

Cigna Corporation

Quarterly Financial Supplement March 31, 2016

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Cigna Corporation
March 31, 2016 Quarterly Financial Supplement
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BASIS OF PRESENTATION:

All dollar amounts are in millions, unless otherwise noted.

Cigna measures the financial results of its segments using adjusted income from operations. Adjusted income from operations is defined as shareholders' net income excluding the following after-tax adjustments: realized investment results, net amortization of other acquired intangible assets and special items (identified and quantified on page 2). Operating revenues exclude net realized investment results. Adjusted income from operations and operating revenues are measures of results used by Cigna's management because they present the underlying results of operations of Cigna's businesses and permit analysis of trends in underlying revenue, expenses and profitability.

Adjusted income from operations on a consolidated basis and operating revenues are not determined in accordance with accounting principles generally accepted in the United States of America (GAAP) and should not be viewed as substitutes for the most directly comparable GAAP measures, which are shareholders' net income and total revenues.

In some financial tables in this Quarterly Financial Supplement, we present percentage changes. When those changes are so large as to become not meaningful, we present "N/M" in place of the computed percentage.

Cigna Corporation
Financial Highlights (unaudited)

(Dollars in millions, except per share amounts)

	Three Months Ended March 31,		
	2016	2015	% Change
REVENUES			
Operating Revenues			
Global Health Care	\$ 7,884	\$ 7,446	6 %
Global Supplemental Benefits	806	769	5
Group Disability and Life	1,109	1,059	5
Corporate and Other	117	120	(3)
Consolidated operating revenues	9,916	9,394	6
Net realized investment gains (losses)	(32)	73	(144)
Total revenues	\$ 9,884	\$ 9,467	4 %
SHAREHOLDERS' NET INCOME			
Adjusted Income (Loss) From Operations			
Global Health Care	\$ 544	\$ 444	23 %
Global Supplemental Benefits	67	69	(3)
Group Disability and Life	15	51	(71)
Ongoing operations	626	564	11
Corporate and Other	(25)	(51)	51
Total	601	513	17
After-tax adjustments to reconcile to shareholders' net income:			
Realized investment gains (losses)	(21)	48	
Amortization of other acquired intangible assets, net	(25)	(28)	
Special Items (see details on page 2)	(36)	-	
Shareholders' net income	\$ 519	\$ 533	(3) %
Diluted earnings per share:			
Adjusted income from operations	\$ 2.32	\$ 1.96	18 %
Shareholders' net income	\$ 2.00	\$ 2.04	(2) %
Adjusted income from operations, excluding interest, taxes, depreciation and amortization	\$ 1,117	\$ 1,000	12 %

CUSTOMER RELATIONSHIPS

(Relationships, lives and policies in thousands)

	As of March 31,			As of December 31,		
	2016	2015	% Change	2015	% Change	
Global Health Care Medical Customers (see page 7)	15,129	14,654	3 %	14,999	1 %	
Other Customer Relationships: (see page 7)						
Behavioral care	26,081	23,865	9	24,674	6	
Dental	14,836	13,726	8	13,869	7	
Pharmacy	8,358	7,909	6	8,068	4	
Medicare Part D	1,083	1,468	(26)	1,476	(27)	
Global Supplemental Benefit Policies (see page 9)	11,855	12,528	(5)	12,888	(8)	
Group Disability and Life covered lives (estimated)	15,600	14,200	10	15,600	-	
Total customer relationships	92,942	88,350	5 %	91,574	1 %	

Cigna Corporation
Reconciliation of Adjusted Income (Loss) from Operations to Shareholders' Net Income

(Dollars in millions, except per share amounts)

