



INSURANCE EXPENSE EXHIBIT

FOR THE YEAR ENDED DECEMBER 31, 2004

OF THE (Name) ALLSTATE INSURANCE COMPANY
 ADDRESS (City, State and Zip Code) NORTHBROOK, IL 60062-6127.....
 NAIC Group Code 0008..... NAIC Company Code 19232..... Employer's ID Number 36-0719665.....
 Contact Person LYNN CIRRIANCIONE..... Title ACCOUNTING SENIOR MGR..... Telephone 847-402-3029.....

IF MODIFICATIONS AND/OR CHANGES AFFECTING THIS EXHIBIT ARE MADE TO THE ANNUAL STATEMENT SUBSEQUENT TO THE FILING OF THIS EXHIBIT, AN AMENDED ANNUAL STATEMENT AND INSURANCE EXPENSE EXHIBIT MUST BE FILED IN WRITING WITH THE APPROPRIATE INSURANCE DEPARTMENT.

**(To Be Filed Not Later Than April 1)
(Combined Statement IEE Supplement to be filed not later than May 1)**

- (1) Refer to Instructions for Uniform Classification of Expenses for definition of Expenses Groups and instructions for allocation of expenses to lines of business.
- (2) Compute all ratios to nearest fourth place and express as percentages, e.g. 48.3.
- (3) There should be submitted in Interrogatory 4 a detailed statement or footnote with respect to any item or items requiring special comment or explanation.
- (4) Parts I, II and III only: Report all amounts to the nearest thousand or through truncation of digits below a thousand. (Example: \$602,503 may be reported as \$603 by rounding or as \$602 by truncation.)
- (5) Interrogatories only: Report all amounts in whole dollars. Do NOT omit thousands.
- (6) Each individual insurer whether or not a member of a group must submit this exhibit.

INTERROGATORIES

1. Change in reserve for deferred maternity and other similar benefits to be reflected in:

- 1.1. Premiums Earned []
- 1.2. Losses Incurred []
- 1.3. Not Applicable []

2. Indicate amounts received from securities subject to proration for federal tax purposes. Report amounts in whole dollars only:

- 2.1. Amount included on Exhibit of Net Investment Income, Line 1.1, Column 2 \$ 945,774,348
- 2.2. Amount included on Exhibit of Net Investment Income, Line 2.1, Column 2 \$ 19,716,020
- 2.3. Amount included on Exhibit of Net Investment Income, Line 2.11, Column 2 \$
- 2.4. Amount included on Exhibit of Net Investment Income, Line 2.2, Column 2 \$ 96,028,793
- 2.5. Amount included on Exhibit of Net Investment Income, Line 2.21, Column 2 \$ 444,370,036

3. Indicate amounts shown in the Annual Statement for the following items. Report amounts in whole dollars only:

- 3.1. Net Investment Income, Page 4, Line 9, Column 1 \$ 2,038,188,251
- 3.2. Realized Capital Gain or (Loss), Page 4, Line 10, Column 1 \$ 505,014,914

4.1 The information provided in the Insurance Expense Exhibit will be used by many persons to estimate the allocation of expenses and profit to the various lines of business. Are there any items requiring special comment or explanation? Yes [] No []

4.2 Are items allocated to lines of business in Parts II and III using methods not defined in the instructions? An extended statement may be attached..... Yes [] No []

4.3 If yes, explain:
 The Miscellaneous taxes unassigned reflected on Parts II and III are tax expenses that were incurred in states and provinces where AIC is licensed, but does not write any business.....

INSURANCE EXPENSE EXHIBIT FOR THE YEAR 2004 OF THE ALLSTATE INSURANCE COMPANY

PART I - ALLOCATION TO EXPENSE GROUPS

(000 OMITTED)

