Results of guaranteed minimum income benefits business, after-tax	0.14	0.05	-		
Net realized investment gains, net of taxes	0.04	0.06	(33)		
Special item(s), after-tax	(0.14)	0.09	-		
Shareholders' net income	\$ 1.28	\$ 1.51	(15)	%	
Weighted Average Shares (in thousands)	288,999	273,873	6	%	
As of March 31,					
2012 2011 2011 % Change					
Common shares outstanding (in thousands)	288,298	270,705	6	285,533	1

Effective January 1, 2012, Cigna adopted, as required, amended accounting guidance for deferred policy acquisition costs by selecting retrospective adjustment of prior periods. See page 21 for the effect of the amended accounting guidance on previously reported amounts.

The financial results of HealthSpring are aggregated with the Health Care segment from the date of acquisition, which was on January 31, 2012.

Special Item(s)

- (1) The three months ended March 31, 2012 includes pre-tax charges of \$41 million (\$28 million after-tax) for costs associated with the 2012 acquisition of HealthSpring.: \$30 million pre-tax (\$21 million after-tax) in Corporate and \$11 million pre-tax (\$7 million after-tax) in Health Care.
- (2) The three months ended March 31, 2012 includes pre-tax charges of \$20 million (\$13 million after-tax) resulting from a litigation matter in Health Care.
- (3) 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	
	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011
Three Months Ended March 31,																
Adjusted income (loss) from operations	\$ 1.24	\$ 1.31	\$ 359	\$ 359	\$ 262	\$ 246	\$ 65	\$ 77	\$ 80	\$ 61	\$ (11)	\$ -	\$ 20	\$ 19	\$ (57)	\$ (44)
Results of guaranteed minimum income benefits business	0.14	0.05	41	13	-	-	-	-	-	-	41	13	-	-	-	-
Special item(s), after-tax:																
Costs associated with HealthSpring acquisition	(0.10)	-	(28)	-	(7)	-	-	-	-	-	-	-	-	-	(21)	-
Charges associated with a litigation matter	(0.04)	-	(13)	-	(13)	-	-	-	-	-	-	-	-	-	-	-
Completion of IRS examination	-	0.09	-	24	-	1	-	5	-	-	-	-	-	4	-	14
Segment earnings (loss)	1.24	1.45	359	396	\$ 242	\$ 247	\$ 65	\$ 82	\$ 80	\$ 61	\$ 30	\$ 13	\$ 20	\$ 23	\$ (78)	\$ (30)
Net realized investment gains, net of taxes	0.04	0.06	12	17												
Shareholders' net income	\$ 1.28	\$ 1.51	\$ 371	\$ 413												

Cigna Corporation
Consolidated Income Statements (unaudited)

(Dollars in millions)

	Three Months Ended March 31,		
	2012	2011	% Change
Revenues:			
Premiums and fees	\$ 6,141	\$ 4,733	30 %
Net investment income	288	279	3
Mail order pharmacy revenues	386	339	14
Other revenues	<u>55</u>	<u>74</u>	(26)
Total operating revenues	6,870	5,425	27
Run-off Reinsurance hedge loss ⁽¹⁾	(95)	(40)	-
Net realized investment gains	<u>13</u>	<u>26</u>	(50)
Total revenues	<u>6,788</u>	<u>5,411</u>	25
Benefits and Expenses:			
Health Care medical claims expense	3,037	2,077	46
Other benefit expenses	1,104	994	11
Mail order pharmacy cost of goods sold	321	276	16
Guaranteed minimum income benefits fair value (gain) loss	(67)	(16)	-
Operating expenses excluding special item(s)	1,780	1,492	19
Special item(s) (See Special items(s) discussion on page 2)	<u>61</u>	<u>9</u>	-
Total benefits and expenses	<u>6,236</u>	<u>4,832</u>	29
Income before income taxes	<u>552</u>	<u>579</u>	(5)
Income taxes: (See Special item(s) discussion on page 2)			
Current	135	22	-
Deferred	<u>46</u>	<u>143</u>	(68)
Total taxes	181	165	10
Net income	371	414	(10)
Less: net income attributable to noncontrolling interest	-	1	-
Shareholders' net income	\$ 371	\$ 413	(10) %

Effective January 1, 2012, Cigna adopted, as required, amended accounting guidance for deferred policy acquisition costs by selecting retrospective adjustment of prior periods. See page 21 for the effect of the amended accounting guidance on previously reported amounts.

