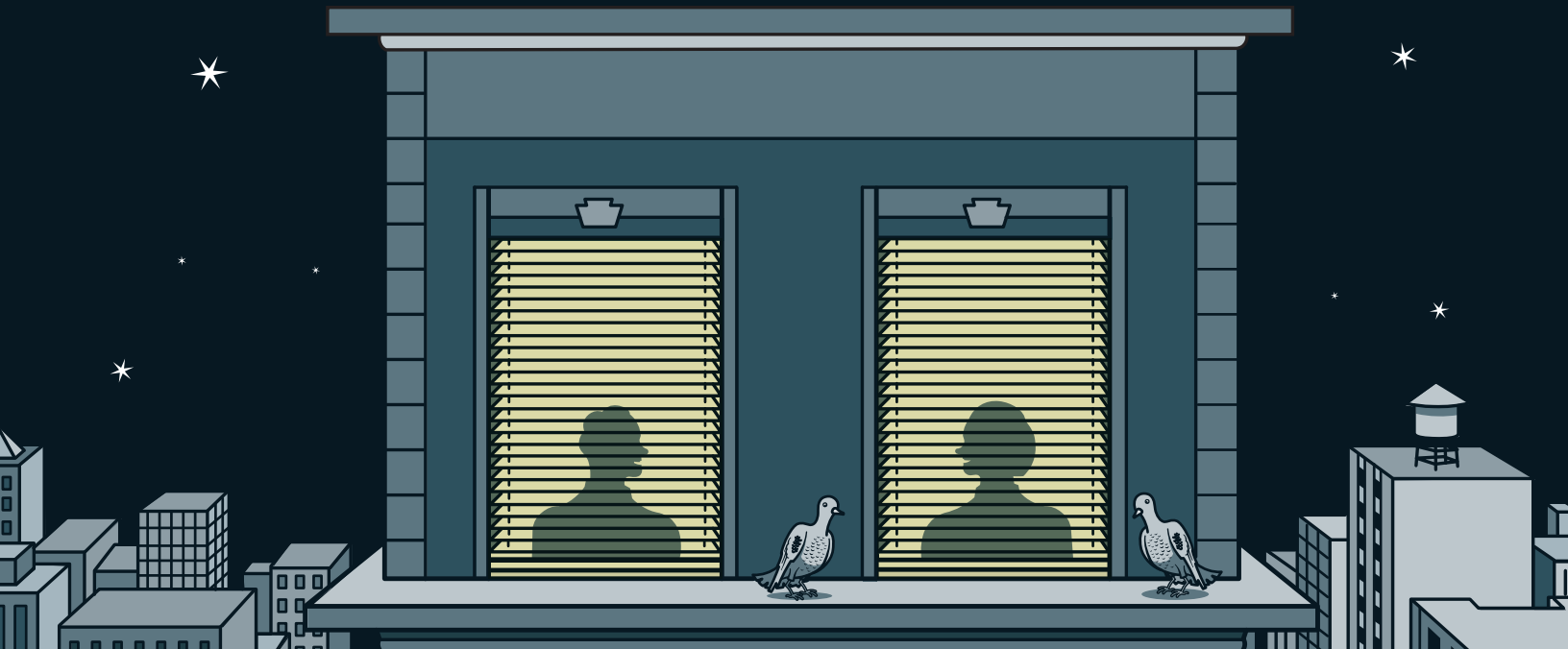


A STORY OF
**VALUE
INVESTING**



At Loews, we seek to combine dynamic creativity and a willingness to embrace constant change with a deep and abiding commitment to long-established principles of prudent business and investment management.

Our presentation of the Loews value story in graphic form may surprise some of you. We chose this method of communication because it has become increasingly difficult, in today's "pure-play" business environment, for conglomerates like Loews to be heard.

We know we have a good story to tell, and we want to find a new way to tell it—this time in a unique and engaging way.

Since we never do anything halfway at Loews, we asked Lotta Value to be our guide.

We hope you enjoy *The Adventures of Lotta Value, Investment Hunter!* We certainly had a lot of fun creating her and sending her on her value quest.