Operating Expense Classifications	1 Loss Adjustment Expense	Other Underwriting Expenses			5 Investment Expenses	6 Total Expenses
		2 Acquisition, Field Supervision and Collection Expenses	3 General Expenses	4 Taxes, Licenses and Fees		
1. Claim adjustment services:						
1.1 Direct	448,433					448,433
1.2 Reinsurance assumed	214,040					214,040
1.3 Reinsurance ceded	(3,158)					(3,158)
1.4 Net claim adjustment services (Lines 1.1 + 1.2 - 1.3)	665,631					665,631
2. Commission and brokerage:						
2.1 Direct excluding contingent		1,410,297				1,410,297
2.2 Reinsurance assumed excluding contingent		1,136,515				1,136,515
2.3 Reinsurance ceded excluding contingent		765				765
2.4 Contingent - direct		247,369				247,369
2.5 Contingent - reinsurance assumed		260,144				260,144
2.6 Contingent - reinsurance ceded						
2.7 Policy and membership fees						
2.8 Net commission and brokerage (Lines 2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7)		3,053,560				3,053,560
3. Allowances to managers and agents						
4. Advertising		293,476				293,476
5. Boards, bureaus and associations	253	328	16,468			17,049
6. Surveys and underwriting reports	974		99,914			100,888
7. Audit of assureds' records						
8. Salary related items:						
8.1 Salaries	957,373	306,380	473,730	25,454		1,762,937
8.2 Payroll taxes	84,935	21,245	29,317	1,375		136,873
9. Employee relations and welfare	315,961	145,713	122,297	6,417		590,389
10. Insurance	2,540	2,352	3,389	106		8,387
11. Directors' fees						
12. Travel and travel items	74,359	30,637	23,060	790		128,847
13. Rent and rent items	134,312	37,874	66,599	652		239,438
14. Equipment	19,398	13,344	21,788	796		55,327
15. Cost or depreciation of EDP equipment and software	85,439	93,226	118,381	4,210		301,256
16. Printing and stationery	15,568	18,022	17,522	1,542		52,655
17. Postage, telephone and telegraph, exchange and express	77,106	129,936	84,497	270		291,809
18. Legal and auditing	1,765	4,880	35,624	931		43,200
19. Totals (Lines 3 to 18)	1,769,984	1,097,414	1,112,587	42,545		4,022,530
20. Taxes, licenses and fees:						
20.1 State and local insurance taxes deducting guaranty association credits of \$ 7,562				564,239		564,239
20.2 Insurance department licenses and fees				7,135		7,135
20.3 Gross guaranty association assessments				28,844		28,844
20.4 All other (excluding Federal and foreign income and real estate)				35,539		35,539
20.5 Total taxes, licenses and fees (Lines 20.1 + 20.2 + 20.3 + 20.4)				635,756		635,756
21. Real estate expenses				35,676		35,676
22. Real estate taxes				12,339		12,339
23. Reimbursements by uninsured accident and health plans	XXX	XXX	XXX	XXX	XXX	XXX
24. Aggregate write-ins for Miscellaneous Operating Expenses	295,628	68,966	169,658	2,527		536,779
25. TOTAL EXPENSES INCURRED	2,731,243	4,219,940	1,282,245	635,756	93,088	8,962,272
DETAILS OF WRITE-INS						
2401. Outside clerical	301,141	96,068	140,657	2,985		540,851
2402. Miscellaneous income and expense	9,768	(7,773)	42,529	(458)		44,067
2403. Donations	3		21,624			21,627
2498. Summary of remaining write-ins for Line 24 from overflow page	(15,283)	(19,330)	(35,152)			(69,766)
2499. TOTALS (Lines 2401 thru 2403 plus 2498) (Line 24 above)	295,628	68,966	169,658	2,527		536,779

INSURANCE EXPENSE EXHIBIT FOR THE YEAR 2004 OF THE ALLSTATE INSURANCE COMPANY

PART II - ALLOCATION TO LINES OF BUSINESS NET OF REINSURANCE

(000 OMITTED)