The financial results of HealthSpring are aggregated with the Health Care segment from the date of acquisition, which was on January 31, 2012.

(1) Includes pre-tax losses 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, 2012 which is expected to be filed on May 3, 2012.

Cigna Corporation
Health Care
Segment Earnings (unaudited)

(Dollars in millions)

	Three Months Ended March 31,		
	2012	2011	% Change
Revenues:			
Premiums and fees	\$ 4,501	\$ 3,311	36 %
Net investment income	68	67	1
Mail order pharmacy revenues	386	339	14
Other revenues	<u>50</u>	<u>69</u>	(28)
Segment revenues	<u>5,005</u>	<u>3,786</u>	32
Benefits and Expenses:			
Health Care medical claims expense	3,037	2,077	46
Other benefit expenses	19	24	(21)
Mail order pharmacy cost of goods sold	321	276	16
Operating expenses excluding special item(s)	1,216	1,025	19
Special item(s)	<u>31</u>	<u>-</u>	-
Benefits and expenses	<u>4,624</u>	<u>3,402</u>	36
Income before income taxes	381	384	(1)
Income taxes (See Special item(s) discussion on page 2)	139	137	1
Segment earnings, after-tax	242	247	(2)
Less: Special item(s), after-tax (See Special item(s) discussion on page 2)	(20)	1	-
Adjusted income from operations	\$ 262	\$ 246	7 %
Net realized investment gains, net of taxes	\$ 8	\$ 10	(20) %

The financial results of HealthSpring are aggregated with the Health Care segment from the date of acquisition, which was on January 31, 2012.

Cigna Corporation
Health Care
Revenue Analysis (unaudited)

(Dollars in millions)

Three Months Ended March 31,
2012 2011 % Change

	2012	2011	% Change
Premiums:			
Medical:			
Guaranteed cost ⁽¹⁾	\$ 1,028	\$ 1,057	(3) %
Experience-rated ⁽²⁾	505	474	7
Stop loss	407	349	17
Dental	246	221	11
Medicare	955	125	-
Medicaid	21	-	-
Medicare Part D	399	208	92
Other	167	142	18
Total medical	3,728	2,576	45
Life and other non-medical	20	20	-
Total Premiums	3,748	2,596	44
Fees ⁽³⁾	753	715	5
Subtotal Premiums and Fees	4,501	3,311	36
Mail order pharmacy revenues ⁽⁴⁾	386	339	14
Other revenues ⁽⁵⁾	50	69	(28)
Net investment income	68	67	1
Segment revenues	\$ 5,005	\$ 3,786	32 %

The financial results of HealthSpring are aggregated with the Health Care segment from the date of acquisition, which was on January 31, 2012.

- (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) Fees related to Medicare Part D of \$12 million for the period ended March 31, 2011 have been reclassified to premiums to conform to current presentation.
- (4) Reflects revenues for non-risk pharmacy mail order fulfillment services.
- (5) Other revenues include non-risk revenues for direct channel specialty products, with prior period including the Cigna Government Service business (Medicare Claim Administration), which was sold during the second quarter of 2011.

Cigna Corporation
Health Care
Ratio Analysis (unaudited)

RATIOS:	Three Months Ended March 31,		Change
	2012	2011	Better (Worse)
Guaranteed Cost care ratio (including voluntary / limited benefits) ⁽¹⁾	76.2 %	77.3 %	1.1
Medicare Advantage care ratio (excluding IPFFS)	81.1 %	89.6 %	8.5
Medicare Part D care ratio	102.1 %	100.6 %	(1.5)
Total Operating Expense Ratio ⁽²⁾	24.3 %	27.1 %	2.8

The financial results of HealthSpring are included in the Health Care segment from the date of acquisition, which was on January 31, 2012.

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

(2) The Operating Expense ratio excludes operating expenses related to Special Item(s) (see Special Item(s) discussion on page 2).

