

SECURITIES AND EXCHANGE COMMISSION

FORM 8-K

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FILER

ASSURANT INC

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Mailing Address
*ONE CHASE MANHATTAN
PLAZA
NEW YORK NY 10005*

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549**

FORM 8-K

**CURRENT REPORT
Pursuant to Section 13 or 15(d) of the
Securities Exchange Act of 1934**

Date of report: August 3, 2006

Assurant, Inc.

(Exact Name of Registrant as Specified in Charter)

Delaware
(State or Other Jurisdiction
of Incorporation)

001-31978
(Commission File Number)

39-1126612
(I.R.S. Employer
Identification No.)

One Chase Manhattan Plaza, 41st Floor
New York, New York
(Address of Principal Executive Offices)

10005
(Zip Code)

Registrant's telephone number, including area code: (212) 859-7000

N/A

(Former Name or Former Address, if Changed Since Last Report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CR 230.425)
 - Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
 - Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
 - Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
-

Item 2.02 Results of Operations and Financial Condition

On August 3, 2006, Assurant, Inc. issued a press release reporting on its financial results for the three and six months ended June 30, 2006 and 2005. The text of the press release, which is attached at Exhibit 99.1, and the statistical supplement which accompanied the press release, which is attached at Exhibit 99.2, are each incorporated by reference into this Item.

Exhibits

- 99.1 Press Release Dated August 3, 2006.
- 99.2 Presentation entitled "Assurant, Inc. Financial Supplement as of June 30, 2006".

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

ASSURANT, INC.

Date: August 3, 2006

By:

/s/ Katherine Greenzang

Katherine Greenzang

Senior Vice President, General Counsel and Secretary

- 3 -



ASSURANT

Press Contact:

Drew Guthrie
 Manager, Communications
 and Media Relations
 Phone: 212-859-7002
 Fax: 212-859-5893
 drew.guthrie@assurant.com

Investor Relations:

Melissa Kivett
 Senior Vice President
 Investor Relations
 Phone: 212-859-7029
 Fax: 212-859-5893
 melissa.kivett@assurant.com

FOR IMMEDIATE RELEASE

Assurant Reports Q2 2006 Net Operating Income of \$149.7 Million (\$1.15 per diluted share), An Increase of 15% Over 2005; Net Income of \$151.1 Million (\$1.16 per diluted share), An Increase of 18% Over 2005

New York – August 3, 2006 – Assurant, Inc. (“Assurant”) (NYSE: AIZ), a premier provider of specialized insurance and insurance-related products and services, today reported its results for the second quarter 2006 and the six months ended June 30, 2006.

Second Quarter Results

Net income in the second quarter of 2006 was \$151.1 million, or \$1.16 per diluted share, versus second quarter 2005 net income of \$127.6 million, or \$0.92 per diluted share.

Net operating income (see footnote 1 at the end of this release) for the second quarter of 2006 increased 15% to \$149.7 million, or \$1.15 per diluted share, compared to second quarter 2005 net operating income of \$130.2 million, or \$0.94 per diluted share. Net operating income excludes capital gains and losses and other unusual, or non-recurring, items.

Robert B. Pollock, Assurant’s president and chief executive officer, said: “We are pleased with the continued strong quarterly results of our diverse and specialized insurance business, especially with the growth and profitability we are achieving in our Specialty Property business.”

Net earned premiums of \$1.7 billion in the second quarter of 2006 increased 4% from \$1.6 billion in the same period in 2005.

Net investment income in the second quarter of 2006 increased to \$180.4 million from \$177.0 million in the second quarter of 2005 as a result of higher invested assets and a rise in interest rates. The second quarter of 2005 included \$9.4 million of investment income from a real estate partnership. The yield on average invested assets and cash and cash equivalents, which excludes real estate investment income, was 5.83% in the second quarter of 2006, compared to 5.63% in the second quarter of 2005.

Six-Month Results

Net income in the first half of 2006 was \$313.6 million, an increase of 30%, or \$2.39 per diluted share, versus first half 2005 net income of \$242 million, or \$1.73 per diluted share.

Net operating income for the first half of 2006 increased 28% to \$313.5 million, or \$2.39 per diluted share, compared to first half 2005 net operating income of \$245.3 million, or \$1.75 per diluted share. Net operating income excludes capital gains and losses and other unusual, or non-recurring, items.

Net earned premiums of \$3.4 billion in the first half of 2006 increased 3% from \$3.3 billion in the same period in 2005.

Net investment income in the first half of 2006 increased to \$373.0 million from \$341.2 million in the first half of 2005 as a result of higher invested assets and a rise in interest rates. Investment income includes \$14.7 million of investment income from a real estate partnership in the first half of 2006 and \$9.4 million in the first half of 2005. The yield on average invested assets and cash and cash equivalents, which excludes real estate investment income, was 5.74% in the first half of 2006 compared to 5.57% in the first half of 2005.

The following chart provides a reconciliation of net operating income to net income for Assurant, including separate net operating income for Assurant Solutions (which now includes the preneed business) and Assurant Specialty Property.

	<u>For the Three Months Ended</u>		<u>For the Six Months Ended</u>	
	<u>June 30,</u>	<u>June 30,</u>	<u>June 30,</u>	<u>June 30,</u>
	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>
	<i>(UNAUDITED)</i>			
	<i>(amounts in millions, net of tax)</i>			
Assurant Solutions	\$ 37.1	\$ 42.4	\$ 76.9	\$ 65.8
Assurant Specialty Property	59.3	34.2	123.7	72.5
Assurant Health	41.0	49.4	86.1	99.0
Assurant Employee Benefits	20.6	9.8	39.8	26.2
Corporate and other	(4.9)	(3.3)	(5.4)	(13.7)
Amortization of deferred gain on disposal of businesses	6.5	7.7	12.3	15.4
Interest expense	(9.9)	(10.0)	(19.9)	(19.9)
Net operating income	149.7	130.2	313.5	245.3
Adjustments:				
Net realized gain (loss) on investments	1.4	2.6	(1.4)	2.9

Excess of loss reinsurance program (1995-1997)	-	(5.2)	-	(5.2)
Expenses directly related to stock offerings	-	-	-	(1.0)
Net income before cumulative effect of change in accounting principle	151.1	127.6	312.1	242.0
Cumulative effect of change in accounting principle	-	-	1.5	-
Net income	<u>\$ 151.1</u>	<u>\$ 127.6</u>	<u>\$ 313.6</u>	<u>\$ 242.0</u>

Assurant Solutions

Assurant Solutions second quarter 2006 net operating income was \$37.1 million, a decrease of 12% from second quarter 2005 net operating income of \$42.4 million. Second quarter 2005 results included \$9.4 million pre-tax investment income from a real estate partnership. Net operating income for the first half of 2006 was \$76.9 million, an increase of 17%, from \$65.8 million during the first half of 2005. Net operating income during the second quarter and first half of 2006 was positively impacted by higher investment income and fee income driven primarily by growth in domestic and international extended service contracts.

Assurant Solutions second quarter 2006 net earned premiums increased 7% to \$592.2 million from \$554.8 million in the same year-ago period. Net earned premiums during the first half of 2006 increased 7% to \$1.2 billion from \$1.1 billion during the first half of 2005. The increases are attributable primarily to the steady growth in domestic and international extended service contracts partially offset by the anticipated decline in preneed premiums due to the sale of the U.S. independent preneed franchise.