PREMIUMS, LOSSES, EXPENSES, RESERVES AND PROFITS, AND PERCENTAGES TO PREMIUMS EARNED FOR BUSINESS NET OF REINSURANCE	Premiums Written (Pg. 8, Pt. 1B, Col. 6)		Premiums Earned (Pg. 6, Pt. 1, Col. 4)		Dividends to Policyholders (Pg. 4, Line 17)		Incurred Loss (Pg. 9, Pt. 2, Col. 7)		Defense and Cost Containment Expenses Incurred		Adjusting and Other Expenses Incurred		Unpaid Losses (Pg. 10, Pt. 2A, Col. 8)		Defense and Cost Containment Expenses Unpaid		Adjusting and Other Expenses Unpaid		Unearned Premium Reserves (Pg. 7, Pt. 1A, Col. 5)		Agents' Balances	
	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
1. Fire	89,546	.XXX	85,976	100.0			42,425	49.3	3,450	4.0	5,183	6.0	19,838	23.1	1,345	1.6	1,848	2.1	47,969	55.8	14,269	16.6
2.1 Allied Lines	75,741	.XXX	79,425	100.0			22,450	28.3	1,241	1.6	7,396	9.3	8,267	10.4	406	0.5	2,255	2.8	39,539	49.8	12,069	15.2
2.2 Multiple Peril Crop		.XXX		100.0																		
2.3 Federal Flood		.XXX		100.0								(3,761)										
3. Farmowners Multiple Peril		.XXX		100.0			(28)	.14														
4. Homeowners Multiple Peril	5,804,157	.XXX	5,523,927	100.0			2,225,998	40.3	91,345	1.7	367,612	6.7	1,285,205	23.3	161,138	2.9	82,784	1.5	3,091,512	56.0	924,894	16.7
5.1 Commercial Multiple Peril (Non-Liability Portion)	412,989	.XXX	387,353	100.0			523,592	135.2	3,841	1.0	49,842	12.9	288,450	74.5	4,041	1.0	13,814	3.6	212,001	54.7	65,810	17.0
5.2 Commercial Multiple Peril (Liability Portion)	171,637	.XXX	160,692	100.0			53,396	33.2	76	0.0	8,824	5.5	101,657	63.3	28,098	17.5	6,278	3.9	86,549	53.9	27,350	17.0
6. Mortgage Guaranty		.XXX		100.0																		
8. Ocean Marine	5,402	.XXX	5,443	100.0			2,114	38.8	119	2.2	678	12.5	2,006	36.8	43	0.8	194	3.6	2,453	45.1	861	15.8
9. Inland Marine	213,097	.XXX	206,391	100.0			72,171	35.0	1,041	0.5	26,640	12.9	21,109	10.2	682	0.3	4,886	2.4	106,412	51.6	33,957	16.5
10. Financial Guaranty		.XXX		100.0																		
11. Medical Malpractice		.XXX		100.0			(155)	(.40)			(9)		1,727		325		31					
12. Earthquake	53,108	.XXX	48,195	100.0			(4,902)	(10.2)	(808)	(1.7)	3,403	7.1	12,483	25.9	3,882	8.1	7,164	14.9	28,010	58.1	8,463	17.6
13. Group A & H (See Interrogatory 1)		.XXX		100.0			.6						30				1					
14. Credit A & H	(97)	.XXX	(153)	100.0			(75)	(.49.3)					360	(235.5)			40	(26.4)	300	(196.0)	(15)	(10.1)
15. Other A & H (See Interrogatory 1)		.XXX		100.0			(17)				(1)		15									
16. Workers' Compensation	179	.XXX	152	100.0			30,700	20,256.8	578	381.2	732	483.2	149,632	98,731.2	2,582	1,703.6	6,692	4,415.9	(940)	(620.0)	28	18.8
17. Other Liability	99,883	.XXX	96,420	100.0			36,673	38.0	2,114	2.2	19,729	20.5	427,716	443.6	70,549	73.2	15,661	16.2	48,954	50.8	15,916	16.5
18. Products Liability	3,416	.XXX	3,430	100.0			357,039	10,409.3	105,810	3,084.8	11,668	340.2	1,319,961	38,482.8	267,720	7,805.2	40,799	1,189.5	1,387	40.4	544	15.9
19.1,19.2 Private Passenger Auto Liability	9,554,021	.XXX	9,489,977	100.0	1	0.0	5,276,147	55.6	415,781	4.4	1,038,440	10.9	6,859,417	72.3	1,454,329	15.3	676,761	7.1	2,607,426	27.5	1,522,435	16.0
19.3,19.4 Commercial Auto Liability	414,967	.XXX	400,837	100.0			257,813	64.3	17,755	4.4	48,220	12.0	458,032	114.3	46,067	11.5	22,334	5.6	199,585	49.8	66,125	16.5
21.1 Private Pass. Auto Physical Damage	7,058,923	.XXX	6,961,138	100.0			3,333,434	47.9	23,500	0.3	461,602	6.6	215,895	3.1	7,886	0.1	49,193	0.7	1,877,421	27.0	1,124,841	16.2
21.2 Commercial Auto Physical Damage	172,890	.XXX	172,189	100.0			65,010	37.8	911	0.5	17,547	10.2	3,865	2.2	147	0.1	1,984	1.2	84,334	49.0	27,550	16.0
22. Aircraft (all perils)	55	.XXX	54	100.0			(1,499)	(2,768.2)	92	170.4	(1)	(2.7)	13,575	25,073.0	65	120.7	23	41.7	26	48.0	9	16.1
23. Fidelity	420	.XXX	407	100.0			61	14.9	8	1.9	96	23.7	201	49.5	7	1.8	34	8.5	208	51.1	67	16.5
24. Surety	5	.XXX	238	100.0			(3,759)	(1,582.5)	(1)	(0.6)	2	0.9	(19,195)	(8,080.1)	73	30.7	42	17.6	183	76.9	1	0.4
26. Burglary and Theft	1,198	.XXX	1,198	100.0			479	40.0	3	0.2	1,097	91.6	127	10.6	1	0.1	171	14.3	591	49.3	191	15.9
27. Boiler and Machinery		.XXX		100.0			(325)		(1)		316		24				70					
28. Credit		.XXX		100.0																		
29. International		.XXX		100.0																		
30,31,32. Reinsurance - Nonproportional Assumed		.XXX		100.0			1,956		(1,289)				20,747		14							
33. Aggregate write-ins for Other Lines of Business	1,726	.XXX	5,088	100.0			4,168	81.9	91	1.8	356	7.0	126	2.5					6,263	123.1	275	5.4
34. TOTAL (Lines 1 through 33)	24,133,262	.XXX	23,628,375	100.0	1		12,294,869	52.0	665,631	2.8	2,065,612	8.7	11,191,374	47.4	2,049,399	8.7	933,061	3.9	8,440,182	35.7	3,845,641	16.3
DETAILS OF WRITE-INS																						
3301. Mechanical breakdown	1,726	.XXX	5,088	100.0			4,168	81.9	91	1.8	356	7.0	126	2.5					6,263	123.1	275	5.4
3302. Miscellaneous taxes unassigned		.XXX		100.0																		
3303. Summary of remaining write-ins for Line 33 from overflow page		.XXX		100.0																		
3398. Summary of remaining write-ins for Line 33 from overflow page		.XXX		100.0																		
3399. TOTALS (Lines 3301 thru 3303 plus 3398) (Line 33 above)	1,726	.XXX	5,088	100.0			4,168	81.9	91	1.8	356	7.0	126	2.5					6,263	123.1	275	5.4