Cigna Corporation
Health Care
Estimated Covered Lives (unaudited)

COVERED LIVES BY FUNDING TYPE:	As of March 31,			As of December 31,	
	2012	2011	% Change	2011	% Change
<i>(Lives in thousands)</i>					
Medical customers: ⁽¹⁾					
Guaranteed cost ⁽²⁾	1,096	1,178	(7) %	1,091	- %
Experience-rated ⁽³⁾	779	791	(2)	798	(2)
Total commercial risk	1,875	1,969	(5)	1,889	(1)
Medicare	414	44	-	44	-
Medicaid	20	-	-	-	-
Total risk	2,309	2,013	15	1,933	19
Service	10,351	9,409	10	9,550	8
Total medical customers	12,660	11,422	11 %	11,483	10 %
Other Customer Relationships:					
Behavioral care ⁽⁴⁾	19,803	17,716	12 %	18,344	8 %
Dental ⁽⁴⁾	11,279	10,745	5 %	10,884	4 %
Pharmacy ⁽⁴⁾	6,584	6,205	6 %	6,368	3 %
Medicare Part D ⁽⁵⁾	1,268	545	- %	538	- %

On January 31, 2012, HealthSpring was acquired by Cigna. HealthSpring customer information (primarily Medicare and Medicare Part D) is included from the date of acquisition.

(1) Medical customers include 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 customers, who have a risk profile similar to experience-rated customers. Also, includes certain non-participating cases for which special customer level reporting of experience is required.

(4) Reflects customer relationships with Cigna's dental, managed pharmacy, or behavioral care programs. These customers may also be medical customers, or they may have stand-alone dental, pharmacy, or behavioral care coverage. Behavioral customer relationships have been redefined to exclude certain wellness programs. Previously reported amounts have been restated to conform to current year presentation.

(5) Reflects customers 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,	
	2012	2011 ⁽⁷⁾	% Change	2011 ⁽⁷⁾	% Change
<i>(Lives in thousands)</i>					
Medical customers: ⁽¹⁾					
National Accounts	4,158	3,921	6 %	3,843	8 %
Middle Market	7,138	6,639	8	6,737	6
Select	779	645	21	710	10
Individual	145	111	31	126	15
Small	6	62	(90)	23	(74)
Total Commercial	12,226	11,378	7	11,439	7
Medicare	414	44	-	44	-
Medicaid	20	-	-	-	-
Total Government	434	44	-	44	-
Total medical customers	12,660	11,422	11 %	11,483	10 %

(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, single-site employers with more than 250 employees, and certain customers from alternative distribution methods and third party administrator solutions;
- ~ the Select market segment includes employers with more than 50 but fewer than 250 employees; and
- ~ the Small market segment includes employers with 2-50 employees. Cigna has made a strategic business decision to exit this Market Segment.

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

**Cigna Corporation
International
Segment Earnings (unaudited)**

(Dollars in millions)

	Three Months Ended March 31,		
	2012	2011	% Change
Revenues:			
Premiums and fees:			
Health, Life, and Accident (Individual)	\$ 442	\$ 351	26 %
Global Health Benefits (Group)	424	347	22
Total premiums and fees	866	698	24
Net investment income	25	23	9
Other revenues	9	6	50
Segment revenues	900	727	24
Benefits and Expenses:			
Benefit expenses	497	397	25
Operating expenses ⁽¹⁾	300	243	23
Benefits and expenses	797	640	25
Income before income taxes	103	87	18
Income taxes	23	25	(8)
Income attributable to noncontrolling interest	-	1	-
Segment earnings, after-tax	80	61	31
Adjusted income from operations	\$ 80	\$ 61	31 %
Net realized investment gains, net of taxes	\$ 3	\$ -	- %

Effective January 1, 2012, Cigna adopted, as required, amended accounting guidance for deferred policy acquisition costs by selecting retrospective adjustment of prior periods. See page 21 for the effect of the amended accounting guidance on previously reported amounts.

Premiums and fees include FirstAssist for the period ended March 31, 2012.

(1) Operating expenses include policy acquisition expenses of \$139 million and \$119 million for the periods ended March 31, 2012 and March 31, 2011, respectively.

	Three Months Ended March 31,		
	2012	2011	% Change
Excluding the Effect of Foreign Currency Movements:⁽²⁾			
(Dollars in millions)			
Premiums and fees	\$ 876	\$ 698	26 %
Adjusted income from operations	\$ 80	\$ 61	31 %

(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,		
	2012	2011	% Change
Korea	\$ 250	\$ 209	20 %
Taiwan	63	60	5
Europe ⁽¹⁾	59	18	-
Indonesia	23	23	-
Other	47	41	15
Total Health, Life and Accident (Individual) ⁽²⁾	\$ 442	\$ 351	26 %
China Joint Venture ⁽²⁾	\$ 75	\$ 54	39 %

NUMBER OF POLICIES:	As of March 31,			As of December 31,	
	2012	2011	% Change	2011	% Change
(Policies in thousands)					
Health, Life and Accident Policies (Individual) ^{(2),(3)}	8,845	6,118	45 %	8,716	1 %
China Joint Venture ⁽²⁾	933	822	14 %	917	2 %

(1) Europe includes FirstAssist premiums and fees for the period ended March 31, 2012.

