



INSURANCE EXPENSE EXHIBIT

FOR THE YEAR ENDED DECEMBER 31, 2006

(To Be Filed by April 1)

Of The (Name) Allstate Insurance Company

ADDRESS (City, State and Zip Code) Northbrook , IL 60062-7127

NAIC Group Code 0008 NAIC Company Code 19232 Employer's Identification Number (FEIN) 36-0719665

Contact Person LYNN CIRRIINCIONE Title ACCOUNTING SENIOR MGR Telephone 847-402-3209

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 WITH THE APPROPRIATE INSURANCE DEPARTMENT.

- (1) Refer to Annual Statement Instructions appendix for Uniform Classification of Expenses for definition of Expense 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 are reflected in:
- | | | |
|---------------------------|--|-------|
| 1.1 Premiums Earned | | [] |
| 1.2 Losses Incurred | | [] |
| 1.3 Not Applicable | | [X] |
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 | \$ | 838,065,318 |
| 2.2 Amount included on Exhibit of Net Investment Income, Line 2.1, Column 2 | \$ | 22,592,079 |
| 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 | \$ | 96,967,479 |
| 2.5 Amount included on Exhibit of Net Investment Income, Line 2.21, Column 2 | \$ | 921,500,256 |
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 | \$ | 2,525,688,686 |
| 3.2 Net realized Capital Gain or (Loss), Page 4, Line 10, Column 1 | \$ | 99,140,243 |
- 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 [X]
- 4.2 Are items allocated to lines of business in Parts II and III using methods not defined in the instructions?
- Yes [X] No []
- Statement may be attached.
- 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 2006 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	257,834					257,834
1.2 Reinsurance assumed	221,122					221,122
1.3 Reinsurance ceded	4,454					4,454
1.4 Net claim adjustment services (Lines 1.1+1.2-1.3)	474,502					474,502
2. Commission and brokerage:						
2.1 Direct excluding contingent		1,299,144				1,299,144
2.2 Reinsurance assumed excluding contingent		1,363,247				1,363,247
2.3 Reinsurance ceded excluding contingent		742				742
2.4 Contingent - direct		189,102				189,102
2.5 Contingent - reinsurance assumed		283,231				283,231
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)		3,133,981				3,133,981
3. Allowances to managers and agents						
4. Advertising	2,837	385,357				388,194
5. Boards, bureaus and associations	228	243	16,053			16,524
6. Surveys and underwriting reports	1		109,520			109,521
7. Audit of assureds' records						
8. Salary related items:						
8.1 Salaries	1,077,488	324,684	531,897		31,460	1,965,528
8.2 Payroll taxes	79,555	22,236	29,588		1,535	132,914
9. Employee relations and welfare	346,750	166,740	135,984		7,517	656,991
10. Insurance	2,138	2,014	2,862		133	7,146
11. Directors' fees						
12. Travel and travel items	83,021	34,992	22,456		907	141,377
13. Rent and rent items	119,529	37,809	56,933		(561)	213,710
14. Equipment	17,533	13,381	16,201		1,236	48,351
15. Cost or depreciation of EDP equipment and software	83,568	79,732	90,697		1,688	255,685
16. Printing and stationery	14,064	18,206	18,192		1,721	52,183
17. Postage, telephone and telegraph, exchange and express	72,130	132,560	83,305		292	288,288
18. Legal and auditing	5,897	4,130	29,663		1,667	41,356
19. Totals (Lines 3 to 18)	1,904,737	1,222,084	1,143,352		47,595	4,317,768
20. Taxes, licenses and fees:						
20.1 State and local insurance taxes deducting guaranty association credits of \$	8,984			590,339		590,339
20.2 Insurance department licenses and fees				9,788		9,788
20.3 Gross guaranty association assessments				2,864		2,864
20.4 All other (excluding Federal and foreign income and real estate)				58,595		58,595
20.5 Total taxes, licenses and fees (Lines 20.1+20.2+20.3+20.4)				661,585		661,585
21. Real estate expenses					33,026	33,026
22. Real estate taxes					10,806	10,806
23. Reimbursements by uninsured plans	XXX	XXX	XXX	XXX	XXX	XXX
24. Aggregate write-ins for miscellaneous operating expenses	490,109	114,204	174,551		3,941	782,805
25. TOTAL EXPENSES INCURRED	2,869,348	4,470,270	1,317,902	661,585	95,368	9,414,473
DETAILS OF WRITE-INS						
2401. Outside clerical	794,012	120,189	107,230		4,510	1,025,941
2402. Miscellaneous income and expense	10,306	12,383	98,305		(569)	120,426
2403. Donations	3		16,296			16,299
2498. Summary of remaining write-ins for Line 24 from overflow page	(314,212)	(18,368)	(47,281)			(379,861)
2499. Totals (Lines 2401 through 2403 plus 2498)(Line 24 above)	490,109	114,204	174,551		3,941	782,805