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INSURANCE EXPENSE EXHIBIT FOR THE YEAR 2004 OF THE ALLSTATE INSURANCE COMPANY

PART II - ALLOCATION TO LINES OF BUSINESS NET OF REINSURANCE (continued)

(000 OMITTED)

PREMIUMS, LOSSES, EXPENSES, RESERVES AND PROFITS, AND PERCENTAGES TO PREMIUMS EARNED FOR BUSINESS NET OF REINSURANCE	Commission and Brokerage Expenses Incurred (IEE Pt. 1, Line 2.8, Col. 2)		Taxes, Licenses & Fees Incurred (IEE Pt. 1, Line 20.5, Col. 4)		Other Acquisitions, Field Supervision, and Collection Expenses Incurred (IEE Pt. 1, Line 25 minus 2.8, Col. 2)		General Expenses Incurred (IEE Pt. 1, Line 25, Col. 3)		Other Income Less Other Expenses (Pg. 4, Line 15 minus Line 5)		Pre-Tax Profit or Loss Excluding All Investment Gain		Investment Gain On Funds Attributable to Insurance Transactions		Profit or Loss Excluding Investment Gain Attributable to Capital and Surplus		Investment Gain Attributable to Capital and Surplus		Total Profit or Loss		
	23 Amount	24 %	25 Amount	26 %	27 Amount	28 %	29 Amount	30 %	31 Amount	32 %	33 Amount	34 %	35 Amount	36 %	37 Amount	38 %	39 Amount	40 %	41 Amount	42 %	
1. Fire	9,775	11.4	5,317	6.2	3,080	3.6	4,134	4.8	901	1.0	13,515	15.7	3,209	3.7	16,723	19.5	4,789	5.6	21,512	25.0	
2.1 Allied Lines	8,651	10.9	5,192	6.5	3,677	4.6	3,501	4.4	902	1.1	28,219	35.5	2,219	2.8	30,437	38.3	4,229	5.3	34,666	43.6	
2.2 Multiple Peril Crop																					
2.3 Federal Flood	642		469		(6,047)		(5,844)		81		14,621		40		14,660		13		14,673		
3. Farmowners Multiple Peril											14		9		23		3		26		
4. Homeowners Multiple Peril	763,660	13.8	141,621	2.6	287,513	5.2	222,213	4.0	55,419	1.0	1,479,384	26.8	221,476	4.0	1,700,861	30.8	311,520	5.6	2,012,380	36.4	
5.1 Commercial Multiple Peril (Non-Liability Portion)	62,261	16.1	12,308	3.2	22,866	5.9	25,229	6.5	4,009	1.0	(308,578)	(79.7)	19,853	5.1	(288,724)	(74.5)	24,028	6.2	(264,696)	(68.3)	
5.2 Commercial Multiple Peril (Liability Portion)	12,717	7.9	2,534	1.6	4,801	3.0	10,253	6.4	578	0.4	68,667	42.7	13,265	8.3	81,932	51.0	10,770	6.7	92,702	57.7	
6. Mortgage Guaranty																					
8. Ocean Marine	721	13.3	119	2.2	285	5.2	486	8.9	118	2.2	1,039	19.1	238	4.4	1,277	23.5	312	5.7	1,588	29.2	
9. Inland Marine	40,957	19.8	5,144	2.5	9,274	4.5	11,600	5.6	2,148	1.0	41,712	20.2	4,791	2.3	46,503	22.5	10,870	5.3	57,373	27.8	
10. Financial Guaranty																					
11. Medical Malpractice											205		198		403		71		474		
12. Earthquake	10,531	21.8	1,274	2.6	2,699	5.6	2,337	4.8	419	0.9	34,080	70.7	3,026	6.3	37,106	77.0	3,283	6.8	40,390	83.8	
13. Group A & H (See Interrogatory 1)											(6)		2		(3)		1		(3)		
14. Credit A & H	(154)	100.7	729	(477.1)			85	(55.6)			(738)	482.8	194	(126.7)	(544)	356.1	(105)	68.5	(649)	424.6	
15. Other A & H (See Interrogatory 1)											18		2		20		1		20		