(2) 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.

(3) Includes FirstAssist policies for the periods ended December 31, 2011 and March 31, 2012.

ESTIMATED COVERED LIVES:	As of March 31,			As of December 31,	
	2012	2011	% Change	2011	% Change
(Lives in thousands)					
Global Health Benefits and Healthcare customers, by Funding Type:					
Risk	713	545	31 %	582	23 %
Service	492	565	(13)	615	(20)
Total	1,205	1,110	9 %	1,197	1 %

Cigna Corporation
Run-off Reinsurance
Segment Earnings (unaudited)

(Dollars in millions)

Three Months Ended March 31,
2012 2011 % Change

	2012	2011	% Change
Revenues:			
Premiums and fees	\$ 5	\$ 6	(17) %
Net investment income	26	24	8
Segment operating revenues	31	30	3
Run-off Reinsurance hedge loss ⁽¹⁾	(95)	(40)	-
Segment total revenues	(64)	(10)	-
Benefits and Expenses:			
Benefit expenses	(51)	(20)	-
Guaranteed minimum income benefits fair value (gain) loss	(67)	(16)	-
Operating expenses	8	6	33
Benefits and expenses	(110)	(30)	-
Income before income taxes	46	20	-
Income taxes	16	7	-
Segment earnings, after-tax	30	13	-
Less: Results of guaranteed minimum income benefits business, after-tax ⁽²⁾	41	13	-
Adjusted loss from operations	\$ (11)	\$ -	- %

(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)

<i>(Dollars in millions)</i>	Three Months Ended March 31,		
	2012	2011	% Change
Revenues:			
Premiums and fees	\$ 26	\$ 30	(13) %
Net investment income	98	99	(1)
Other revenues	<u>13</u>	<u>14</u>	(7)
Segment revenues	<u>137</u>	<u>143</u>	(4)
Benefits and Expenses:			
Benefit expenses	93	101	(8)
Operating expenses excluding special item(s)	13	13	-
Special item(s) (See Special item(s) discussion on page 2)	<u>-</u>	<u>9</u>	-
Benefits and expenses	<u>106</u>	<u>123</u>	(14)
Income before income taxes	31	20	55
Income taxes (benefits) (See Special item(s) discussion on page 2)	11	(3)	-
Segment earnings, after-tax	20	23	(13)
Less: Special item(s), after-tax (See Special item(s) discussion on page 2)	-	4	-
Adjusted income from operations	\$ 20	\$ 19	5 %
Net realized investment gains, net of taxes	\$ -	\$ 2	- %

Cigna Corporation
Corporate (unaudited)

(Dollars in millions)

	Three Months Ended March 31,		
	2012	2011	% Change
Revenues:			
Net investment income	\$ 1	\$ 1	- %
Other revenues ⁽¹⁾	<u>(17)</u>	<u>(15)</u>	(13)
Segment revenues	<u>(16)</u>	<u>(14)</u>	(14)
Benefits and Expenses:			
Operating expenses excluding special item(s) ⁽¹⁾	68	50	36
Special item(s) (See Special item(s) discussion on page 2)	<u>30</u>	<u>-</u>	-
Benefits and expenses	<u>98</u>	<u>50</u>	96
Loss before income tax benefits	(114)	(64)	(78)
Income tax benefits (See Special item(s) discussion on page 2)	(36)	(34)	(6)
Segment loss, after-tax	(78)	(30)	-
Less: Special item(s), after-tax (See Special item(s) discussion on page 2)	(21)	14	-
Adjusted loss from operations	\$ (57)	\$ (44)	(30) %

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

Cigna Corporation
Consolidated Balance Sheets

(Dollars in millions)