INSURANCE EXPENSE EXHIBIT FOR THE YEAR 2006 OF THE ALLSTATE INSURANCE COMPANY

PART II - ALLOCATION TO LINES OF BUSINESS NET OF REINSURANCE

PREMIUMS, LOSSES, EXPENSES, RESERVES AND PROFITS AND PERCENTAGES TO PREMIUMS EARNED FOR BUSINESS NET OF REINSURANCE

(000 OMITTED)

	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 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	76,170	XXX	78,939	100.0			46,890	59.4	275		5,689	7.2	30,194	38.2	1,378	1.7	2,187	2.8	44,042	55.8	11,877	15.0
2.1 Allied Lines	64,063	XXX	65,522	100.0			18,167	27.7	780	1.2	8,213	12.5	8,577	13.1	862	1.3	3,731	5.7	35,794	54.6	9,996	15.3
2.2 Multiple Peril Crop		XXX		100.0																		
2.3 Federal Flood		XXX		100.0							(17,736)						(985)					(377)
3. Farmowners Multiple Peril		XXX		100.0			7						3									
4. Homeowners Multiple Peril	6,206,003	XXX	6,095,983	100.0	11		2,521,820	41.4	77,170	1.3	578,632	9.5	1,718,620	28.2	171,278	2.8	197,144	3.2	3,433,612	56.3	968,035	15.9
5.1 Commercial Multiple Peril (Non-Liability Portion)	436,009	XXX	436,342	100.0	1		174,892	40.1	(1,456)		60,718	13.9	145,909	33.4	8,030	1.8	32,086	7.4	231,142	53.0	68,030	15.6
5.2 Commercial Multiple Peril (Liability Portion)	171,060	XXX	178,731	100.0			80,319	44.9	21,754	12.2	10,816	6.1	159,009	89.0	44,020	24.6	7,781	4.4	84,754	47.4	26,661	14.9
6. Mortgage Guaranty		XXX	1	100.0															(1)	(100.0)		
8. Ocean Marine	6,110	XXX	5,923	100.0			1,337	22.6	155	2.6	244	4.1	1,136	19.2	52	0.9	262	4.4	2,750	46.4	953	16.1
9. Inland Marine	247,953	XXX	244,675	100.0	1		89,996	36.8	3,133	1.3	31,902	13.0	31,947	13.1	2,473	1.0	6,613	2.7	120,801	49.4	38,688	15.8
10. Financial Guaranty		XXX		100.0																		
11. Medical Malpractice		XXX		100.0			21		20		2		1,796		381		27					
12. Earthquake	39,132	XXX	54,600	100.0			5		(1,210)	(2.2)	4,565	8.4	4,625	8.5	1,867	3.4	5,672	10.4	15,212	27.9	6,106	11.2
13. Group A&H (See Interrogatory 1)		XXX		100.0			5						26				1					
14. Credit A&H		XXX	(1)	100.0			(1)	100.0					236	(21,303.0)								
15. Other A&H (See Interrogatory 1)		XXX		100.0			2						13									
16. Workers' Compensation	68	XXX	(219)	100.0			(2,596)	1,184.5	1,103	(503.3)	403	(184.1)	138,246	(63,089.1)	2,636	(1,203.1)	2,397	(1,094.1)	(788)	359.6	11	(4.9)