	Diluted Earnings Per Share		Consolidated		Global Health Care		Global Supplemental Benefits		Group Disability and Life		Corporate and Other	
	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
Three Months Ended March 31,												
Adjusted income (loss) from operations	\$ 2.32	\$ 1.96	\$ 601	\$ 513	\$ 544	\$ 444	\$ 67	\$ 69	\$ 15	\$ 51	\$ (25)	\$ (51)
After-tax adjustments to reconcile to shareholders' net income:												
Realized investment gains (losses)	(0.08)	0.18	(21)	48	(12)	32	(1)	3	(2)	14	(6)	(1)
Amortization of other acquired intangible assets, net	(0.10)	(0.10)	(25)	(28)	(18)	(23)	(7)	(5)	-	-	-	-
Special items:												
Merger-related transaction costs	(0.14)	-	(36)	-	-	-	-	-	-	-	(36)	-
Shareholders' net income	\$ 2.00	\$ 2.04	\$ 519	\$ 533	\$ 514	\$ 453	\$ 59	\$ 67	\$ 13	\$ 65	\$ (67)	\$ (52)
Weighted average shares (in thousands)	259,447	261,246										
Common shares outstanding as of March 31, (in thousands)	256,507	257,724										
Special Items, pre-tax:												
Merger-related transaction costs			(40)	-	-	-	-	-	-	-	(40)	-
Total			\$ (40)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (40)	\$ -

Cigna Corporation
Consolidated Income Statements (unaudited)

(Dollars in millions)

	Three Months Ended March 31,		
	2016	2015	% Change
Revenues:			
Premiums	\$ 7,746	\$ 7,402	5 %
Fees	1,133	1,066	6
Net investment income	272	276	(1)
Mail order pharmacy revenues	697	578	21
Other revenues	68	72	(6)
Consolidated operating revenues	9,916	9,394	6
Net realized investment gains (losses)	(32)	73	(144)
Total revenues	9,884	9,467	4
Benefits and Expenses:			
Global Health Care medical costs	4,761	4,604	3
Other benefit expenses	1,368	1,269	8
Mail order pharmacy costs	574	492	17
Operating expenses excluding special items	2,101	2,031	3
Depreciation and amortization:			
Amortization of other acquired intangible assets, net	41	44	(7)
Depreciation and other amortization	117	107	9
Total depreciation and amortization	158	151	5
Interest expense	63	66	(5)
Special items (see details on page 2)	40	-	N/M
Total benefits and expenses	9,065	8,613	5
Income before income taxes	819	854	(4)
Income taxes:			
Current	294	308	(5)
Deferred	11	15	(27)
Total taxes	305	323	(6)
Net income	514	531	(3)
Less: net (loss) attributable to noncontrolling interests	(5)	(2)	(150)
Shareholders' net income	\$ 519	\$ 533	(3) %

Cigna Corporation
Global Health Care
Segment Results (unaudited)

<i>(Dollars in millions)</i>	Three Months Ended March 31,		
	2016	2015	% Change
Revenues:			
Premiums	\$ 5,951	\$ 5,691	5 %
Fees	1,105	1,038	6
Net investment income	72	75	(4)
Mail order pharmacy revenues	697	578	21
Other revenues	<u>59</u>	<u>64</u>	(8)
Operating revenues	7,884	7,446	6
Net realized investment gains (losses)	<u>(17)</u>	<u>49</u>	(135)
Total revenues	<u>7,867</u>	<u>7,495</u>	5
Benefits and Expenses:			
Global Health Care medical costs	4,761	4,604	3
Mail order pharmacy costs	574	492	17
Operating expenses	1,655	1,615	2
Amortization of other acquired intangible assets, net	<u>30</u>	<u>36</u>	(17)
Benefits and expenses	<u>7,020</u>	<u>6,747</u>	4
Income before income taxes	847	748	13
Income taxes	334	295	13
Income (loss) attributable to noncontrolling interest	(1)	-	N/M
Shareholders' net income from Global Health Care	514	453	13
After-tax adjustments required to reconcile to adjusted income from operations:			
Realized investment (gains) losses	12	(32)	
Amortization of other acquired intangible assets, net	<u>18</u>	<u>23</u>	
Adjusted income from operations	\$ 544	\$ 444	23 %

Cigna Corporation
Global Health Care
Revenue Analysis (unaudited)

(Dollars in millions)