	As of March 31, 2012 (Unaudited)	As of December 31, 2011		As of March 31, 2012 (Unaudited)	As of December 31, 2011
Assets			Liabilities		
Investments:					
Fixed maturities, at fair value (see pages 16 and 17) (amortized cost, \$15,170 and \$14,257)	\$ 17,049	\$ 16,217	Contractholder deposit funds	\$ 8,566	\$ 8,553
Equity securities, at fair value (cost, \$124 and \$124)	107	100	Future policy benefits	8,404	8,593
Commercial mortgage loans (see pages 18 and 19)	3,259	3,301	Unpaid claims and claim expenses	4,176	4,146
Policy loans	1,488	1,502	Health Care medical claims payable	1,698	1,095
Real estate	79	87	Unearned premiums and fees	<u>1,050</u>	<u>502</u>
Other long-term investments	1,095	1,058	Total insurance and contractholder liabilities	23,894	22,889
Short-term investments	<u>187</u>	<u>225</u>	Accounts payable, accrued expenses and other liabilities	6,632	6,627
Total investments	23,264	22,490	Short-term debt	227	104
Cash and cash equivalents	2,111	4,690	Long-term debt	4,990	4,990
Accrued investment income	291	252	Separate account liabilities	<u>8,481</u>	<u>8,093</u>
Premiums, accounts and notes receivable, net	1,897	1,358	Total liabilities	<u>44,224</u>	<u>42,703</u>
Reinsurance recoverables ⁽¹⁾	6,187	6,256	Shareholders' Equity		
Deferred policy acquisition costs	884	817	Common stock	92	92
Property and equipment	1,083	1,024	Additional paid-in capital	3,268	3,188
Deferred income taxes, net	533	803	Net unrealized appreciation- fixed maturities	\$ 762	\$ 739
Goodwill	5,726	3,164	Net unrealized appreciation- equity securities	2	1
Other assets, including other intangibles	2,328	1,750	Net unrealized depreciation- derivatives	(28)	(23)
Separate account assets	8,481	8,093	Net translation of foreign currencies	38	3
			Postretirement benefits liability adjustment	<u>(1,496)</u>	<u>(1,507)</u>
			Accumulated other comprehensive loss	(722)	(787)
			Retained earnings	11,123	10,787
			Less treasury stock, at cost	<u>(5,200)</u>	<u>(5,286)</u>
			Total shareholders' equity	8,561	7,994
Total assets	\$ 52,785	\$ 50,697	Total liabilities and equity	\$ 52,785	\$ 50,697

Effective January 1, 2012, Cigna adopted, as required, amended accounting guidance for deferred policy acquisition costs by selecting retrospective adjustment of prior periods. See page 21 for the effect of the amended accounting guidance on previously reported amounts.

The financial results of HealthSpring are aggregated with the Health Care segment from the date of acquisition, which was on January 31, 2012.

(1) Reinsurance recoverables include \$5.6 billion as of March 31, 2012 and \$5.7 billion as of December 31, 2011 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, 2012				As of December 31, 2011			
	Public	Private	Total ⁽¹⁾	% of Fixed Maturities	Public	Private	Total ⁽¹⁾	% of Fixed Maturities
United States Government	\$ 848	\$ -	\$ 848	5%	\$ 958	\$ -	\$ 958	6%
States and Local Government	2,524	-	2,524	15%	2,455	1	2,456	15%
Foreign Government	1,226	49	1,275	7%	1,226	48	1,274	8%
Government	4,598	49	4,647	27%	4,639	49	4,688	29%
Basic Industry	914	979	1,893	11%	865	957	1,822	11%
Capital Goods	432	1,079	1,511	9%	442	1,029	1,471	9%
Communications	503	117	620	4%	482	116	598	4%
Consumer	1,234	1,128	2,362	14%	1,109	1,088	2,197	14%
Electric and Utility	609	642	1,251	7%	585	623	1,208	7%
Energy and Natural Gas	624	706	1,330	8%	563	678	1,241	8%
Financial	1,678	301	1,979	12%	1,460	304	1,764	11%
Other	222	40	262	2%	185	27	212	1%
Corporate	6,216	4,992	11,208	66%	5,691	4,822	10,513	65%
Collateralized Debt Obligations	22	-	22	0%	18	-	18	0%
Credit Card	12	10	22	0%	-	11	11	0%
Home Equity	1	-	1	0%	1	-	1	0%
Foreign Bank Obligations	-	515	515	3%	-	519	519	3%
Other	11	376	387	2%	6	372	378	2%
Asset-Backed Securities	46	901	947	5%	25	902	927	5%
Commercial Mortgage-Backed Securities	88	-	88	1%	79	-	79	1%
Collateralized Mortgage Obligations	158	1	159	1%	9	1	10	0%
Total Fixed Maturities ⁽²⁾	\$ 11,106	\$ 5,943	\$ 17,049	100%	\$ 10,443	\$ 5,774	\$ 16,217	100%
% of Fixed Maturities	65%	35%	100%		64%	36%	100%	

(1) 92% of fixed maturities were investment grade as of March 31, 2012 and December 31, 2011. 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 \$49 million and \$53 million as of March 31, 2012 and December 31, 2011, respectively. For more information, please refer to Cigna's Form 10-Q for the period ended March 31, 2012 which is expected to be filed on May 3, 2012.