Assurant Specialty Property

Assurant Specialty Property second quarter 2006 net operating income was \$59.3 million, an increase of 73% from second quarter 2005 net operating income of \$34.2 million. Net operating income for the first half of 2006 grew 71% to \$123.7 million compared to \$72.5 million during the first half of 2005. Net operating income increases in the second quarter and first half are primarily the result of premium growth, continued favorable combined ratios and a positive contribution from the acquisition of Safeco Financial Institution Solutions (Safeco FIS). In addition, results were favorably impacted by increased investment income and by reimbursements received for processing claims under the National Flood Insurance Program. These reimbursements totaled \$1.9 million pre-tax in the second quarter and \$9.7 million pre-tax in the first half of 2006.

Assurant Specialty Property second quarter net earned premiums increased by 40%, to \$291.0 million, compared to \$207.7 million in the same period a year ago. Net earned premiums during the first half of 2006 increased 33% to \$543.7 million compared to \$408.8 million during the first half of 2005. The increase is primarily attributable to growth in net earned premiums in the creditor-placed homeowners business including \$30 million of net earned premiums representing two months of assumed business from Safeco FIS.

Assurant Health

Assurant Health second quarter 2006 net operating income decreased 17% to \$41.0 million from \$49.4 million in the same period in 2005. Net operating income for the first

half of 2006 decreased 13% to \$86.1 million from \$99.0 million during the first half of 2005. The decreases in net operating income are primarily due to declines in net earned premiums in small group. Assurant Health has continued to maintain a low combined ratio despite an increase in expenses to grow the individual medical business.

Assurant Health second quarter 2006 net earned premiums of \$519.6 million decreased 5% from \$544.3 million in the same period in 2005. Net earned premiums for the first half of 2006 decreased 5% to \$1.0 billion compared to \$1.1 billion in the first half of 2005. Growth in individual medical net earned premiums was offset by declines in small group premiums.

Assurant Employee Benefits

Assurant Employee Benefits second quarter 2006 net operating income increased 110% to \$20.6 million from net operating income of \$9.8 million in the same period of 2005. Net operating income for the first half of 2006 increased 52% to \$39.8 million from \$26.2 million during the first half of 2005. The increases are primarily due to favorable disability, life and dental loss experience.

Assurant Employee Benefits second quarter 2006 net earned premiums decreased 11% to \$282.6 million from \$316.4 million in the same period of 2005. Net earned premiums for the first half of 2006 decreased 8% to \$608.7 million from \$662.3 million in the first half of 2005. The decrease was driven primarily by lower sales and persistency due to our small case focus and our continued underwriting discipline.

Corporate

Corporate and other net operating loss for the second quarter of 2006 was \$4.9 million, compared to a loss of \$3.3 million in the second quarter of 2005. The second quarter of 2005 included a tax benefit of \$5.2 million related to a tax clarification for taxes on repatriated capital under the American Jobs Creation Act. Corporate and other net operating loss for the first half totaled \$5.4 million compared to a loss of \$13.7 million in the first half of 2005. The improvement in the first half of 2006 results is primarily due to a reduction in expenses associated with the change in accounting methodology for stock appreciation rights costs. Amortization of deferred gains from businesses sold through reinsurance declined consistent with the anticipated run-off of these businesses.

Financial Position

June 30, 2006 total assets were \$24.5 billion. Stockholders' equity, excluding Accumulated Other Comprehensive Income (AOCI) was \$3.6 billion and book value per diluted share, excluding AOCI, was up 6% to \$27.95 from \$26.25 at December 31, 2005. AOCI, which mainly consists of unrealized gains and losses on our fixed income securities, declined by \$259.5 million after-tax mainly due to the impact of rising interest rates during the six months. Debt to total capital, excluding AOCI, dropped to 21.6%.

Earnings Conference Call

Assurant will host a conference call Thursday, August 3, 2006 at 9:00 A.M. (ET) with access available via Internet and telephone. Investors and analysts may participate in the live conference call by dialing 800-473-6123 (toll-free domestic) or 973-582-2706 (international); passcode: 7216424. Please call to register at least 10 minutes before the conference call begins. A replay of the call will be available for one week via the telephone starting at approximately 12:00 P.M. (ET) on August 3 2006 and can be accessed at 877-519-4471 (toll-free domestic) or 973-341-3080 (international); passcode: 7216424. The webcast will be archived for one month on Assurant' s website.

About Assurant

Assurant is a premier provider of specialized insurance products and related services in North America and selected other international markets. The four key businesses – Assurant Solutions; Assurant Specialty Property; Assurant Health; and Assurant Employee Benefits – have partnered with clients who are leaders in their industries and have built leadership positions in a number of specialty insurance market segments in the U.S. and selected international markets. The Assurant business units provide creditor-placed homeowners insurance; manufactured housing homeowners insurance; debt protection administration; credit-related insurance; warranties and extended service contracts; individual health and small employer group health insurance; group dental insurance; group disability insurance; group life insurance; and pre-funded funeral insurance.

The company, which is traded on the New York Stock Exchange under the symbol AIZ, has over \$20 billion in assets and \$7 billion in annual revenue. Assurant has more than 12,000 employees worldwide and is headquartered in New York' s financial district. www.assurant.com

Safe Harbor Statement

Some of the statements included in this press release, particularly those anticipating future financial performance, business prospects, growth and operating strategies and similar matters, are forward-looking statements that involve a number of risks and uncertainties. For those statements, we claim the protection of the safe harbor for forward-looking statements contained in the Private Securities Litigation Reform Act of 1995. For a discussion of the factors that could affect our actual results please refer to the risk factors identified from time to time in our SEC reports, including, but not limited to, our 10-K, as filed with the SEC.

Non-GAAP Financial Measures

Assurant uses the following non-GAAP financial measures to analyze the company' s operating performance for the periods presented in this press release. Because Assurant' s calculation of these measures may differ from similar measures used by other companies, investors should be careful when comparing Assurant' s non-GAAP financial measures to those of other companies.

(1) Assurant uses net operating income as an important measure of the company' s operating performance. Net operating income equals net income excluding net realized gains (losses) on investments and other unusual and/or infrequent items. The company believes net operating income provides investors a valuable measure of the performance of the company' s ongoing business, because it excludes both the effect of realized gains (losses) on investments that tend to be highly variable from period to period, and those events that are unusual and/or unlikely to recur.