	Three Months Ended March 31,		
	2016	2015	% Change
Premiums:			
Guaranteed cost	\$ 1,132	\$ 1,157	(2) %
Experience-rated ⁽¹⁾	586	564	4
Stop loss	752	655	15
International health care	467	470	(1)
Dental	388	340	14
Medicare	1,783	1,561	14
Medicaid	289	246	17
Medicare Part D	334	483	(31)
Other	220	215	2
Total Premiums	5,951	5,691	5
Fees, including international health care	1,105	1,038	6
Premiums and Fees	7,056	6,729	5
Net investment income	72	75	(4)
Mail order pharmacy revenues ⁽²⁾	697	578	21
Other revenues ⁽³⁾	59	64	(8)
Operating revenues	\$ 7,884	\$ 7,446	6 %

(1) 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, including international health care. Also, includes certain non-participating cases for which special customer-level reporting of experience is required.

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

(3) Includes non-risk revenues for direct channel specialty products and revenues for management services provided to independent physician associations and health plans.

Cigna Corporation
Global Health Care
Ratio Analysis (unaudited)

RATIOS:	Three Months Ended March 31,				Change Favorable (Unfavorable)
	2016		2015		
<u>Medical Care Ratios:</u>					
Commercial	75.8	%	75.2	%	(0.6)
Government	86.2	%	89.4	%	3.2
Consolidated Global Health Care	80.0	%	80.9	%	0.9
Operating Expense ratio ⁽¹⁾	21.0	%	21.7	%	0.7

(1) Excludes amortization of other acquired intangible assets.

PPACA – Related Taxes and Fees (unaudited)⁽²⁾

(Dollars in millions)

	Three Months Ended March 31,			
	2016		2015	
Health insurance industry tax	\$	78	\$	79
Reinsurance fee		12		19
Other fees		2		4
Total PPACA-related taxes and fees	\$	92	\$	102

(2) These taxes and fees are primarily reported in operating expenses.

Cigna Corporation
Global Health Care
Estimated Covered Lives (unaudited)

COVERED LIVES BY FUNDING TYPE:	As of March 31,			COVERED LIVES BY MARKET SEGMENT: ⁽⁵⁾	As of March 31,		
	2016	2015	% Change		2016	2015 ⁽⁶⁾	% Change
<i>(Lives in thousands)</i>				<i>(Lives in thousands)</i>			
Medical customers:⁽¹⁾				Medical customers:⁽¹⁾			
Commercial risk:				U.S. Commercial:			
U.S. Guaranteed cost	856	880	(3) %	National Accounts	3,628	3,763	(4) %
U.S. Experience-rated ⁽²⁾	835	838	-	Middle Market	7,971	7,642	4
International health care - risk	819	787	4	Select	1,281	1,141	12
Total commercial risk ⁽²⁾	2,510	2,505	-	Individual	193	235	(18)
				Small	2	2	-
Medicare	549	489	12	Total U.S. Commercial	13,075	12,783	2
Medicaid	66	66	-	International	1,439	1,316	9
Total risk	3,125	3,060	2	Total Commercial	14,514	14,099	3
				Medicare	549	489	12
				Medicaid	66	66	-
Total service, including international health care	12,004	11,594	4	Total Government	615	555	11
Total medical customers	15,129	14,654	3 %	Total medical customers	15,129	14,654	3 %
Other Customer Relationships:							
Behavioral care ⁽³⁾	26,081	23,865	9 %				
Dental ⁽³⁾	14,836	13,726	8 %				
Pharmacy ⁽³⁾	8,358	7,909	6 %				
Medicare Part D ⁽⁴⁾	1,083	1,468	(26) %				

(1) Includes individuals who meet any one of the following criteria: are covered under a medical insurance policy, managed care arrangement, or service agreement issued by Cigna; have access to Cigna's provider network for covered services under their medical plan; or have medical claims and services that are administered by Cigna.

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

(3) 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, managed pharmacy, or behavioral care coverage. Behavioral customer relationships exclude certain wellness programs. Prior year dental membership has been revised to conform to current presentation.