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

(Dollars in millions)

Sector	As of March 31, 2012			
	Amortized Cost	Unrealized Appreciation	Unrealized Depreciation	Fair Value
United States Government	\$ 509	\$ 339	\$ -	\$ 848
States and Local Government	2,267	261	4	2,524
Foreign Government	1,182	95	2	1,275
Government	3,958	695	6	4,647
Basic Industry	1,711	188	6	1,893
Capital Goods	1,363	149	1	1,511
Communications	554	66	-	620
Consumer	2,126	239	3	2,362
Electric and Utility	1,103	148	-	1,251
Energy and Natural Gas	1,182	150	2	1,330
Financial	1,881	116	18	1,979
Other	253	10	1	262
Corporate	10,173	1,066	31	11,208
Collateralized Debt Obligations	20	3	1	22
Credit Card	23	-	1	22
Home Equity	1	-	-	1
Foreign Bank Obligations	396	126	7	515
Other	358	29	-	387
Asset-Backed Securities	798	158	9	947
Commercial Mortgage-Backed Securities	83	10	5	88
Collateralized Mortgage Obligations	158	1	-	159
Total Fixed Maturities	\$ 15,170	\$ 1,930	\$ 51	\$ 17,049

Sector	As of December 31, 2011			
	Amortized Cost	Unrealized Appreciation	Unrealized Depreciation	Fair Value
United States Government	\$ 552	\$ 406	\$ -	\$ 958
States and Local Government	2,185	274	3	2,456
Foreign Government	1,173	103	2	1,274
Government	3,910	783	5	4,688
Basic Industry	1,635	196	9	1,822
Capital Goods	1,324	149	2	1,471
Communications	537	62	1	598
Consumer	1,957	242	2	2,197
Electric and Utility	1,051	158	1	1,208
Energy and Natural Gas	1,088	156	3	1,241
Financial	1,690	100	26	1,764
Other	204	9	1	212
Corporate	9,486	1,072	45	10,513
Collateralized Debt Obligations	20	-	2	18
Credit Card	11	-	-	11
Home Equity	1	-	-	1
Foreign Bank Obligations	395	132	8	519
Other	351	28	1	378
Asset-Backed Securities	778	160	11	927
Commercial Mortgage-Backed Securities	73	10	4	79
Collateralized Mortgage Obligations	10	-	-	10
Total Fixed Maturities	\$ 14,257	\$ 2,025	\$ 65	\$ 16,217

Cigna Corporation
Summary of Commercial Mortgage Loans (unaudited)
As of March 31, 2012

(Dollars in millions)

Geographic Region	Property Type							Total ⁽¹⁾	% of Mortgage Loans
	Office Buildings	Apartment Buildings	Industrial	Hotels	Retail	Other			
Massachusetts	\$ 255	\$ 112	\$ 10	\$ 47	\$ 15	\$ -	\$ 439	13%	
Connecticut	-	-	7	-	19	-	26	1%	
New England	255	112	17	47	34	-	465	14%	
New York	155	-	-	-	-	50	205	6%	
New Jersey	102	-	-	10	-	-	112	3%	
Pennsylvania	-	-	-	27	-	-	27	1%	
Middle Atlantic	257	-	-	37	-	50	344	10%	
Georgia	11	92	78	30	16	-	227	7%	
Virginia	109	30	-	58	21	-	218	7%	
Florida	-	-	114	8	47	-	169	5%	
South Carolina	-	11	101	-	16	-	128	4%	
Other ⁽²⁾	54	19	32	-	-	-	105	3%	
South Atlantic	174	152	325	96	100	-	847	26%	
Texas	40	87	2	10	45	-	184	6%	
Other ⁽²⁾	77	13	117	46	19	-	272	8%	
Central	117	100	119	56	64	-	456	14%	
Colorado	56	55	26	42	-	-	179	6%	
Other ⁽²⁾	-	-	3	4	-	-	7	0%	
Mountain	56	55	29	46	-	-	186	6%	
California	95	240	98	252	60	23	768	24%	
Oregon	35	-	60	43	-	-	138	4%	
Other	15	29	-	-	11	-	55	2%	
Pacific	145	269	158	295	71	23	961	30%	
Totals	\$ 1,004	\$ 688	\$ 648	\$ 577	\$ 269	\$ 73	\$ 3,259	100%	
% of Mortgage Loans	31%	21%	20%	18%	8%	2%	100%		

(1) Problem and potential problem commercial mortgage loans carried at amortized cost, net of impairments, were \$345 million and \$336 million as of March 31, 2012 and December 31, 2011, 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, 2012 which is expected to be filed on May 3, 2012.