17. Other Liability	112,609	XXX	109,334	100.0			56,960	52.1	12,307	11.3	21,183	19.4	388,456	355.3	61,638	56.4	21,461	19.6	53,741	49.2	17,571	16.1
18. Products Liability	2,863	XXX	3,006	100.0			61,843	2,057.5	5,550	184.7	5,069	168.6	1,238,439	41,202.1	227,317	7,562.7	42,685	1,420.1	489	16.3	446	14.8
19.1, 19.2 Private Passenger Auto Liability	9,703,412	XXX	9,716,566	100.0	18		5,137,405	52.9	301,485	3.1	1,144,330	11.8	6,702,902	69.0	1,296,221	13.3	779,045	8.0	2,601,800	26.8	1,513,965	15.6
19.3, 19.4 Commercial Auto Liability	390,158	XXX	403,950	100.0	1		194,522	48.2	12,422	3.1	39,728	9.8	465,952	115.3	51,221	12.7	22,451	5.6	189,779	47.0	60,871	15.1
21.1 Private Passenger Auto Physical Damage	7,555,813	XXX	7,508,860	100.0	14		3,430,802	45.7	39,544	0.5	484,803	6.5	196,671	2.6	16,750		67,914	0.9	1,977,965	26.3	1,178,931	15.7
21.2 Commercial Auto Physical Damage	154,758	XXX	161,263	100.0			59,351	36.8	986	0.6	15,435	9.6	2,392	1.5	294		1,728	1.1	74,857	46.4	24,147	15.0
22. Aircraft (all perils)	44	XXX	46	100.0			(7)	(14.8)	184	403.2	3	7.4	5,565	12,172.3	72	157.6	28	61.3	23	50.5	7	15.0
23. Fidelity	363	XXX	395	100.0			322	81.5	(3)	(0.8)	78	19.8	198	50.0	4	1.0	40	10.2	174	43.9	57	14.3
24. Surety	4	XXX	42	100.0			9,193	22,143.7	257	618.7	(76)	(182.5)	6,657	16,034.8	49	117.0	25	60.4	2	4.5	1	1.3
26. Burglary and Theft	988	XXX	1,074	100.0			415	38.7	2		66	6.1	129	12.0	1		154	14.3	482	44.9	154	14.4
27. Boiler and Machinery		XXX		100.0			133				442		154				69				(3)	
28. Credit		XXX		100.0																		
29. International		XXX		100.0																		
30, 31, 32 Reinsurance - Non-proportional Assumed		XXX		100.0			242		20				12,697		30							
33. Aggregate write-ins for Other Lines of Business	(89)	XXX	1,838	100.0			1,275	69.4	26	1.4	336	18.3	39	2.1			686	37.3	1,256	68.3	(14)	(0.8)
34. TOTAL (Lines 1 through 33)	25,167,488	XXX	25,066,868	100.0	46		11,883,318	47.4	474,502	1.9	2,394,847	9.6	11,260,590	44.9	1,886,574	7.5	1,193,201	4.8	8,867,885	35.4	3,926,112	15.7
DETAILS OF WRITE-INS																						
3301. Mechanical breakdown	(89)	XXX	1,838	100.0			1,275	69.4	26	1.4	336	18.3	39	2.1			686	37.3	1,256	68.3	(14)	(0.8)
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)	(89)	XXX	1,838	100.0			1,275	69.4	26	1.4	336	18.3	39	2.1			686	37.3	1,256	68.3	(14)	(0.8)