16. Workers' Compensation	18	12.1	64	41.9			1	0.8	(16)	(10.8)	(31,958)	(21,086.8)	10,694	7,056.2	(21,264)	(14,030.6)	3,789	2,500.1	(17,475)	(11,530.4)	
17. Other Liability	16,245	16.8	3,370	3.5	7,119	7.4	6,249	6.5	(316)	(0.3)	4,606	4.8	40,560	42.1	45,167	46.8	18,822	19.5	63,989	66.4	
18. Products Liability	391	11.4	74	2.2	122	3.5	180	5.3	12	0.4	(471,841)	(13,756.3)	104,250	3,039.4	(367,591)	(10,716.9)	37,461	1,092.2	(330,130)	(9,624.8)	
19.1,19.2 Private Passenger Auto Liability	1,182,262	12.5	259,448	2.7	466,705	4.9	544,347	5.7	122,521	1.3	429,366	4.5	697,035	7.3	1,126,401	11.9	593,495	6.3	1,719,897	18.1	
19.3,19.4 Commercial Auto Liability	47,392	11.8	13,060	3.3	14,683	3.7	31,198	7.8	1,945	0.5	(27,340)	(6.8)	42,556	10.6	15,217	3.8	31,463	7.8	46,679	11.6	
21.1 Private Pass. Auto Physical Damage	877,404	12.6	180,766	2.6	342,558	4.9	409,737	5.9	95,951	1.4	1,428,088	20.5	43,315	0.6	1,471,403	21.1	266,205	3.8	1,737,607	25.0	
21.2 Commercial Auto Physical Damage	19,940	11.6	4,101	2.4	6,720	3.9	15,275	8.9	966	0.6	43,651	25.4	3,228	1.9	46,879	27.2	8,186	4.8	55,066	32.0	
22. Aircraft (all perils)	7	12.7	1	2.3	3	5.9	4	7.0	1	2.1	1,448	2,674.8	1,099	2,029.3	2,547	4,704.1	396	730.7	2,943	5,434.9	
23. Fidelity	52	12.8	10	2.6	17	4.1	24	6.0			138	34.0	21	5.1	159	39.1	24	5.9	183	45.0	
24. Surety	1	0.3									3,996	1,682.0	(1,214)	(510.8)	2,782	1,171.1	(425)	(178.9)	2,357	992.3	
26. Burglary and Theft	122	10.2	219	18.3	227	18.9	30	2.5			(978)	(81.6)	23	2.0	(954)	(79.7)	73	6.1	(881)	(73.6)	
27. Boiler and Machinery	(43)		47		80		124		2		(196)		13		(184)		5		(179)		
28. Credit	(312)		(237)				3				546				546				546		
29. International																					
30,31,32. Reinsurance - Nonproportional Assumed												(667)		2,137		1,471		771		2,241	
33. Aggregate write-ins for Other Lines of Business	320	6.3	124	2.4			1,078	21.2	90	1.8	(960)	(18.9)	272	5.3	(687)	(13.5)	643	12.6	(45)	(0.9)	
34. TOTAL (Lines 1 through 33)	3,053,560	12.9	635,756	2.7	1,166,380	4.9	1,282,245	5.4	285,731	1.2	2,750,052	11.6	1,212,512	5.1	3,962,565	16.8	1,330,691	5.6	5,293,256	22.4	
DETAILS OF WRITE-INS																					
3301. Mechanical breakdown	320	6.3	34	0.7			1,078	21.2	90	1.8	(869)	(17.1)	272	5.3	(597)	(11.7)	643	12.6	46	0.9	
3302. Miscellaneous taxes unassigned			90								(90)				(90)				(90)		
3303.																					
3398. Summary of remaining write-ins for Line 33 from overflow page																					
3399. TOTALS (Lines 3301 thru 3303 plus 3398) (Line 33 above)	320	6.3	124	2.4			1,078	21.2	90	1.8	(960)	(18.9)	272	5.3	(687)	(13.5)	643	12.6	(45)	(0.9)	

NOTE: THE ALLOCATION OF INVESTMENT INCOME FROM CAPITAL AND SURPLUS BY LINE OF BUSINESS MAY NOT ACCURATELY REFLECT THE PROFITABILITY OF A PARTICULAR LINE FOR USE IN THE RATE MAKING PROCESS.