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

(5) Market Segments are defined as follows:

- the National Accounts market segment includes multi-state employers with more than 5,000 U.S. based, full-time employees in more than one state
- the Middle Market segment includes employers with more than 250 but fewer than 5,000 U.S. based, full-time employees, single-site employers with more than 5,000 employees, Taft Hartley plans, and other third party payers;
- the Select market segment includes employers with more than 50 but fewer than 250 eligible employees;
- the Individual market segment includes individuals in twelve states as of December 31, 2015: Arizona, California, Colorado, Connecticut, Florida, Georgia, Maryland, Missouri, North Carolina, South Carolina, Tennessee and Texas.
- the Small market segment includes employers with 2-50 employees. Cigna has made a strategic business decision to exit this Market Segment.
- the International health care segment is focused on health care products and services to meet the needs of local and multinational companies and organizations and their local and globally mobile employees and dependents.
- the Government market segment offers Medicare Advantage (both to individuals who are post-65 retirees, as well as employer group sponsored pre- and post-65 retirees), Prescription Drug Program, and Medicaid products as managed care alternatives to publicly funded healthcare programs.

(6) Prior year lives have been reclassified to reflect market segment transfers resulting primarily from increased/decreased enrollment at the account level.

Cigna Corporation
Global Supplemental Benefits
Segment Results (unaudited)

(Dollars in millions)	Three Months Ended March 31,		
	2016	2015	% Change
Revenues:			
Premiums	\$ 767	\$ 729	5 %
Fees	5	6	(17)
Net investment income	26	26	-
Other revenues	8	8	-
Operating revenues	806	769	5
Net realized investment gains (losses)	(2)	3	(167)
Total revenues	804	772	4
Benefits and Expenses:			
Benefit expenses	431	409	5
Operating expenses ⁽¹⁾	295	275	7
Amortization of other acquired intangible assets, net	11	8	38
Benefits and expenses	737	692	7
Income before income taxes	67	80	(16)
Income taxes	12	15	(20)
Loss attributable to noncontrolling interests	(4)	(2)	(100)
Shareholders' net income from Global Supplemental Benefits	59	67	(12)
After-tax adjustments to reconcile to adjusted income from operations:			
Realized investment (gains) losses	1	(3)	
Amortization of other acquired intangible assets, net	7	5	
Adjusted income from operations	\$ 67	\$ 69	(3) %

(1) Operating expenses include policy acquisition expenses of \$148 million for the three months ended March 31, 2016 and \$144 million for the three months ended March 31, 2015.

Movements in foreign currency exchange rates between reporting periods impact the comparability of reported results. In the table below, 2015 amounts are presented using 2016 actual exchange rates:

(Dollars in millions)	Three Months Ended March 31,		
	2016	2015	% Change
Excluding the Effect of Foreign Currency Movements:			
Premiums and fees	\$ 772	\$ 689	12 %
Adjusted income from operations	\$ 67	\$ 63	6 %

Cigna Corporation
Global Supplemental Benefits
Key Metrics (unaudited)

(Dollars in millions)

PREMIUM AND FEES BY GEOGRAPHY	Three Months Ended March 31,		
	2016	2015	% Change
Korea	\$ 384	\$ 377	2 %
U.S.	154	118	31
Taiwan	64	68	(6)
UK	43	51	(16)
Turkey	22	22	-
Other	105	99	6
Total ⁽¹⁾	\$ 772	\$ 735	5 %
China Joint Venture ⁽¹⁾	\$ 179	\$ 138	30 %

NUMBER OF POLICIES:	As of March 31,		
	2016	2015	% Change
Global Supplemental Benefits Policies	11,855	12,528	(5) %
China Joint Venture ⁽¹⁾	1,501	1,276	18 %

(1) Cigna owns a 50% noncontrolling interest in its China Joint Venture. Cigna's 50% share of the joint venture's earnings is reported in Other Revenues using the equity method of accounting under GAAP. As such, the premiums and fees and policy counts from the China Joint Venture are not included in Premiums and Fees By Geography or Number of Policies. For informational purposes, the China Joint Venture premiums and fees and policy counts are presented above as if Cigna consolidated the joint venture.