INSURANCE EXPENSE EXHIBIT FOR THE YEAR 2006 OF THE ALLSTATE INSURANCE COMPANY
PART II - ALLOCATION TO LINES OF BUSINESS NET OF REINSURANCE (continued)
 PREMIUMS, LOSSES, EXPENSES, RESERVES AND PROFITS AND PERCENTAGES TO PREMIUMS EARNED FOR BUSINESS NET OF REINSURANCE
 (000 OMITTED)

	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	10,141	12.8	4,211	5.3	3,090	3.9	4,970	6.3	650	0.8	4,324	5.5	4,294	5.4	8,618	10.9	5,066	6.4	13,684	17.3
2.1 Allied Lines	6,882	10.5	3,778	5.8	3,561	5.4	2,880	4.4	678	1.0	21,939	33.5	2,478	3.8	24,417	37.3	3,735	5.7	28,152	43.0
2.2 Multiple Peril Crop																				
2.3 Federal Flood	(213)		1,571		(11,980)		(10,618)				38,977		2,152		41,128		726		41,854	
3. Farmowners Multiple Peril										(7)				(7)				(7)		
4. Homeowners Multiple Peril	811,311	13.3	159,769	2.6	359,570	5.9	254,373	4.2	53,117	0.9	1,386,445	22.7	332,717	5.5	1,719,162	28.2	379,140	6.2	2,098,302	34.4
5.1 Commercial Multiple Peril (Non-Liability Portion)	64,074	14.7	16,560	3.8	27,131	6.2	26,676	6.1	3,888	0.9	71,634	16.4	31,425	7.2	103,058	23.6	30,499	7.0	133,557	30.6
5.2 Commercial Multiple Peril (Liability Portion)	11,745	6.6	2,231	1.2	3,947	2.2	9,161	5.1	493		39,250	22.0	18,227	10.2	57,477	32.2	12,834	7.2	70,312	39.3
6. Mortgage Guaranty										1	100.0			1	100.0				1	100.0
8. Ocean Marine			122	2.1	355	6.0	536	9.1	96	1.6	3,270	55.2	247	4.2	3,517	59.4	296	5.0	3,813	64.4
9. Inland Marine	777		6,080	2.5	11,067	4.5	10,900	4.5	1,923	0.8	92,742	37.9	8,308	3.4	101,050	41.3	11,354	4.6	112,404	45.9
10. Financial Guaranty																				
11. Medical Malpractice											(44)		159		115		55		170	
12. Earthquake	40,444	74.1	952	1.7	2,684	4.9	2,466	4.5	264		4,957	9.1	241		5,199	9.5	4,404	8.1	9,602	17.6
13. Group A&H (See Interrogatory 1)											(5)		2		(3)		1		(2)	
14. Credit A&H																				
	6,100		(549,510.1)		22	(2,009.3)	1	(96.6)			(6,123)	551,615.9	20	(1,842.1)	(6,103)	549,773.9	7	(607.7)	(6,096)	549,166.1
15. Other A&H (See Interrogatory 1)											(2)		1		(1)				(1)	
16. Workers' Compensation			42	(19.1)			4	(1.8)	1	(0.5)	825	(376.7)	11,214	(5,117.4)	12,039	(5,494.0)	3,797	(1,732.8)	15,836	(7,226.8)
17. Other Liability	14,185	13.0	3,009	2.8	5,461	5.0	7,216	6.6	296		(10,692)	(9.8)	37,697	34.5	27,006	24.7	17,509	16.0	44,515	40.7