Assurant, Inc. and Subsidiaries
Condensed Consolidated Statements of Operations
Three and Six Months Ended June 30, 2006 and 2005 (unaudited)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2006	2005	2006	2005
(in thousands except number of shares and per share amount)				
Revenues				
Net earned premiums and other considerations	\$1,685,322	\$1,623,239	\$3,357,975	\$3,255,133
Net investment income	180,438	177,018	373,000	341,218
Net realized gains (losses) on investments	2,272	4,079	(2,180)	4,571
Amortization of deferred gain on disposal of businesses	10,022	11,784	18,855	23,647
Fees and other income	71,036	58,183	131,222	112,088
Total revenues	1,949,090	1,874,303	3,878,872	3,736,657
Benefits, losses and expenses				
Policyholder benefits	874,204	924,011	1,763,883	1,867,535
Selling, underwriting, general and administrative expenses	827,408	746,879	1,609,840	1,473,672
Interest expense	15,315	15,314	30,630	30,628
Total benefits, losses and expenses	1,716,927	1,686,204	3,404,353	3,371,835
Income before income taxes and cumulative effect of change in accounting principle	232,163	188,099	474,519	364,822
Income tax expense	81,027	60,475	162,458	122,800

Net income before cumulative effect of change in accounting principle	151,136	127,624	312,061	242,022
Cumulative effect of change in accounting principle	<u>-</u>	<u>-</u>	<u>1,547</u>	<u>-</u>
Net income	<u>\$151,136</u>	<u>\$127,624</u>	<u>\$313,608</u>	<u>\$242,022</u>

Net income per share:

Basic	\$1.18	\$0.93	\$2.43	\$1.74
Diluted	\$1.16	\$0.92	\$2.39	\$1.73
Dividends per share	\$0.10	\$0.08	\$0.18	\$0.15

Share Data:

Basic weighted average shares outstanding	128,488,126	137,700,163	129,239,104	138,712,723
Diluted weighted average shares outstanding	130,327,634	139,019,388	131,197,145	140,030,049

Assurant, Inc. and Subsidiaries
Condensed Consolidated Balance Sheets
At June 30, 2006 (unaudited) and December 31, 2005

	<u>June 30,</u> <u>2006</u>	<u>December 31,</u> <u>2005</u>
	(in thousands)	
Assets		
Investments and cash and cash equivalents	\$12,959,411	\$13,371,392
Reinsurance recoverables	3,949,569	4,447,810
Deferred acquisition costs	2,176,079	2,022,308
Goodwill	805,254	804,864
Assets held in separate accounts	3,253,839	3,472,435
Other assets	1,388,264	1,246,644
Total assets	<u>24,532,416</u>	<u>25,365,453</u>
Liabilities		
Policyholder benefits and claims payable	10,233,220	10,540,077
Unearned premiums	4,049,636	3,851,614
Debt	971,731	971,690
Mandatorily redeemable preferred stock	23,160	24,160
Liabilities related to separate accounts	3,253,839	3,472,435
Accounts payable and other liabilities	<u>2,430,476</u>	<u>2,805,918</u>

Total liabilities	20,962,062	21,665,894
Stockholders' equity		
Equity, excluding accumulated other comprehensive income	3,610,351	3,480,060
Accumulated other comprehensive income	(39,997)	219,499
Total stockholders' equity	3,570,354	3,699,559
Total liabilities and stockholders' equity	<u>\$24,532,416</u>	<u>\$25,365,453</u>



ASSURANT

Assurant, Inc. (AIZ)

Financial Supplement as of June 30, 2006



ASSURANT

**ASSURANT, INC. AND SUBSIDIARIES
EARNINGS RELEASE SUPPLEMENT
AS OF JUNE 30, 2006**

INDEX TO SUPPLEMENT

	<u>Page:</u>
REGULATION G - NON GAAP MEASURES	1
SUMMARY FINANCIAL HIGHLIGHTS (unaudited)	2
SEGMENTED BALANCE SHEETS (unaudited)	4
RECONCILIATION OF NET OPERATING INCOME TO NET INCOME (unaudited)	5
CONDENSED CONSOLIDATED STATEMENT OF OPERATIONS (unaudited)	6
CONDENSED SEGMENT STATEMENTS OF OPERATIONS (unaudited)	7
INVESTMENTS (unaudited)	14
INVESTMENT RESULTS BY ASSET CATEGORY & ANNUALIZED YIELDS (unaudited)	15

About Assurant:

Assurant is a premier provider of specialized insurance products and related services in North America and selected other markets. The four key business segments - Assurant Solutions; Assurant Specialty Property; Assurant Health; and Assurant Employee Benefits - have partnered with clients who are leaders in their industries and have built leadership positions in a number of specialty insurance markets in the U.S. and selected international markets. The Assurant business segments provide creditor-placed homeowners insurance; manufactured housing homeowners insurance; debt protection administration; credit insurance; warranties and extended services contracts; individual health and small employer group health insurance; group dental insurance; group disability insurance; group life insurance; and pre-funded funeral insurance.

The company, which is traded on the New York Stock Exchange under the symbol AIZ, has over \$20 billion in assets and \$7 billion in annual revenue. Assurant has more than 12,000 employees and is headquartered in New York's financial district.

Safe Harbor Statement:

Some of the statements included in this statistical supplement, particularly those anticipating future financial performance, business prospects, growth and operating strategies and similar matters, are forward-looking statements that involve a number of risks and uncertainties. For those statements, we claim the protection of the safe harbor for forward-looking statements contained in the Private Securities Litigation Reform Act of 1995. For a discussion of the factors that could affect our actual results please refer to the risk factors identified from time to time in our SEC reports, posted on the Assurant website at www.assurant.com.



Regulation G - Non GAAP Measures

Assurant uses the following non-GAAP financial measures to analyze the company' s operating performance for the periods presented in the press release. Because Assurant' s calculation of these measures may differ from similar measures used by other companies, investors should be careful when comparing Assurant' s non-GAAP financial measures to those of other companies.

(1) Assurant uses net operating income as an important measure of the company' s operating performance. Net operating income equals net income, excluding net realized gains (losses) on investments and unusual and/or infrequent items. The company believes net operating income provides investors a valuable measure of the performance of the company' s ongoing business, because it excludes both the effect of realized gains (losses) on investments that tend to be highly variable from period to period, and those events that are unusual and/or unlikely to recur.

(2) Book value per share excluding accumulated other comprehensive income (AOCI) has been included as a measure of stockholder value. The company believes book value per share excluding AOCI provides investors a better measure of stockholder value than book value per share because it excludes the effect of unrealized gains (losses) on investments and foreign currency translation, which tend to be highly variable from period to period.



Assurant, Inc. and Subsidiaries
Summary Financial Highlights
(Unaudited)

<i>(\$ in thousands, except per share amounts)</i>	For the Three-Months Ended		For the Six-Months Ended	
	June 30,		June 30,	
	2006	2005	2006	2005
Net operating income (1)	\$149,659	\$130,176	\$313,478	\$245,294
Net realized gain (loss) from investments	1,477	2,651	(1,417)	2,971
Excess of loss reinsurance program (1995-1997)	-	(5,203)	-	(5,203)
Expenses directly related to the secondary public offering	-	-	-	(1,040)
Net income before cumulative effect of change in accounting principle	151,136	127,624	312,061	242,022
Cumulative effect of change in accounting principle	-	-	1,547	-
Net income	<u>\$151,136</u>	<u>\$127,624</u>	<u>\$313,608</u>	<u>\$242,022</u>
Total revenues	\$1,949,090	\$1,874,303	\$3,878,872	\$3,736,657
PER SHARE AND SHARE DATA:				
Basic earnings per share				
Net operating income	\$1.16	\$0.95	\$2.43	\$1.77
Net income before cumulative effect of change in accounting principle	\$1.18	\$0.93	\$2.42	\$1.74