Cigna Corporation
Corporate and Other ⁽¹⁾
Segment Results (unaudited)

<i>(Dollars in millions)</i>	Three Months Ended March 31,		% Change
	2016	2015	
Revenues:			
Premiums	\$ 24	\$ 28	(14) %
Net investment income	94	92	2
Other revenues	<u>(1)</u>	<u>-</u>	N/M
Operating revenues	117	120	(3)
Net realized investment (losses)	<u>(10)</u>	<u>(1)</u>	N/M
Total revenues	<u>107</u>	<u>119</u>	(10)
Benefits and Expenses:			
Benefit expenses	80	88	(9)
Operating expenses excluding special items ⁽²⁾	101	101	-
Special items (see details on page 2)	<u>40</u>	<u>-</u>	N/M
Benefits and expenses	<u>221</u>	<u>189</u>	17
Loss before income taxes	(114)	(70)	(63)
Income taxes	<u>(47)</u>	<u>(18)</u>	(161)
Shareholders' net loss from Corporate and Other Operations	(67)	(52)	(29)
Adjustments to reconcile to adjusted loss from operations:			
Realized investment losses	6	1	
Special items (see details on page 2)	<u>36</u>	<u>-</u>	
Adjusted loss from operations	\$ (25)	\$ (51)	51 %

(1) In this Quarterly Financial Supplement, Other Operations and Corporate are combined under the heading "Corporate and Other."

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

Cigna Corporation
Consolidated Balance Sheets

(Dollars in millions)

	As of March 31, 2016 (Unaudited)	As of December 31, 2015		As of March 31, 2016 (Unaudited)	As of December 31, 2015
Assets			Liabilities		
Investments:					
Fixed maturities, at fair value (see pages 13 and 14) (amortized cost, \$18,684 and \$18,456)	\$ 20,087	\$ 19,455	Contractholder deposit funds	\$ 8,455	\$ 8,443
Equity securities, at fair value (cost, \$193 and \$190)	194	190	Future policy benefits	9,735	9,479
Commercial mortgage loans (see page 15)	1,848	1,864	Unpaid claims and claim expenses	4,724	4,574
Policy loans	1,419	1,419	Global Health Care medical costs payable	2,646	2,355
Other long-term investments	1,434	1,404	Unearned premiums	<u>646</u>	<u>629</u>
Short-term investments	<u>465</u>	<u>381</u>	Total insurance and contractholder liabilities	26,206	25,480
Total investments	25,447	24,713	Accounts payable, accrued expenses and other liabilities	6,746	6,493
Cash and cash equivalents	2,401	1,968	Short-term debt	399	149
Premiums, accounts and notes receivable, net	3,956	3,694	Long-term debt	4,791	5,020
Reinsurance recoverables ⁽¹⁾	6,725	6,813	Separate account liabilities	<u>7,985</u>	<u>7,833</u>
Deferred policy acquisition costs	1,743	1,659	Total liabilities	<u>46,127</u>	<u>44,975</u>
Property and equipment	1,534	1,534	Redeemable noncontrolling interests	73	69
Deferred income taxes, net	276	379	Shareholders' Equity		
Goodwill	6,029	6,019	Common stock	74	74
Other assets, including other intangibles ⁽²⁾	2,788	2,476	Additional paid-in capital	2,874	2,859
Separate account assets	7,985	7,833	Accumulated other comprehensive loss	(988)	(1,250)
			Retained earnings	12,541	12,121
			Less treasury stock, at cost	<u>(1,826)</u>	<u>(1,769)</u>
			Total shareholders' equity	12,675	12,035
			Noncontrolling interests	<u>9</u>	<u>9</u>
			Total equity	12,684	12,044
Total assets	\$ 58,884	\$ 57,088	Total liabilities and equity	\$ 58,884	\$ 57,088

(1) Includes \$5.8 billion as of March 31, 2016 and December 31, 2015 related to: 1) 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; and 2) the reinsurance transaction with Berkshire in 2013. Corresponding liabilities are primarily reported in Contractholder deposit funds and Future policy benefits.

(2) Includes recoverables of \$1.0 billion as of March 31, 2016 and \$0.9 billion as of December 31, 2015 related to the GMIB liability.