18. Products Liability	272	9.0	110	3.6	83	2.7	141	4.7	1		(70,059)	(2,330.8)	115,112	3,829.7	45,053	1,498.9	39,747	1,322.4	84,800	2,821.2
19.1, 19.2 Private Passenger Auto Liability	1,184,320	12.2	253,178	2.6	516,325	5.3	554,412	5.7	99,775	1.0	724,869	7.5	713,869	7.3	1,438,739	14.8	598,862	6.2	2,037,601	21.0
19.3, 19.4 Commercial Auto Liability	44,206	10.9	11,132	2.8	12,567	3.1	32,493	8.0	2,002	0.5	58,882	14.6	48,174	11.9	107,056	26.5	33,048	8.2	140,103	34.7
21.1 Private Passenger Auto Physical Damage	922,198	12.3	194,923	2.6	397,134	5.3	407,400	5.4	81,481	1.1	1,713,524	22.8	52,968	0.7	1,766,492	23.5	288,965	3.8	2,055,456	27.4
21.2 Commercial Auto Physical Damage	17,605	10.9	3,691	2.3	5,140	3.2	14,454	9.0	864	0.5	45,465	28.2	3,074	1.9	48,539	30.1	7,633	4.7	56,173	34.8
22. Aircraft (all perils)	6	12.6	1	2.4	3	6.7	3	6.7	2	3.8	(146)	(320.3)	461	1,007.4	314	687.0	161	351.3	475	1,038.3
23. Fidelity	44	11.2	21	5.4	13	3.2	19	4.9	1		(98)	(24.8)	25	6.4	(73)	(18.4)	25	6.4	(47)	(12.0)
24. Surety											(9,332)	(22,479.9)	(8)	(18.6)	(9,340)	(22,498.5)	(2)	(3.8)	(9,341)	(22,502.2)
26. Burglary and Theft	109	10.1	9	0.9	56	5.2	49	4.6	2		370	34.5	37	3.5	408	38.0	56	5.2	464	43.2
27. Boiler and Machinery	(162)		58		71		128		2		(668)		12		(656)		4		(652)	
28. Credit	(52)		(30)		(11)						93				93				93	
29. International																				
30, 31, 32 Reinsurance - Non-proportional Assumed											(261)		995		734		343		1,077	
33. Aggregate write-ins for Other Lines of Business	(10)	(0.5)	166	9.0			238	13.0	9	0.5	(185)	(10.0)	746	40.6	562	30.6	(394)	(21.5)	167	9.1
34. TOTAL (Lines 1 through 33)	3,133,981	12.5	661,585	2.6	1,336,288	5.3	1,317,902	5.3	245,547	1.0	4,109,946	16.4	1,384,649	5.5	5,494,595	21.9	1,437,871	5.7	6,932,466	27.7
DETAILS OF WRITE-INS																				
3301. Mechanical breakdown	(10)	(0.5)	(1)				238	13.0	9	0.5	(17)	(0.9)	746	40.6	729	39.7	(394)	(21.5)	335	18.2
3302. Miscellaneous taxes unassigned			167								(167)				(167)				(167)	
3303.																				
3398. Summary of remaining write-ins for Line 33 from overflow page																				
3399. Totals (Lines 3301 thru 3303 plus 3398)(Line 33 above)	(10)	(0.5)	166	9.0			238	13.0	9	0.5	(185)	(10.0)	746	40.6	562	30.6	(394)	(21.5)	167	9.1