Net income	\$1.18	\$0.93	\$2.43	\$1.74
Weighted average of common shares outstanding - basic	128,488,126	137,700,163	129,239,104	138,712,723
Diluted earnings per share				
Net operating income	\$1.15	\$0.94	\$2.39	\$1.75
Net income before cumulative effect of change in accounting principle	\$1.16	\$0.92	\$2.38	\$1.73
Net income	\$1.16	\$0.92	\$2.39	\$1.73
Weighted average of common shares outstanding - diluted	130,327,634	139,019,388	131,197,145	140,030,049

Assurant, Inc. and Subsidiaries
Summary Financial Highlights (continued)
(Unaudited)

	As of June 30, 2006	As of December 31, 2005
<i>(\$ in thousands, except per share amounts)</i>		
Total assets	\$24,532,416	\$25,365,453
Total stockholders' equity	\$3,570,354	\$3,699,559
Total stockholders' equity (excluding AOCI)	\$3,610,351	\$3,480,060
Basic book value per share	\$28.05	\$28.33
Basic book value per share (excluding AOCI) (2)	\$28.37	\$26.65
Shares outstanding for basic book value per share calculation	127,278,688	130,591,834
Diluted book value per share	\$27.64	\$27.90
Diluted book value per share (excluding AOCI) (2)	\$27.95	\$26.25
Shares outstanding for diluted book value per share calculation	129,164,243	132,598,736
Debt to total capital ratio (excluding AOCI)	21.6 %	22.2 %



Assurant, Inc. and Subsidiaries
Segmented Condensed Balance Sheets
At June 30, 2006 and December 31, 2005
(Unaudited)

	At June 30, 2006					
	Solutions	Specialty Property	Health	Employee Benefits	Corporate & Other(1)	Consolidated
	(\$ in thousands)					
Assets						
Investments and cash and cash equivalents	\$7,013,492	\$1,343,794	\$1,271,404	\$2,672,250	\$658,471	\$12,959,411
Reinsurance recoverables	761,097	326,745	6,500	22,574	2,832,653	3,949,569
Deferred acquisition costs	1,949,172	134,481	63,742	28,684	-	2,176,079
Goodwill	-	-	-	-	805,254	805,254
Assets held in separate accounts	245,266	-	-	-	3,008,573	3,253,839
Other assets	315,709	290,431	150,662	210,475	420,987	1,388,264
Total assets	<u>10,284,736</u>	<u>2,095,451</u>	<u>1,492,308</u>	<u>2,933,983</u>	<u>7,725,938</u>	<u>24,532,416</u>
Liabilities						
Policyholder benefits and claims payable	4,287,182	289,031	602,449	1,939,924	3,114,634	10,233,220
Unearned premiums	3,133,267	725,602	129,410	14,232	47,125	4,049,636
Debt	-	-	-	-	971,731	971,731
Mandatorily redeemable preferred stock	-	-	-	-	23,160	23,160

Liabilities related to separate accounts	245,266	–	–	–	3,008,573	3,253,839
Accounts payable and other liabilities	967,174	407,111	250,766	276,146	529,279	2,430,476
Total liabilities	8,632,889	1,421,744	982,625	2,230,302	7,694,502	20,962,062
Stockholders' equity						
Equity, excluding accumulated other comprehensive income	1,651,847	673,707	509,683	703,681	71,433	3,610,351
Accumulated other comprehensive income	–	–	–	–	(39,997)	(39,997)
Total stockholders' equity	1,651,847	673,707	509,683	703,681	31,436	3,570,354
Total liabilities and stockholders' equity	<u>\$10,284,736</u>	<u>\$2,095,451</u>	<u>\$1,492,308</u>	<u>\$2,933,983</u>	<u>\$7,725,938</u>	<u>\$24,532,416</u>

At December 31, 2005

	<u>Solutions</u>	<u>Specialty Property</u>	<u>Health</u>	<u>Employee Benefits</u>	<u>Corporate & Other(1)</u>	<u>Consolidated</u>
<i>(\$ in thousands)</i>						
Assets						
Investments and cash and cash equivalents	\$6,962,324	\$1,125,980	\$1,246,798	\$2,714,308	\$1,321,982	\$13,371,392
Reinsurance recoverables	812,466	816,533	5,527	23,193	2,790,091	4,447,810
Deferred acquisition costs	1,784,366	132,456	76,593	28,893	–	2,022,308
Goodwill	–	–	–	–	804,864	804,864
Assets held in separate accounts	246,859	–	–	–	3,225,576	3,472,435
Other assets	651,100	187,932	123,960	132,078	151,574	1,246,644

Total assets	<u>10,457,115</u>	<u>2,262,901</u>	<u>1,452,878</u>	<u>2,898,472</u>	<u>8,294,087</u>	<u>25,365,453</u>
Liabilities						
Policyholder benefits and claims payable	4,241,237	670,999	603,807	1,926,396	3,097,638	10,540,077
Unearned premiums	2,970,104	700,183	121,959	12,481	46,887	3,851,614
Debt	–	–	–	–	971,690	971,690
Mandatorily redeemable preferred stock	–	–	–	–	24,160	24,160
Liabilities related to separate accounts	246,859	–	–	–	3,225,576	3,472,435
Accounts payable and other liabilities	<u>1,422,739</u>	<u>367,316</u>	<u>247,548</u>	<u>349,347</u>	<u>418,968</u>	<u>2,805,918</u>
Total liabilities	8,880,939	1,738,498	973,314	2,288,224	7,784,919	21,665,894
Stockholders' equity						
Equity, excluding accumulated other comprehensive income	1,576,176	524,403	479,564	610,248	289,669	3,480,060
Accumulated other comprehensive income	–	–	–	–	219,499	219,499
Total stockholders' equity	<u>1,576,176</u>	<u>524,403</u>	<u>479,564</u>	<u>610,248</u>	<u>509,168</u>	<u>3,699,559</u>
Total liabilities and stockholders' equity	<u>\$10,457,115</u>	<u>\$2,262,901</u>	<u>\$1,452,878</u>	<u>\$2,898,472</u>	<u>\$8,294,087</u>	<u>\$25,365,453</u>

(1) Corporate and Other segment includes Accumulated Other Comprehensive Income, Reinsurance Recoverables related to the disposal of FFG and LTC businesses, goodwill, separate accounts related to the disposal of FFG business and all of Assurant, Inc.' s debt.