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

(Dollars in millions)

Sector	As of March 31, 2016				As of December 31, 2015			
	Public	Private	Total ⁽¹⁾	% of Fixed Maturities	Public	Private	Total ⁽¹⁾	% of Fixed Maturities
United States Government	\$ 752	\$ -	\$ 752	4%	\$ 779	\$ -	\$ 779	4%
States and Local Government	1,603	-	1,603	8%	1,641	-	1,641	9%
Foreign Government	2,008	64	2,072	10%	1,948	66	2,014	10%
Government	4,363	64	4,427	22%	4,368	66	4,434	23%
Basic Industry	1,512	998	2,510	12%	1,425	1,008	2,433	12%
Capital Goods	745	1,063	1,808	9%	713	1,057	1,770	9%
Communications	888	20	908	5%	849	24	873	5%
Consumer	2,245	1,038	3,283	16%	2,149	1,002	3,151	16%
Electric and Utility	845	964	1,809	9%	845	898	1,743	9%
Energy and Natural Gas	958	600	1,558	8%	857	611	1,468	8%
Financial	2,329	583	2,912	15%	2,182	565	2,747	14%
Other	203	76	279	1%	188	75	263	1%
Corporate	9,725	5,342	15,067	75%	9,208	5,240	14,448	74%
Mortgage-Backed	41	-	41	0%	49	-	49	0%
Foreign Bank Obligations	-	247	247	1%	-	237	237	1%
Other Asset-Backed	57	248	305	2%	51	236	287	2%
Mortgage and other asset-backed	98	495	593	3%	100	473	573	3%
Total Fixed Maturities ⁽²⁾	\$ 14,186	\$ 5,901	\$ 20,087	100%	\$ 13,676	\$ 5,779	\$ 19,455	100%
% of Fixed Maturities	71%	29%	100%		70%	30%	100%	

(1) 89% of fixed maturities were investment grade as of March 31, 2016 and December 31, 2015. 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 \$23 million as of March 31, 2016 and \$34 million as of December 31, 2015. For more information, please refer to Cigna's Form 10-Q for the period ended March 31, 2016 expected to be filed on May 6, 2016.

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

(Dollars in millions)

Sector	As of March 31, 2016			
	Amortized Cost	Unrealized Appreciation	Unrealized Depreciation	Fair Value
United States Government	\$ 463	\$ 289	\$ -	\$ 752
State and Local Government	1,451	153	1	1,603
Foreign Government	1,890	183	1	2,072
Government	3,804	625	2	4,427
Basic Industry	2,424	140	54	2,510
Capital Goods	1,696	121	9	1,808
Communications	848	62	2	908
Consumer	3,086	201	4	3,283
Electric and Utility	1,660	156	7	1,809
Energy and Natural Gas	1,547	59	48	1,558
Financial	2,795	121	4	2,912
Other	272	9	2	279
Corporate	14,328	869	130	15,067
Mortgage-Backed	40	2	1	41
Foreign Bank Obligations	210	39	2	247
Other Asset-Backed	302	9	6	305
Mortgage and other asset-backed	552	50	9	593
Total Fixed Maturities	\$ 18,684	\$ 1,544	\$ 141	\$ 20,087

Sector	As of December 31, 2015			
	Amortized Cost	Unrealized Appreciation	Unrealized Depreciation	Fair Value
United States Government	\$ 528	\$ 251	\$ -	\$ 779
State and Local Government	1,496	147	2	1,641
Foreign Government	1,870	147	3	2,014
Government	3,894	545	5	4,434
Basic Industry	2,403	101	71	2,433
Capital Goods	1,695	93	18	1,770
Communications	836	43	6	873
Consumer	3,042	130	21	3,151
Electric and Utility	1,648	113	18	1,743
Energy and Natural Gas	1,478	49	59	1,468
Financial	2,660	97	10	2,747
Other	260	6	3	263
Corporate	14,022	632	206	14,448
Mortgage-Backed	48	2	1	49
Foreign Bank Obligations	210	30	3	237
Other Asset-Backed	282	9	4	287
Mortgage and other asset-backed	540	41	8	573
Total Fixed Maturities	\$ 18,456	\$ 1,218	\$ 219	\$ 19,455

Cigna Corporation
Summary of Commercial Mortgage Loans (unaudited)
As of March 31, 2016

(Dollars in millions)