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.

INSURANCE EXPENSE EXHIBIT FOR THE YEAR 2006 OF THE ALLSTATE INSURANCE COMPANY

PART III - ALLOCATION TO LINES OF DIRECT BUSINESS WRITTEN

PREMIUMS, LOSSES, EXPENSES, RESERVES AND PROFITS, AND PERCENTAGES TO PREMIUMS EARNED FOR DIRECT BUSINESS WRITTEN

(000 OMITTED)

	Premiums Written Pg. 8, Pt. 1B, Col. 1)		Premiums Earned Sch. T, Line 59, Col. 3)		Dividends to Policyholders		Incurred Loss (Sch. T, Line 59, Col. 6)		Defense and Cost Containment Expenses Incurred		Adjusting and Other Expenses Incurred		Unpaid Losses (Sch. T, Line 59, 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	34,642	XXX	35,672	100.0			17,461	48.9	392	1.1	3,247	9.1	8,047	22.6	182	0.5	1,625	4.6	17,511	49.1	206	0.6
2.1 Allied Lines	20,592	XXX	21,496	100.0			11,531	53.6	279	1.3	7,036	32.7	5,923	27.6	520	2.4	3,329	15.5	10,350	48.1	123	0.6
2.2 Multiple Peril Crop		XXX		100.0																		
2.3 Federal Flood	244,435	XXX	225,494	100.0			31,050	13.8	(254)		(17,736)	(7.9)	32,747	14.5			(985)		124,036	55.0	1,456	0.6
3. Farmowners Multiple Peril		XXX		100.0																		
4. Homeowners Multiple Peril	3,400,337	XXX	3,455,118	100.0			1,189,941	34.4	42,929	1.2	347,757	10.1	996,323	28.8	103,653	3.0	113,331	3.3	1,749,115	50.6	20,252	0.6
5.1 Commercial Multiple Peril (Non- Liability Portion)	392,653	XXX	410,156	100.0			132,633	32.3	(3,114)	(0.8)	57,786	14.1	152,314	37.1	8,124	2.0	31,285	7.6	195,690	47.7	2,339	0.6
5.2 Commercial Multiple Peril (Liability Portion)	154,717	XXX	166,757	100.0			77,107	46.2	21,224	12.7	10,325	6.2	155,761	93.4	43,394	26.0	7,669	4.6	75,473	45.3	921	0.6
6. Mortgage Guaranty		XXX		100.0																		
8. Ocean Marine	3,323	XXX	3,653	100.0			683	18.7	62	1.7	174	4.8	177	4.8	8		234	6.4	1,460	40.0	20	0.5
9. Inland Marine	130,942	XXX	134,418	100.0			42,891	31.9	727	0.5	23,191	17.3	12,500	9.3	320		5,230	3.9	62,652	46.6	780	0.6
10. Financial Guaranty		XXX		100.0																		
11. Medical Malpractice		XXX		100.0					6				300		33		5					
12. Earthquake	23,414	XXX	33,464	100.0			69		(1,252)	(3.7)	4,368	13.1	4,392	13.1	1,805	5.4	5,482	16.4	8,898	26.6	139	
13. Group A&H (See Interrogatory 1)		XXX		100.0																		
14. Credit A&H		XXX	(1)	100.0			60	(5,378.1)					399	(35,926.1)								