Assurant, Inc. and Subsidiaries
Reconciliation of Net Operating Income to Net Income
(Unaudited)

(\$ in thousands, net of tax)	For the Three Months Ended						For the Six Months Ended	
	June 30, 2006	March 31, 2006	December 31, 2005	September 30, 2005	June 30, 2005	March 31, 2005	June 30, 2006	June 30, 2005
Assurant Solutions	\$37,148	\$39,747	\$35,382	\$31,939	\$42,392	\$23,434	\$76,895	\$65,826
Assurant Specialty Property	59,276	64,444	39,037	31,685	34,213	38,292	123,720	72,505
Assurant Health	41,016	45,096	33,297	45,718	49,367	49,673	86,112	99,040
Assurant Employee Benefits	20,590	19,185	19,329	22,846	9,812	16,379	39,775	26,191
Corporate and other	(4,930)	(439)	20,701	(4,289)	(3,314)	(10,417)	(5,369)	(13,731)
Amortization of deferred gain on disposal of businesses	6,514	5,741	4,651	7,609	7,660	7,711	12,255	15,371
Interest expense	(9,955)	(9,955)	(9,955)	(9,955)	(9,954)	(9,954)	(19,910)	(19,908)
Net operating income	149,659	163,819	142,442	125,553	130,176	115,118	313,478	245,294
Adjustments:								
Net realized gain (loss) on investments	1,477	(2,894)	(5,396)	9,794	2,651	320	(1,417)	2,971
Excess loss of reinsurance program (1995-1997)	-	-	-	(35,060)	(5,203)	-	-	(5,203)
Expenses directly related to the secondary public offering	-	-	-	-	-	(1,040)	-	(1,040)

Net income before cumulative effect of change in accounting principle	151,136	160,925	137,046	100,287	127,624	114,398	312,061	242,022
Cumulative effect of change in accounting principle	—	1,547	—	—	—	—	1,547	—
Net income	<u>\$151,136</u>	<u>\$162,472</u>	<u>\$137,046</u>	<u>\$100,287</u>	<u>\$127,624</u>	<u>\$114,398</u>	<u>\$313,608</u>	<u>\$242,022</u>



Assurant, Inc. and Subsidiaries
Consolidated Condensed Statement of Operations
(Unaudited)

(\$ in thousands)	For the Three Months Ended				For the Six Months Ended			
	June 30, 2006	March 31, 2006	December 31, 2005	September 30, 2005	June 30, 2005	March 31, 2005	June 30, 2006	June 30, 2005
Revenues:								
Net earned premiums and other considerations	\$1,685,322	\$1,672,653	\$1,644,477	\$1,621,186	\$1,623,239	\$1,631,894	\$3,357,975	\$3,255,133
Net investment income	180,438	192,562	170,864	175,175	177,018	164,200	373,000	341,218
Net realized (loss) gain on investments	2,272	(4,452)	(8,301)	11,965	4,079	492	(2,180)	4,571
Amortization of deferred gain on disposal of businesses	10,022	8,833	7,155	11,706	11,784	11,863	18,855	23,647
Fees and other income	71,036	60,186	67,382	59,409	58,183	53,905	131,222	112,088
	<u>1,949,090</u>	<u>1,929,782</u>	<u>1,881,577</u>	<u>1,879,441</u>	<u>1,874,303</u>	<u>1,862,354</u>	<u>3,878,872</u>	<u>3,736,657</u>
Benefits, losses and expenses:								
Policyholder benefits	874,204	889,679	869,678	970,596	924,011	943,524	1,763,883	1,867,535
Selling, underwriting, general and administrative expenses	827,408	782,432	847,172	752,156	746,879	726,793	1,609,840	1,473,672

Interest expense	15,315	15,315	15,315	15,315	15,314	15,314	30,630	30,628
	<u>1,716,927</u>	<u>1,687,426</u>	<u>1,732,165</u>	<u>1,738,067</u>	<u>1,686,204</u>	<u>1,685,631</u>	<u>3,404,353</u>	<u>3,371,835</u>
Income before income taxes and cumulative effect of change in accounting principle	232,163	242,356	149,412	141,374	188,099	176,723	474,519	364,822
Income taxes	<u>81,027</u>	<u>81,431</u>	<u>12,366</u>	<u>41,087</u>	<u>60,475</u>	<u>62,325</u>	<u>162,458</u>	<u>122,800</u>
Net income before cumulative effect of change in accounting principle	151,136	160,925	137,046	100,287	127,624	114,398	312,061	242,022
Cumulative effect of change in accounting principle	<u>-</u>	<u>1,547</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,547</u>	<u>-</u>
Net income	<u>\$151,136</u>	<u>\$162,472</u>	<u>\$137,046</u>	<u>\$100,287</u>	<u>\$127,624</u>	<u>\$114,398</u>	<u>\$313,608</u>	<u>\$242,022</u>

**Share repurchase
program:**

Shares repurchased	2,140,000	1,416,800	2,014,468	3,910,926	2,797,500	710,000	3,556,800	3,507,500
Average repurchase price per share	\$48.43	\$45.17	\$38.00	\$37.38	\$34.32	\$34.16	\$47.13	\$34.29
Repurchase price	\$103,630	\$64,001	\$76,551	\$146,181	\$96,006	\$24,252	\$167,631	\$120,258

AIZ Closing stock price (NYSE)

\$48.40	\$49.25	\$43.49	\$38.06	\$36.10	\$33.70	\$48.40	\$36.10
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Investment yield (1)

5.83	%	5.75	%	5.54	%	5.71	%	5.63	%	5.51	%	5.74	%	5.57	%
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Real estate investment income (1)

\$-	\$14,735	\$-	<u>\$3,156</u>	\$9,409	\$-	\$14,735	\$9,409
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(1) Investment yield excludes investment income from real estate partnerships.



Assurant Solutions
Condensed Statement of Operations
(Unaudited)

(\$ in thousands)	For the Three Months Ended				For the Six Months Ended			
	June 30, 2006	March 31, 2006	December 31, 2005	September 30, 2005	June 30, 2005	March 31, 2005	June 30, 2006	June 30, 2005
Revenues:								
Net earned premiums and other considerations	\$592,182	\$570,388	\$573,880	\$556,084	\$554,829	\$535,352	\$1,162,570	\$1,090,181
Net investment income	98,951	97,082	93,192	92,070	100,107	86,196	196,033	186,303
Fees and other income	39,525	34,170	41,004	32,063	30,574	29,089	73,695	59,663
	<u>730,658</u>	<u>701,640</u>	<u>708,076</u>	<u>680,217</u>	<u>685,510</u>	<u>650,637</u>	<u>1,432,298</u>	<u>1,336,147</u>
Benefits, losses and expenses:								
Policyholder benefits	247,208	248,380	246,585	271,357	269,284	259,674	495,588	528,958
Selling, underwriting, general and administrative expenses	424,429	394,878	406,259	360,947	353,299	357,000	819,307	710,299
	<u>671,637</u>	<u>643,258</u>	<u>652,844</u>	<u>632,304</u>	<u>622,583</u>	<u>616,674</u>	<u>1,314,895</u>	<u>1,239,257</u>
Income before income taxes	59,021	58,382	55,232	47,913	62,927	33,963	117,403	96,890
Income taxes	21,873	18,635	19,850	15,974	20,535	10,529	40,508	31,064
Net operating income	<u>\$37,148</u>	<u>\$39,747</u>	<u>\$35,382</u>	<u>\$31,939</u>	<u>\$42,392</u>	<u>\$23,434</u>	<u>\$76,895</u>	<u>\$65,826</u>
Gross written premiums for selected product groupings:								
Domestic Credit	\$182,489	\$168,927	\$199,082	\$182,999	\$194,667	\$190,718	\$351,416	\$385,385

International Credit	\$159,208	\$161,024	\$160,858	\$166,413	\$157,449	\$162,747	\$320,232	\$320,196
Domestic extended service contracts	\$290,851	\$285,504	\$326,974	\$298,969	\$241,035	\$253,249	\$576,355	\$494,284
International extended service contracts	\$71,330	\$66,256	\$86,674	\$62,669	\$50,593	\$47,570	\$137,586	\$98,163
Preneed (Face Sales)	\$120,545	\$123,688	\$123,202	\$141,786	\$144,508	\$133,019	\$244,233	\$277,527
Investment yield (1) *	N/A	N/A	N/A	N/A	N/A	N/A	5.54 %	N/A

Real estate investment income (1)

\$-	\$2,506	\$-	\$-	\$9,409	\$-	\$2,506	\$9,409
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(1) Investment yield excludes investment income from real estate partnerships.