Geographic Region	Property Type						Total ⁽¹⁾	% of Mortgage Loans
	Office Buildings	Apartment Buildings	Industrial	Hotels	Retail	Other		
Massachusetts	\$ 101	\$ 56	\$ 7	\$ 89	\$ -	\$ -	\$ 253	14%
Other ⁽²⁾	-	-	-	-	15	-	15	1%
New England	101	56	7	89	15	-	268	15%
New York	76	55	-	-	-	-	131	7%
New Jersey	40	-	56	-	-	-	96	5%
Middle Atlantic	116	55	56	-	-	-	227	12%
Virginia	133	-	-	52	-	-	185	10%
North Carolina	-	45	30	-	-	-	75	4%
Maryland	37	-	-	21	-	8	66	4%
Other ⁽²⁾	-	20	9	-	14	-	43	2%
South Atlantic	170	65	39	73	14	8	369	20%
Texas	33	19	2	-	-	-	54	3%
Illinois	46	-	-	-	-	-	46	3%
Other ⁽²⁾	-	4	82	-	18	-	104	5%
Central	79	23	84	-	18	-	204	11%
Arizona	-	20	-	32	-	-	52	3%
Mountain	-	20	-	32	-	-	52	3%
California	195	104	120	65	147	-	631	34%
Oregon	34	28	4	-	18	-	84	4%
Other ⁽²⁾	-	13	-	-	-	-	13	1%
Pacific	229	145	124	65	165	-	728	39%
Totals	\$ 695	\$ 364	\$ 310	\$ 259	\$ 212	\$ 8	\$ 1,848	100%
% of Mortgage Loans	38%	20%	17%	14%	11%	0%	100%	
Loan to Value Ratio ⁽³⁾	55%	59%	54%	67%	59%	56%	58%	

(1) Problem and potential problem commercial mortgage loans carried at amortized cost, net of impairments, were \$137 million and \$139 million as of March 31, 2016 and December 31, 2015, respectively. For more information, please refer to the Investment Assets section in Management's Discussion and Analysis within Cigna's Form 10-Q for the period ended March 31, 2016, expected to be filed on May 6, 2016.

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

(3) 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 primarily determined as part of an annual review process, which was completed in the second quarter of 2015. For more information, please refer to Cigna's Form 10-Q for the period ended March 31, 2016, expected to be filed on May 6, 2016.

Cigna Corporation
Condensed Consolidated Statements of Cash Flows (unaudited)

(Dollars in millions)

Three Months Ended March 31,
2016 2015

CASH FLOWS FROM OPERATING ACTIVITIES

Net income	\$	514	\$	531
Adjustments to reconcile net income to net cash provided by / (used in) operating activities:				
Depreciation and amortization		158		151
Realized investment (gains) losses		32		(73)
Deferred income taxes		11		15
Net changes in assets and liabilities, net of non-operating effects:				
Premiums, accounts and notes receivable		(237)		(549)
Reinsurance recoverables		24		(11)
Deferred policy acquisition costs		(62)		(76)
Other assets		(57)		(101)
Insurance liabilities		507		455
Accounts payable, accrued expenses and other liabilities ⁽¹⁾		(263)		157
Current income taxes		262		221
Other, net ⁽²⁾		5		17
Net cash provided by operating activities ⁽²⁾		894		737
Net cash used in investing activities		(333)		(49)
Net cash provided by (used in) financing activities ⁽²⁾		(146)		530
Effect of foreign currency rate changes on cash and cash equivalents		18		(18)
Net increase (decrease) in cash and cash equivalents		433		1,200
Cash and cash equivalents, beginning of year		1,968		1,420
Cash and cash equivalents, end of period	\$	2,401	\$	2,620

(1) There were no pre-tax domestic qualified pension plan contributions made for the periods ended March 31, 2016 and 2015.

(2) As required by the adoption of ASU 2016-09, the Company retrospectively reclassified \$73 million of cash payments from operating to financing activities for the three months ended March 31, 2015. These payments were related to employee tax obligations associated with stock compensation. The comparable amount reported in financing activities for the three months ended March 31, 2016 was \$67 million.