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INSURANCE EXPENSE EXHIBIT FOR THE YEAR 2004 OF THE ALLSTATE INSURANCE COMPANY

PART III - ALLOCATION TO LINES OF DIRECT BUSINESS WRITTEN

(000 OMITTED)

PREMIUMS, LOSSES, EXPENSES, RESERVES AND PROFITS, AND PERCENTAGES TO PREMIUMS EARNED FOR DIRECT BUSINESS WRITTEN	Premiums Written (Pg. 8, Pt. 1B, Col. 1)		Premiums Earned (Sch. T, Line 58, Col. 3)		Dividends to Policyholders		Incurred Loss (Sch. T, Line 58, Col. 6)		Defense and Cost Containment Expenses Incurred		Adjusting and Other Expenses Incurred		Unpaid Losses (Sch. T, Line 58, Col. 7)		Defense and Cost Containment Expenses Unpaid		Adjusting and Other Expenses Unpaid		Unearned Premium Reserves		Agents' Balances	
	1 Amount	2 %	3 Amount	4 %	5 Amount	6 %	7 Amount	8 %	9 Amount	10 %	11 Amount	12 %	13 Amount	14 %	15 Amount	16 %	17 Amount	18 %	19 Amount	20 %	21 Amount	22 %
1. Fire	46,759	XXX	51,594	100.0			25,902	50.2	743	1.4	4,481	8.7	11,974	23.2	323	0.6	1,672	3.2	23,741	46.0	6,341	12.3
2.1 Allied Lines	28,179	XXX	31,273	100.0			12,503	40.0	299	1.0	5,797	18.5	5,138	16.4	157	0.5	1,867	6.0	14,302	45.7	3,821	12.2
2.2 Multiple Peril Crop		XXX		100.0																		
2.3 Federal Flood	184,760	XXX	176,622	100.0			165,159	93.5	5,533	3.1	(3,761)	(2.1)	27,141	15.4					93,390	52.9	25,055	14.2
3. Farmowners Multiple Peril		XXX		100.0																		
4. Homeowners Multiple Peril	3,460,349	XXX	3,429,354	100.0			1,349,346	39.3	46,504	1.4	241,399	7.0	854,840	24.9	104,851	3.1	57,488	1.7	1,802,102	52.5	469,251	13.7
5.1 Commercial Multiple Peril (Non-Liability Portion)	405,017	XXX	373,056	100.0			605,579	162.3	8,309	2.2	47,954	12.9	356,406	95.5	7,449	2.0	13,663	3.7	207,384	55.6	54,924	14.7
5.2 Commercial Multiple Peril (Liability Portion)	171,594	XXX	160,648	100.0			47,841	29.8	(247)	(0.2)	8,445	5.3	92,446	57.5	27,332	17.0	6,183	3.8	86,536	53.9	23,269	14.5
6. Mortgage Guaranty		XXX		100.0																		
8. Ocean Marine	5,031	XXX	5,092	100.0			1,858	36.5	90	1.8	659	12.9	732	14.4	23	0.4	165	3.2	2,272	44.6	682	13.4
9. Inland Marine	142,164	XXX	143,259	100.0			55,155	38.5	806	0.6	21,453	15.0	15,508	10.8	398	0.3	4,260	3.0	68,755	48.0	19,279	13.5
10. Financial Guaranty		XXX		100.0																		
11. Medical Malpractice		XXX		100.0			(25)		13		1		300		32		4					
12. Earthquake	36,137	XXX	34,038	100.0			(4,308)	(12.7)	(1,003)	(2.9)	3,350	9.8	12,287	36.1	3,804	11.2	7,159	21.0	18,933	55.6	4,900	14.4
13. Group A & H (See Interrogatory 1)		XXX		100.0																		
14. Credit A & H	167	XXX	111	100.0			1,137	1,024.5					1,113	1,002.8			40	36.0	300	270.0	23	20.4