* Segment balance sheets as of March 31, 2006, September 30, 2005, June 30, 2005 and March 31, 2005 are not available. Therefore, investment yields are not available.



Assurant Specialty Property
Condensed Statement of Operations
(Unaudited)

(\$ in thousands)	For the Three Months Ended						For the Six Months Ended	
	June 30, 2006	March 31, 2006	December 31, 2005	September 30, 2005	June 30, 2005	March 31, 2005	June 30, 2006	June 30, 2005
Revenues:								
Net earned premiums and other considerations	\$290,972	\$252,749	\$230,684	\$219,374	\$207,696	\$201,094	\$543,721	\$408,790
Net investment income	17,923	16,790	15,481	16,648	14,843	14,981	34,713	29,824
Fees and other income	13,587	9,458	9,948	9,850	10,168	8,193	23,045	18,361
	<u>322,482</u>	<u>278,997</u>	<u>256,113</u>	<u>245,872</u>	<u>232,707</u>	<u>224,268</u>	<u>601,479</u>	<u>456,975</u>
Benefits, losses and expenses:								
Policyholder benefits	110,474	70,459	77,762	96,707	72,294	70,744	180,933	143,038
Selling, underwriting, general and administrative expenses	122,369	109,089	118,811	100,838	108,230	95,120	231,458	203,350
	<u>232,843</u>	<u>179,548</u>	<u>196,573</u>	<u>197,545</u>	<u>180,524</u>	<u>165,864</u>	<u>412,391</u>	<u>346,388</u>
Income before income taxes	89,639	99,449	59,540	48,327	52,183	58,404	189,088	110,587
Income taxes	30,363	35,005	20,503	16,642	17,970	20,112	65,368	38,082
Net operating income	<u>\$59,276</u>	<u>\$64,444</u>	<u>\$39,037</u>	<u>\$31,685</u>	<u>\$34,213</u>	<u>\$38,292</u>	<u>\$123,720</u>	<u>\$72,505</u>
Net Earned Premiums for selected product groupings:								

Homeowners (Creditor Placed & Voluntary)	\$178,363	\$142,892	\$118,070	\$114,965	\$107,219	\$103,272	\$321,255	\$210,491
Manufactured Housing (Creditor Placed & Voluntary)	54,184	55,968	57,957	52,699	53,252	53,516	110,152	106,768
Other	58,425	53,889	54,657	51,710	47,225	44,306	112,314	91,531
Total	\$290,972	\$252,749	\$230,684	\$219,374	\$207,696	\$201,094	\$543,721	\$408,790

Ratios:

Loss ratio (a)	38.0	%	27.9	%	33.7	%	44.1	%	34.8	%	35.2	%	33.3	%	35.0	%
Expense ratio (b)	40.2	%	41.6	%	49.4	%	44.0	%	49.7	%	45.4	%	40.8	%	47.6	%
Combined ratio (c)	76.5	%	68.5	%	81.7	%	86.2	%	82.9	%	79.3	%	72.8	%	81.1	%

Investment yield (1)*

N/A	N/A	N/A	N/A	N/A	N/A	N/A	5.62	%	N/A
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Real estate investment income (1)

\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-
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(a) The loss ratio is equal to policyholder benefits divided by net earned premiums and other considerations.

(b) The expense ratio is equal to selling, underwriting and general expenses divided by net earned premiums and other considerations and fees and other income.

(c) The combined ratio is equal to total benefits, losses and expenses divided by net earned premiums and other considerations and fees and other income.

(1) Investment yield excludes investment income from real estate partnerships.

* Segment balance sheets as of March 31, 2006, September 30, 2005, June 30, 2005 and March 31, 2005 are not available. Therefore, investment yields are not available.



Assurant Health
Condensed Statement of Operations
(Unaudited)

(\$ in thousands)	For the Three Months Ended						For the Six Months Ended	
	June 30, 2006	March 31, 2006	December 31, 2005	September 30, 2005	June 30, 2005	March 31, 2005	June 30, 2006	June 30, 2005
Revenues:								
Net earned premiums and other considerations	\$519,587	\$523,405	\$531,345	\$538,800	\$544,294	\$549,526	\$1,042,992	\$1,093,820
Net investment income	17,110	24,001	16,474	17,707	17,170	17,705	41,111	34,875
Fees and other income	10,250	9,726	9,323	10,420	10,270	10,331	19,976	20,601
	<u>546,947</u>	<u>557,132</u>	<u>557,142</u>	<u>566,927</u>	<u>571,734</u>	<u>577,562</u>	<u>1,104,079</u>	<u>1,149,296</u>
Benefits, losses and expenses:								
Policyholder benefits	321,322	325,401	329,793	336,362	333,101	345,368	646,723	678,469
Selling, underwriting, general and administrative expenses	163,019	162,712	176,626	161,125	163,385	156,763	325,731	320,148
	<u>484,341</u>	<u>488,113</u>	<u>506,419</u>	<u>497,487</u>	<u>496,486</u>	<u>502,131</u>	<u>972,454</u>	<u>998,617</u>
Income before income taxes	62,606	69,019	50,723	69,440	75,248	75,431	131,625	150,679
Income taxes	21,590	23,923	17,426	23,722	25,881	25,758	45,513	51,639
Net operating income	<u>\$41,016</u>	<u>\$45,096</u>	<u>\$33,297</u>	<u>\$45,718</u>	<u>\$49,367</u>	<u>\$49,673</u>	<u>\$86,112</u>	<u>\$99,040</u>
Net earned premiums and other considerations:								

Individual:

Individual medical	\$300,267	\$297,338	\$295,322	\$291,817	\$290,047	\$287,312	\$597,605	\$577,359
Short-term medical	<u>25,489</u>	<u>25,001</u>	<u>26,664</u>	<u>30,257</u>	<u>28,115</u>	<u>25,876</u>	<u>50,490</u>	<u>53,991</u>
Subtotal	325,756	322,339	321,986	322,074	318,162	313,188	648,095	631,350
<i>Small employer group</i>	<u>193,831</u>	<u>201,066</u>	<u>209,359</u>	<u>216,726</u>	<u>226,132</u>	<u>236,338</u>	<u>394,897</u>	<u>462,470</u>
Total	<u>\$519,587</u>	<u>\$523,405</u>	<u>\$531,345</u>	<u>\$538,800</u>	<u>\$544,294</u>	<u>\$549,526</u>	<u>\$1,042,992</u>	<u>\$1,093,820</u>



Assurant Health (continued)
Condensed Statement of Operations
(Unaudited)