(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, 2012

(Dollars in millions)

Loan to Value Ratio ⁽¹⁾	Office Buildings	Apartment Buildings	Industrial	Hotels	Retail	Other	Total	% of Mortgage Loans
	66%	66%	77%	64%	77%	47%	68%	
Origination Years								
Pre-2008	\$ 477	\$ 473	\$ 371	\$ 288	\$ 180	\$ 38	\$ 1,827	56%
2008	144	29	70	90	46	-	379	12%
2009	97	-	29	-	-	-	126	4%
2010	90	37	74	11	-	-	212	7%
2011	178	73	102	105	43	35	536	16%
2012	18	76	2	83	-	-	179	5%
Totals	\$ 1,004	\$ 688	\$ 648	\$ 577	\$ 269	\$ 73	\$ 3,259	100%

Loan to Value Distribution ⁽¹⁾				
Loan to Value Ratios	Amortized Cost			% of Mortgage Loans
	Senior	Subordinated	Total	
Below 50%	\$ 297	\$ 43	\$ 340	10%
50% to 59%	637	51	688	21%
60% to 69%	877	33	910	28%
70% to 79%	476	11	487	15%
80% to 89%	425	27	452	14%
90% to 99%	266	10	276	9%
100% or above	106	-	106	3%
Totals	\$ 3,084	\$ 175	\$ 3,259	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 the second quarter of 2011. For more information, please refer to Cigna's Form 10-Q for the period ended March 31, 2012 which is expected to be filed on May 3, 2012.

Cigna Corporation
Condensed Consolidated Statements of Cash Flows (unaudited)

(Dollars in millions)

Three Months Ended March 31,
2012 2011

CASH FLOWS FROM OPERATING ACTIVITIES

Net income	\$	371	\$	414
Adjustments to reconcile net income to net cash provided by operating activities:				
Depreciation and amortization		126		83
Realized investment gains		(13)		(26)
Deferred income taxes		46		143
Gains on sales of businesses (excluding discontinued operations)		(5)		(5)
Net changes in assets and liabilities, net of non-operating effects:				
Premiums, accounts and notes receivable		(215)		(129)
Reinsurance recoverables		(30)		(2)
Deferred policy acquisition costs		(47)		(48)
Other assets		155		41
Insurance liabilities ⁽¹⁾		637		77
Accounts payable, accrued expenses and other liabilities ⁽²⁾		(166)		(366)
Current income taxes		105		(87)
Other, net		(23)		(44)
Net cash provided by operating activities		941		51
Net cash used in investing activities:				
Acquisitions, net of cash acquired		(3,199)		(12)
Other, net		(220)		(304)
Net cash used in investing activities		(3,419)		(316)
Net cash provided by (used in) financing activities				
		(106)		305
Effect of foreign currency rate changes on cash and cash equivalents		5		11
Net increase (decrease) in cash and cash equivalents		(2,579)		51
Cash and cash equivalents, beginning of year		4,690		1,605
Cash and cash equivalents, end of period	\$	2,111	\$	1,656

Effective January 1, 2012, Cigna adopted, as required, amended accounting guidance for deferred policy acquisition costs by selecting retrospective adjustment of prior periods. Although certain captions within cash flows from operating activities were retrospectively adjusted, total cash flow from operating activities for the three months ended March 31, 2011 is consistent with the amount previously reported.

The financial results of HealthSpring are aggregated with the Health Care segment from the date of acquisition, which was on January 31, 2012.

(1) Includes pre-tax cash outflows of \$84 million for the three months ended March 31, 2012 and \$44 million for the three months ended March 31, 2011 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 domestic qualified pension plan contributions of \$20 million for the three months ended March 31, 2012 and \$141 million for the three months ended March 31, 2011.