15. Other A&H (See Interrogatory 1)		XXX		100.0																		
16. Workers' Compensation	62	XXX	62	100.0			1,877	3,012.1	769	1,234.8	282	452.5	80,402	129,032.3	1,434	2,301.9	1,686	2,705.3				
17. Other Liability	77,811	XXX	78,254	100.0			44,437	56.8	6,240	8.0	19,833	25.3	256,130	327.3	52,331	66.9	17,587	22.5	37,958	48.5	464	0.6
18. Products Liability	2,007	XXX	2,321	100.0			37,405	1,611.8	345	14.8	3,022	130.2	1,093,281	47,109.8	346,025	14,910.3	25,472	1,097.6	956	41.2	12	0.5
19.1, 19.2 Private Passenger Auto Liability	4,569,948	XXX	4,704,805	100.0			2,323,916	49.4	165,104	3.5	566,935	12.1	4,795,710	101.9	826,542	17.6	598,918	12.7	1,133,070	24.1	27,218	0.6
19.3, 19.4 Commercial Auto Liability	230,563	XXX	220,669	100.0			105,344	47.7	7,708	3.5	19,799	9.0	228,863	103.7	25,566	11.6	13,168	6.0	111,638	50.6	1,373	0.6
21.1 Private Passenger Auto Physical Damage	3,479,708	XXX	3,535,308	100.0			1,463,887	41.4	16,159		231,287	6.5	51,489	1.5	5,391		47,158	1.3	833,613	23.6	20,725	0.6
21.2 Commercial Auto Physical Damage	86,400	XXX	83,968	100.0			31,832	37.9	502	0.6	7,405	8.8	1,589	1.9	163		1,049	1.2	41,926	49.9	515	0.6
22. Aircraft (all perils)	47	XXX	49	100.0			(95)	(193.5)	1	2.8			1	2.2					23	46.9		
23. Fidelity	363	XXX	395	100.0			198	50.0	(1)		78	19.7	144	36.5	4	1.0	38	9.7	174	43.9	2	0.6
24. Surety	4	XXX	42	100.0			(224)	(538.6)	(19)	(46.3)	(77)	(184.6)	14	34.6	4	9.5	16	37.8	2	4.5		
26. Burglary and Theft	925	XXX	1,010	100.0			404	40.0	1		66	6.5	118	11.6	1		154	15.2	449	44.5	6	0.5
27. Boiler and Machinery	1,842	XXX	1,929	100.0			(8)				442	22.9	10	0.5			69	3.6	864	44.8	10	0.5
28. Credit		XXX		100.0																		
29. International		XXX		100.0																		
33. Aggregate write-ins for Other Lines of Business	(80)	XXX	1,705	100.0			1,220	71.5	25	1.4	322	18.9	39	2.3			625	36.7	1,186	69.6		
34. TOTAL (Lines 1 through 33)	12,854,656	XXX	13,116,744	100.0			5,513,617	42.0	257,834	2.0	1,285,542	9.8	7,876,674	60.1	1,415,500	10.8	873,143	6.7	4,407,043	33.6	76,561	0.6
DETAILS OF WRITE-INS																						
3301. Mechanical breakdown	(80)	XXX	1,705	100.0			1,220	71.5	25	1.4	322	18.9	39	2.3			625	36.7	1,186	69.6		
3302.		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)	(80)	XXX	1,705	100.0			1,220	71.5	25	1.4	322	18.9	39	2.3			625	36.7	1,186	69.6		