15. Other A & H (See Interrogatory 1)		XXX		100.0																		
16. Workers' Compensation	137	XXX	122	100.0			27,786	22,736.7	406	332.3	966	790.6	77,809	63,669.9	1,457	1,192.1	5,957	4,874.6	(341)	(278.7)	19	15.2
17. Other Liability	80,689	XXX	79,764	100.0			45,739	57.3	8,020	10.1	20,006	25.1	286,537	359.2	60,928	76.4	11,621	14.6	39,229	49.2	10,942	13.7
18. Products Liability	2,787	XXX	2,801	100.0			567,154	20,249.6	225,455	8,049.6	12,211	436.0	1,270,275	45,353.6	414,536	14,800.5	25,266	902.1	1,387	49.5	378	13.5
19.1,19.2 Private Passenger Auto Liability	5,307,111	XXX	5,365,832	100.0			3,393,506	63.2	131,353	2.4	606,861	11.3	5,229,889	97.5	985,078	18.4	508,944	9.5	1,351,643	25.2	719,687	13.4
19.3,19.4 Commercial Auto Liability	205,409	XXX	204,829	100.0			133,078	65.0	10,615	5.2	26,581	13.0	227,825	111.2	22,979	11.2	13,477	6.6	97,427	47.6	27,855	13.6
21.1 Private Pass. Auto Physical Damage	3,754,612	XXX	3,767,377	100.0			1,738,872	46.2	10,983	0.3	266,295	7.1	92,326	2.5	2,573	0.1	35,436	0.9	918,295	24.4	509,156	13.5
21.2 Commercial Auto Physical Damage	84,241	XXX	86,829	100.0			32,262	37.2	558	0.6	9,358	10.8	1,834	2.1	72	0.1	1,225	1.4	40,463	46.6	11,424	13.2
22. Aircraft (all perils)	54	XXX	54	100.0			59	109.2	(41)	(76.0)		100	187.4				26	48.4		7	13.7	
23. Fidelity	420	XXX	407	100.0			118	29.1	4	1.0	96	23.7	118	29.0	5	1.2	33	8.1	208	51.1	57	14.0
24. Surety	5	XXX	238	100.0			43	18.1	(54)	(22.8)	6	2.6	297	124.9	28	11.6	34	14.2	183	77.0	1	0.3
26. Burglary and Theft	1,129	XXX	1,130	100.0			472	41.8	2	0.2	1,097	97.1	124	11.0	1	0.0	171	15.1	557	49.3	153	13.6
27. Boiler and Machinery	1,842	XXX	1,739	100.0			(116)	(6.7)			316	18.2	18	1.0			70	4.0	892	51.3	250	14.4
28. Credit		XXX		100.0																		
29. International		XXX		100.0																		
33. Aggregate write-ins for Other Lines of Business	1,614	XXX	4,568	100.0			3,899	85.4	85	1.9	335	7.3	116	2.5					5,784	126.6	219	4.8
34. TOTAL (Lines 1 through 33)	13,920,208	XXX	13,920,735	100.0			8,203,020	58.9	448,433	3.2	1,273,908	9.2	8,565,154	61.5	1,632,024	11.7	694,736	5.0	4,773,467	34.3	1,887,692	13.6
DETAILS OF WRITE-INS																						
3301. Mechanical breakdown	1,614	XXX	4,568	100.0			3,899	85.4	85	1.9	335	7.3	116	2.5					5,784	126.6	219	4.8
3302. Miscellaneous taxes unassigned		XXX		100.0																		
3303.		XXX		100.0																		
3398. Summary of remaining write-ins for Line 33 from overflow page		XXX		100.0																		
3399. TOTALS (Lines 3301 thru 3303 plus 3398) (Line 33 above)	1,614	XXX	4,568	100.0			3,899	85.4	85	1.9	335	7.3	116	2.5					5,784	126.6	219	4.8