Cigna Corporation
Supplemental Financial Information (unaudited)
Retrospectively Adjusted Results due to required Implementation of Amended Accounting Guidance for Deferred Policy Acquisition Costs

(Dollars in millions, except per share amounts)

	Year Ended			
	December 31, 2011		December 31, 2010	
	As Reported	Adjusted	As Reported	Adjusted
Other revenues including Run-off Reinsurance hedge gain (loss)				
International	\$ 27	\$ 17	\$ 31	\$ 25
All Other	227	227	229	229
Total	\$ 254	\$ 244	\$ 260	\$ 254
Operating expenses excluding special item(s)				
International	\$ 1,000	\$ 1,082	\$ 784	\$ 846
All Other	5,055	5,055	5,055	5,055
Total	\$ 6,055	\$ 6,137	\$ 5,839	\$ 5,901
Adjusted income from operations				
International	\$ 289	\$ 222	\$ 243	\$ 177
All Other	1,139	1,139	1,034	1,034
Total	\$ 1,428	\$ 1,361	\$ 1,277	\$ 1,211
Shareholders' net income				
Segment earnings				
International	\$ 286	\$ 219	\$ 243	\$ 177
All Other	1,000	1,000	1,052	1,052
Total	1,286	1,219	1,295	1,229
Net realized investment gains, net of taxes	41	41	50	50
Shareholders' net income	\$ 1,327	\$ 1,260	\$ 1,345	\$ 1,279
Diluted earnings per share:				
Adjusted income from operations	\$ 5.21	\$ 4.97	\$ 4.64	\$ 4.40
Shareholders' net income	\$ 4.84	\$ 4.60	\$ 4.89	\$ 4.65

See Basis of Presentation on Table of Contents page. Implementation of amended accounting guidance for deferred policy acquisition costs results in a cumulative adjustment to Total Shareholders Equity of \$289 million as of January 1, 2011. The retrospective unfavorable impact on 2011 shareholders' net income of \$67 million, partially offset by a favorable 2011 retrospective adjustment to foreign currency translation of \$6 million resulted in a cumulative impact to Total Shareholders' Equity of \$350 million as of December 31, 2011. This reflects cumulative reductions in Deferred Policy Acquisition Costs of \$495 million and Other Assets of \$26 million, partially offset by an increase to the Deferred Tax Asset of \$171 million.

Cigna Corporation
Supplemental Financial Information (unaudited)
Retrospectively Adjusted Results due to required Implementation of Amended Accounting Guidance for Deferred Policy Acquisition Costs

(Dollars in millions, except per share amounts)

	Three Months Ended					
	March 31, 2011			June 30, 2011		
	As Reported		Adjusted	As Reported		Adjusted
Other revenues including Run-off Reinsurance hedge gain (loss)						
International	\$	8	\$	6	\$	5
All Other		28		28		68
Total	\$	36	\$	34	\$	73
Operating expenses excluding special item(s)						
International	\$	224	\$	243	\$	240
All Other		1,249		1,249		1,235
Total	\$	1,473	\$	1,492	\$	1,475
Adjusted income from operations						
International	\$	77	\$	61	\$	74
All Other		298		298		344
Total	\$	375	\$	359	\$	418
Shareholders' net income						
Segment earnings						
International	\$	77	\$	61	\$	74
All Other		335		335		323
Total		412		396		397
Net realized investment gains, net of taxes		17		17		11
Shareholders' net income	\$	429	\$	413	\$	408
Diluted earnings per share:						
Adjusted income from operations	\$	1.37	\$	1.31	\$	1.53
Shareholders' net income	\$	1.57	\$	1.51	\$	1.50

(Dollars in millions, except per share amounts)

	Three Months Ended					
	September 30, 2011			December 31, 2011		
	As Reported		Adjusted	As Reported		Adjusted
Other revenues including Run-off Reinsurance hedge gain (loss)						
International	\$	6	\$	3	\$	8
All Other		181		181		(50)
Total	\$	187	\$	184	\$	(42)
Operating expenses excluding special item(s)						
International	\$	250	\$	271	\$	286
All Other		1,247		1,247		1,324
Total	\$	1,497	\$	1,518	\$	1,610
Adjusted income from operations						
International	\$	79	\$	62	\$	59
All Other		246		246		251
Total	\$	325	\$	308	\$	310
Shareholders' net income						
Segment earnings						
International	\$	79	\$	62	\$	56
All Other		112		112		230
Total		191		174		286
Net realized investment gains, net of taxes		9		9		4
Shareholders' net income	\$	200	\$	183	\$	290
Diluted earnings per share:						
Adjusted income from operations	\$	1.20	\$	1.14	\$	1.11
Shareholders' net income	\$	0.74	\$	0.68	\$	1.04