(\$ in thousands)	For the Three Months Ended						For the Six Months Ended	
	June 30, 2006	March 31, 2006	December 31, 2005	September 30, 2005	June 30, 2005	March 31, 2005	June 30, 2006	June 30, 2005
Sales (Annualized issued premiums):								
<i>Individual:</i>								
Individual medical	\$76,616	\$76,192	\$71,745	\$69,343	\$68,137	\$76,389	\$152,808	\$144,526
Short-term medical	28,128	30,248	24,747	34,889	31,566	28,716	58,376	60,282
Subtotal	104,744	106,440	96,492	104,232	99,703	105,105	211,184	204,808
<i>Small employer group</i>	32,527	34,573	36,466	36,224	41,211	45,486	67,100	86,697
Total	<u>\$137,271</u>	<u>\$141,013</u>	<u>\$132,958</u>	<u>\$140,456</u>	<u>\$140,914</u>	<u>\$150,591</u>	<u>\$278,284</u>	<u>\$291,505</u>

Membership by product line:

<i>Individual:</i>								
Individual medical	632	636	644	647	662	671	632	662
Short-term medical	105	100	102	122	129	116	105	129
Subtotal	737	736	746	769	791	787	737	791

Small employer group

226	239	255	267	287	308	226	287
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Total

963	975	1,001	1,036	1,078	1,095	963	1,078
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Ratios:

Loss ratio (a)

61.8	%	62.2	%	62.1	%	62.4	%	61.2	%	62.8	%	62.0	%	62.0	%
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Expense ratio (b)

30.8	%	30.5	%	32.7	%	29.3	%	29.5	%	28.0	%	30.6	%	28.7	%
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Combined ratio (c)

91.4	%	91.6	%	93.7	%	90.6	%	89.5	%	89.7	%	91.5	%	89.6	%
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Investment yield (1)

5.83	%	5.70	%	5.57	%	5.48	%	5.23	%	5.44	%	5.76	%	5.42	%
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Real estate investment**income (1)**

\$-	\$7,372	\$-	\$596	\$-	\$-	\$7,372	\$-
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- (a) The loss ratio is equal to policyholder benefits divided by net earned premiums and other considerations.
- (b) The expense ratio is equal to selling, underwriting and general expenses divided by net earned premiums and other considerations and fees and other income.
- (c) The combined ratio is equal to total benefits, losses and expenses divided by net earned premiums and other considerations and fees and other income.
- (1) Investment yield excludes investment income from real estate partnerships.



**Assurant Employee Benefits
Condensed Statement of Operations
(Unaudited)**

(\$ in thousands)	For the Three Months Ended				For the Six Months Ended			
	June 30, 2006	March 31, 2006	December 31, 2005	September 30, 2005	June 30, 2005	March 31, 2005	June 30, 2006	June 30, 2005
Revenues:								
Net earned premiums and other considerations	\$282,581	\$326,111	\$308,568	\$306,928	\$316,420	\$345,922	\$608,692	\$662,342
Net investment income	38,744	40,839	38,754	41,878	38,274	37,983	79,583	76,257
Fees and other income	7,547	6,832	6,056	6,976	6,993	6,189	14,379	13,182
	<u>328,872</u>	<u>373,782</u>	<u>353,378</u>	<u>355,782</u>	<u>361,687</u>	<u>390,094</u>	<u>702,654</u>	<u>751,781</u>
Benefits, losses and expenses:								
Policyholder benefits	195,195	245,439	215,538	212,022	241,537	267,738	440,634	509,275
Selling, underwriting, general and administrative expenses	101,827	99,114	108,095	108,403	105,027	97,017	200,941	202,044
	<u>297,022</u>	<u>344,553</u>	<u>323,633</u>	<u>320,425</u>	<u>346,564</u>	<u>364,755</u>	<u>641,575</u>	<u>711,319</u>
Income before income taxes	31,850	29,229	29,745	35,357	15,123	25,339	61,079	40,462
Income taxes	11,260	10,044	10,416	12,511	5,311	8,960	21,304	14,271
Net operating income	<u>\$20,590</u>	<u>\$19,185</u>	<u>\$19,329</u>	<u>\$22,846</u>	<u>\$9,812</u>	<u>\$16,379</u>	<u>\$39,775</u>	<u>\$26,191</u>
Net earned premiums and other considerations by:								

Major product grouping:

Group dental	\$108,010	\$111,393	\$121,444	\$124,780	\$128,323	\$128,242	\$219,403	\$256,565
Group disability single premiums for closed blocks	-	33,920	-	-	-	26,700	33,920	26,700
All other group disability	119,847	121,586	123,390	118,595	123,078	124,777	241,433	247,855
Group life	<u>54,724</u>	<u>59,212</u>	<u>63,734</u>	<u>63,553</u>	<u>65,019</u>	<u>66,203</u>	<u>113,936</u>	<u>131,222</u>
Total	<u>\$282,581</u>	<u>\$326,111</u>	<u>\$308,568</u>	<u>\$306,928</u>	<u>\$316,420</u>	<u>\$345,922</u>	<u>\$608,692</u>	<u>\$662,342</u>

Assurant Employee Benefits (continued)
Condensed Statement of Operations
(Unaudited)

(\$ in thousands)	For the Three Months Ended						For the Six Months Ended	
	June 30, 2006	March 31, 2006	December 31, 2005	September 30, 2005	June 30, 2005	March 31, 2005	June 30, 2006	June 30, 2005
Sales:								
Group dental	\$12,843	\$26,979	\$ 17,316	\$ 21,588	\$18,187	\$41,757	\$39,822	\$59,944
Group disability	10,022	13,633	9,722	12,649	14,864	25,420	23,655	40,284
Group life	5,344	6,681	6,702	5,883	10,898	18,561	12,025	29,459
Total	<u>\$28,209</u>	<u>\$47,293</u>	<u>\$ 33,740</u>	<u>\$ 40,120</u>	<u>\$43,949</u>	<u>\$85,738</u>	<u>\$75,502</u>	<u>\$129,687</u>

Ratios:

Loss ratio (a)	69.1 %	75.3 %	69.9 %	69.1 %	76.3 %	77.4 %	72.4 %	76.9 %
Expense ratio (b)	35.1 %	29.8 %	34.4 %	34.5 %	32.5 %	27.6 %	32.3 %	29.9 %
Investment yield (1)	6.17 %	6.47 %	6.15 %	6.29 %	6.14 %	6.12 %	6.33 %	6.17 %

Real estate investment income

(1)

\$- \$- \$- \$ 2,560 \$- \$- \$- \$-

(a) The loss ratio is equal to policyholder benefits divided by net earned premiums and other considerations.

(b) The expense ratio is equal to selling, underwriting and general expenses divided by net earned premiums and other considerations and fees and other income.

(1) Investment yield excludes investment income from real estate partnerships.