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INSURANCE EXPENSE EXHIBIT FOR THE YEAR 2004 OF THE ALLSTATE INSURANCE COMPANY

PART III - ALLOCATION TO LINES OF DIRECT BUSINESS WRITTEN (continued)

(000 OMITTED)

PREMIUMS, LOSSES, EXPENSES, RESERVES AND PROFITS, AND PERCENTAGES TO PREMIUMS EARNED FOR DIRECT BUSINESS WRITTEN	Commission and Brokerage Expenses Incurred		Taxes, Licenses & Fees Incurred		Other Acquisitions, Field Supervision, and Collection Expenses Incurred		General Expenses Incurred		Other Income Less Expenses		Pre-Tax Profit or Loss Excluding All Investment Gain	
	23 Amount	24 %	25 Amount	26 %	27 Amount	28 %	29 Amount	30 %	31 Amount	32 %	33 Amount	34 %
1. Fire	5,893	11.4	1,096	2.1	2,567	5.0	3,346	6.5	596	1.2	8,164	15.8
2.1 Allied Lines	3,608	11.5	660	2.1	1,544	4.9	2,034	6.5	317	1.0	5,146	16.5
2.2 Multiple Peril Crop												
2.3 Federal Flood	693	0.4	469	0.3	(6,048)	(3.4)	(5,844)	(3.3)	65	0.0	20,485	11.6
3. Farmowners Multiple Peril												
4. Homeowners Multiple Peril	415,106	12.1	87,357	2.5	183,933	5.4	120,472	3.5	33,094	1.0	1,018,332	29.7
5.1 Commercial Multiple Peril (Non-Liability Portion)	60,079	16.1	12,011	3.2	22,681	6.1	23,337	6.3	3,208	0.9	(403,686)	(108.2)
5.2 Commercial Multiple Peril (Liability Portion)	12,711	7.9	2,534	1.6	4,800	3.0	10,250	6.4	472	0.3	74,787	46.6
6. Mortgage Guaranty												
8. Ocean Marine	632	12.4	110	2.2	283	5.6	467	9.2	95	1.9	1,087	21.3
9. Inland Marine	17,535	12.2	3,555	2.5	7,518	5.2	7,405	5.2	1,505	1.1	31,338	21.9
10. Financial Guaranty												
11. Medical Malpractice											11	
12. Earthquake	4,453	13.1	877	2.6	2,030	6.0	1,515	4.5	274	0.8	27,397	80.5
13. Group A & H (See Interrogatory 1)												
14. Credit A & H	(154)	(138.7)	729	657.1			85	76.6			(1,687)	(1,519.5)
15. Other A & H (See Interrogatory 1)												
16. Workers' Compensation	18	15.0	4	3.2			1	0.9	(10)	(8.0)	(29,069)	(23,786.7)
17. Other Liability	10,046	12.6	2,802	3.5	6,876	8.6	4,992	6.3	(70)	(0.1)	(18,787)	(23.6)
18. Products Liability	391	13.9	74	2.7	122	4.3	180	6.4	10	0.4	(802,778)	(28,662.2)
19.1,19.2 Private Passenger Auto Liability	639,412	11.9	150,941	2.8	296,377	5.5	303,021	5.6	54,686	1.0	(100,954)	(1.9)
19.3,19.4 Commercial Auto Liability	23,787	11.6	5,379	2.6	7,471	3.6	13,683	6.7	648	0.3	(15,117)	(7.4)
21.1 Private Pass. Auto Physical Damage	453,021	12.0	104,444	2.8	214,196	5.7	229,882	6.1	44,189	1.2	793,873	21.1
21.2 Commercial Auto Physical Damage	9,681	11.1	2,160	2.5	3,478	4.0	6,690	7.7	345	0.4	22,986	26.5
22. Aircraft (all perils)	7	12.8	1	2.3	3	6.0	4	7.1	1	1.7	22	40.5
23. Fidelity	52	12.8	10	2.6	17	4.1	24	6.0			84	20.7
24. Surety	1	0.3									242	101.7
26. Burglary and Theft	122	10.8	97	8.6	227	20.1	30	2.6			(916)	(81.1)
27. Boiler and Machinery	237	13.7	47	2.7	80	4.6	124	7.2	2	0.1	1,052	60.5
28. Credit												
29. International												
33. Aggregate write-ins for Other Lines of Business	299	6.5	32	0.7			984	21.5	69	1.5	(998)	(21.8)
34. TOTAL (Lines 1 through 33)	1,657,630	11.9	375,390	2.7	748,154	5.4	722,684	5.2	139,496	1.0	631,013	4.5
DETAILS OF WRITE-INS												
3301. Mechanical breakdown	299	6.5	32	0.7			984	21.5	69	1.5	(998)	(21.8)
3302. Miscellaneous taxes unassigned												
3303.												
3398. Summary of remaining write-ins for Line 33 from overflow page												
3399. TOTALS (Lines 3301 thru 3303 plus 3398) (Line 33 above)	299	6.5	32	0.7			984	21.5	69	1.5	(998)	(21.8)

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INSURANCE EXPENSE EXHIBIT FOR THE YEAR 2004 OF THE ALLSTATE INSURANCE COMPANY

OVERFLOW PAGE FOR WRITE-INS

P270 Additional Aggregate Lines for Page IEE Part 1 Line 24.

*IEEPTI

2404. Change in unallocated expense reserves.....	2,655					2,655
2405. Servicing fees.....	(17,938)	(19,330)	(35,152)			(72,420)
2497. Summary of remaining write-ins for Line 24 from page IEE Part 1	(15,283)	(19,330)	(35,152)			(69,766)

270 Additional Aggregate Lines for Page IEE Part 2 Line 33.

*IEEPTII

3304.XXX	100.0																		
3305.XXX	100.0																		
3397. Summary of remaining write-ins for Line 33 from IEE Part 2	.XXX	100.0																		