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INSURANCE EXPENSE EXHIBIT FOR THE YEAR 2006 OF THE ALLSTATE INSURANCE COMPANY
PART III - ALLOCATION TO LINES OF DIRECT BUSINESS WRITTEN (continued)
 PREMIUMS, LOSSES, EXPENSES, RESERVES AND PROFITS, AND PERCENTAGES TO PREMIUMS EARNED FOR DIRECT BUSINESS WRITTEN
 (000 OMITTED)

	Commission and Brokerage Expenses Incurred		Taxes, Licenses & Fees Incurred		Other Acquisitions, Field Supervision, and Collection Expenses Incurred		General Expenses Incurred		Other Income Less Other Expenses		Pre-Tax Profit or Loss Excluding All Investment	
	23 Amount	24 %	25 Amount	26 %	27 Amount	28 %	29 Amount	30 %	31 Amount	32 %	33 Amount	34 %
1. Fire	4,318	12.1	806	2.3	2,190	6.1	2,269	6.4	454	1.3	5,442	15.3
2.1 Allied Lines	2,677	12.5	469	2.2	1,302	6.1	1,348	6.3	222	1.0	(2,923)	(13.6)
2.2 Multiple Peril Crop												
2.3 Federal Flood	(213)		1,571	0.7	(11,980)	(5.3)	(10,618)	(4.7)			233,675	103.6
3. Farmowners Multiple Peril												
4. Homeowners Multiple Peril	394,669	11.4	88,795	2.6	197,651	5.7	111,873	3.2	31,617	0.9	1,113,119	32.2
5.1 Commercial Multiple Peril (Non-Liability Portion)	55,127	13.4	15,283	3.7	23,406	5.7	24,594	6.0	3,303	0.8	107,746	26.3
5.2 Commercial Multiple Peril (Liability Portion)	10,749	6.4	2,067	1.2	3,608	2.2	8,763	5.3	376		33,289	20.0
6. Mortgage Guaranty												
8. Ocean Marine	391	10.7	63	1.7	214	5.9	309	8.5	51	1.4	1,808	49.5
9. Inland Marine	15,461	11.5	3,601	2.7	7,716	5.7	6,240	4.6	1,328	1.0	35,919	26.7
10. Financial Guaranty												
11. Medical Malpractice											(6)	
12. Earthquake	3,445	10.3	693	2.1	1,742	5.2	1,350	4.0	179	0.5	23,227	69.4
13. Group A&H (See Interrogatory 1)												
14. Credit A&H					22	(2,009.8)	1	(96.6)			(84)	7,584.5
15. Other A&H (See Interrogatory 1)												
16. Workers' Compensation											(2,866)	(4,599.4)
17. Other Liability	9,152	11.7	2,370	3.0	4,405	5.6	5,119	6.5	67		(13,234)	(16.9)
18. Products Liability	272	11.7	109	4.7	83	3.6	141	6.1			(39,055)	(1,682.9)
19.1, 19.2 Private Passenger Auto Liability	541,739	11.5	139,726	3.0	275,014	5.8	248,489	5.3	48,855	1.0	492,736	10.5
19.3, 19.4 Commercial Auto Liability	26,073	11.8	6,102	2.8	7,137	3.2	16,512	7.5	793		32,787	14.9
21.1 Private Passenger Auto Physical Damage	414,155	11.7	104,160	2.9	214,761	6.1	198,991	5.6	40,300	1.1	932,208	26.4
21.2 Commercial Auto Physical Damage	9,846	11.7	2,237	2.7	2,871	3.4	6,942	8.3	363		22,697	27.0
22. Aircraft (all perils)	6	11.7	1	2.3	3	6.2	3	6.2	1	1.6	131	265.9
23. Fidelity	44	11.2	21	5.4	13	3.3	19	4.8			23	5.7
24. Surety											362	869.5
26. Burglary and Theft	109	10.8	20	1.9	56	5.5	49	4.9	(1)		305	30.3
27. Boiler and Machinery	235	12.2	58	3.0	71	3.7	128	6.6			1,005	52.1
28. Credit					(11)						11	
29. International												
33. Aggregate write-ins for Other Lines of Business	(8)	(0.5)	(1)				217	12.7	8		(61)	(3.6)
34. TOTAL (Lines 1 through 33)	1,488,246	11.3	368,150	2.8	730,272	5.6	622,741	4.7	127,917	1.0	2,978,259	22.7
DETAILS OF WRITE-INS												
3301. Mechanical breakdown	(8)	(0.5)	(1)				217	12.7	8		(61)	(3.6)
3302.												
3303.												
3399. Summary of remaining write-ins for Line 33 from overflow page												
3399. Totals (Lines 3301 thru 3303 plus 3398)(Line 33 above)	(8)	(0.5)	(1)				217	12.7	8		(61)	(3.6)

INSURANCE EXPENSE EXHIBIT FOR THE YEAR 2006 OF THE ALLSTATE INSURANCE COMPANY

OVERFLOW PAGE FOR WRITE-INS

Additional Write-ins for Insurance Expense Exhibit Part 3 Line 33

3304.		XXX	100.0																	
3397.	Summary of remaining write-ins for Line 33 from overflow page	XXX	100.0																	

Additional Write-ins for Insurance Expense Exhibit Part 3 Line 33

3304.																				
3397.	Summary of remaining write-ins for Line 33 from overflow page																			

OVERFLOW PAGE FOR WRITE-INS

Additional Write-ins for Insurance Expense Exhibit Part 1 Line 24

2404.	Portfolio transfer	(23)				(23)
2405.	Servicing fees	(68,591)	(18,368)	(47,281)		(134,240)
2406.	Change in ULAE reserves	(245,598)				(245,598)
2497.	Summary of remaining write-ins for Line 24 from overflow page	(314,212)	(18,368)	(47,281)		(379,861)