**Assurant Corporate and Other
Condensed Statement of Operations
(Unaudited)**

(\$ in thousands)	For the Three Months Ended						For the Six Months Ended	
	June 30, 2006	March 31, 2006	December 31, 2005	September 30, 2005	June 30, 2005	March 31, 2005	June 30, 2006	June 30, 2005
Revenues:								
Net earned premiums and other considerations	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-
Net investment income	7,710	13,850	6,963	6,872	6,624	7,335	21,560	13,959
Net realized (loss) gain on investments	2,272	(4,452)	(8,301)	11,965	4,079	492	(2,180)	4,571
Amortization of deferred gain on disposal of businesses	10,022	8,833	7,155	11,706	11,784	11,863	18,855	23,647
Fees and other income	127	-	1,051	100	178	103	127	281
	<u>20,131</u>	<u>18,231</u>	<u>6,868</u>	<u>30,643</u>	<u>22,665</u>	<u>19,793</u>	<u>38,362</u>	<u>42,458</u>
Benefits, losses and expenses:								
Policyholder benefits	5	-	-	54,148	7,795	-	5	7,795
Selling, underwriting, general and administrative expenses	15,764	16,639	37,381	20,843	16,938	20,893	32,403	37,831
Interest expense	15,315	15,315	15,315	15,315	15,314	15,314	30,630	30,628
	<u>31,084</u>	<u>31,954</u>	<u>52,696</u>	<u>90,306</u>	<u>40,047</u>	<u>36,207</u>	<u>63,038</u>	<u>76,254</u>
Loss before income taxes and cumulative effect of change in accounting principle	(10,953)	(13,723)	(45,828)	(59,663)	(17,382)	(16,414)	(24,676)	(33,796)

Income taxes	(4,059)	(6,176)	(55,829)	(27,762)	(9,222)	(3,034)	(10,235)	(12,256)
Net operating (loss) income before cumulative effect of change in accounting principle	(6,894)	(7,547)	10,001	(31,901)	(8,160)	(13,380)	(14,441)	(21,540)
Cumulative effect of change in accounting principle	—	1,547	—	—	—	—	1,547	—
Net operating (loss) income	<u>\$(6,894)</u>	<u>\$(6,000)</u>	<u>\$ 10,001</u>	<u>\$(31,901)</u>	<u>\$(8,160)</u>	<u>\$(13,380)</u>	<u>\$(12,894)</u>	<u>\$(21,540)</u>
Real estate investment income	\$—	\$4,857	\$—	\$—	\$—	\$—	\$4,857	\$—
Corporate and Other Reconciliation								
Assurant Corporate and Other Segment Net Operating Income	\$(6,894)	\$(6,000)	\$ 10,001	\$(31,901)	\$(8,160)	\$(13,380)	\$(12,894)	\$(21,540)
Adjustments, net of tax:								
Amortization of deferred gain on disposal of businesses	(6,514)	(5,741)	(4,651)	(7,609)	(7,660)	(7,711)	(12,255)	(15,371)
Interest expense	9,955	9,955	9,955	9,955	9,954	9,954	19,910	19,908
Net realized (gain) loss on investments	(1,477)	2,894	5,396	(9,794)	(2,651)	(320)	1,417	(2,971)
Excess loss of reinsurance program (1995-1997)	—	—	—	35,060	5,203	—	—	5,203
Expenses directly related to the secondary public offering	—	—	—	—	—	1,040	—	1,040

Cumulative effect of
change in accounting
principle

- (1,547) - - - - (1,547) -

Corporate and other per Reconciliation
of Net Operating

Income to Net Income (page 5)

\$(4,930) \$(439) \$ 20,701 \$(4,289) \$(3,314) \$(10,417) \$(5,369) \$(13,731)



Assurant, Inc. and Subsidiaries
Investments
(Unaudited)

<i>(\$ in thousands)</i>	As of June 30, 2006	As of December 31, 2005
Investments by Type		
Fixed maturities: available-for-sale, at fair value	\$8,866,664	\$8,961,778
Equity Securities: available-for-sale		
Preferred stocks	729,225	691,523
Common stocks	1,157	1,578
Commercial mortgage loans on real estate, at amortized cost	1,252,612	1,212,006
Policy loans	59,149	61,043
Cash and short-term investments	902,649	1,283,043
Collateral held under securities lending	605,939	610,662
Other investments	542,016	549,759
Total	<u>\$12,959,411</u>	<u>\$13,371,392</u>

Fixed Maturity Securities by Credit Quality (Fair Value)

Aaa / Aa / A	\$6,083,817	69 %	\$6,211,058	69 %
Baa	2,132,416	24 %	2,122,752	24 %

Ba	547,588	6 %	515,740	6 %
B	99,616	1 %	101,724	1 %
Caa and lower	2,579	0 %	9,764	0 %
In or near default	648	0 %	740	0 %
Total	<u>\$8,866,664</u>	<u>100%</u>	<u>\$8,961,778</u>	<u>100%</u>

Fixed Maturity Securities by Issuer Type (Fair Value)

U.S government and government agencies and authorities	\$168,192	2 %	\$207,711	2 %
State, municipalities and political subdivisions	248,100	3 %	235,933	3 %
Foreign government	450,694	5 %	589,353	6 %
Public utilities	1,144,829	13 %	1,064,591	12 %
Mortgage backed securities	1,320,761	15 %	1,492,684	17 %
All other corporate bonds	<u>5,534,088</u>	<u>62 %</u>	<u>5,371,506</u>	<u>60 %</u>
Total	<u>\$8,866,664</u>	<u>100%</u>	<u>\$8,961,778</u>	<u>100%</u>



Assurant, Inc.

Investment Results by Asset Category and Annualized Yields
(Unaudited)

(\$ in thousands)	For the Three Months Ended June 30, 2006			For the Three Months Ended June 30, 2005			For the Six Months Ended June 30, 2006			For the Six Months Ended June 30, 2005		
	Yield	Investment Income	Investment Gain (Loss)	Yield	Investment Income	Investment Gain (Loss)	Yield	Investment Income	Investment Gain (Loss)	Yield	Investment Income	Investment Gain (Loss)
	Fixed maturities: available-for- sale, at fair value	5.76%	\$127,725	\$(258)	5.71 %	\$126,279	\$(3,628)	5.78 %	\$254,566	\$(2,875)	5.76 %	\$251,948
Equity Securities: available-for-sale	7.11%	13,519	37	6.89 %	9,528	(1,168)	6.81 %	25,302	(1,617)	6.84 %	18,374	(890)
Commercial mortgage loans on real estate, at amortized cost	7.21%	22,409	(84)	7.40 %	19,866	(570)	7.43 %	45,762	(209)	7.34 %	39,623	(995)
Policy loans	9.78%	1,457	–	5.24 %	839	–	7.75 %	2,330	–	6.03 %	1,944	–
Cash and short-term investments	4.59%	10,417	7	2.52 %	5,264	(1)	3.75 %	20,473	148	2.30 %	10,691	(3)
Other investments	8.10%	11,119	2,570	15.74%	21,572	9,446	13.59%	37,084	2,373	11.20%	30,978	9,801
Total		186,646	\$2,272		183,348	\$4,079		385,517	\$(2,180)		353,558	\$4,571
Investment expenses		<u>(6,208)</u>			<u>(6,330)</u>			<u>(12,517)</u>			<u>(12,340)</u>	
Net investment income		<u>\$180,438</u>			<u>\$177,018</u>			<u>\$373,000</u>			<u>\$341,218</u>	
Gross investment gain			\$10,682			\$20,262			\$16,808			\$28,429

Gross investment loss	(8,410)	(15,968)	(18,988)	(23,643)
Write-downs on available-for-sale securities	<u>—</u>	<u>(215)</u>	<u>—</u>	<u>(215)</u>
Net investment gain	<u>\$2,272</u>	<u>\$4,079</u>	<u>\$(2,180)</u>	<u>\$4,571</u>