The purpose of the following story of Lotta Value is to give the reader a broad understanding of the businesses and value-creation goals of Loews Corporation and our subsidiaries. It does not tell the whole story; to get the full story, including a discussion of the risks we face, you should read the annual, quarterly and other reports filed with the Securities and Exchange Commission by Loews Corporation and its subsidiaries, CNA Financial Corporation, Diamond Offshore Drilling, Inc., and Boardwalk Pipeline Partners, LP. You can access these reports through the Investor Relations pages of our company websites at www.loews.com, www.cna.com, www.diamondoffshore.com and www.bwpmlp.com, or through the SEC's website at www.sec.gov.

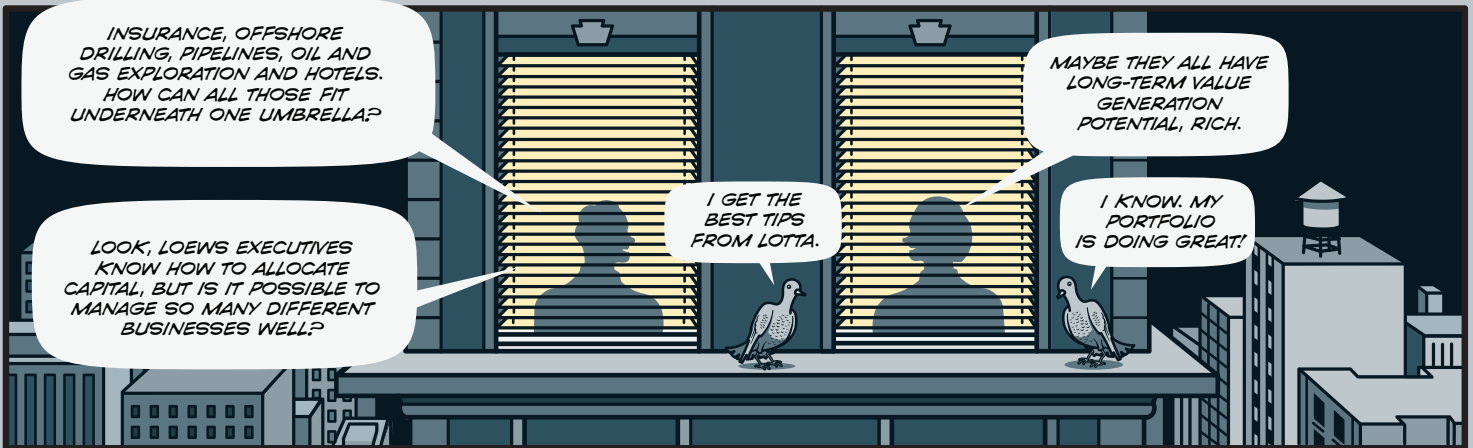
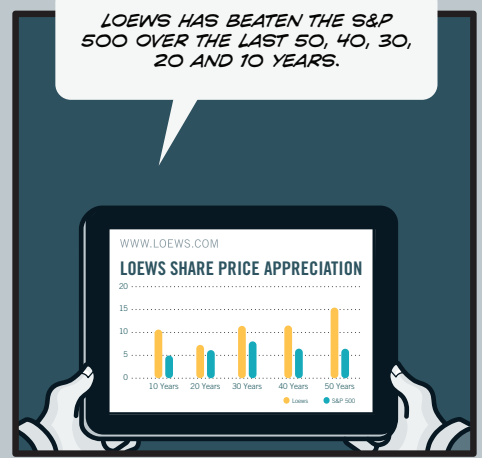
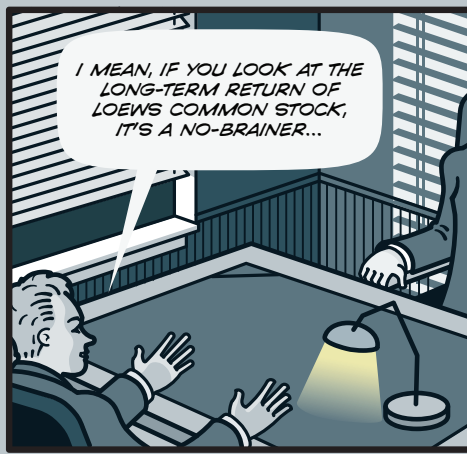
INTRODUCING

LOTTA VALUE



INVESTMENT
HUNTER





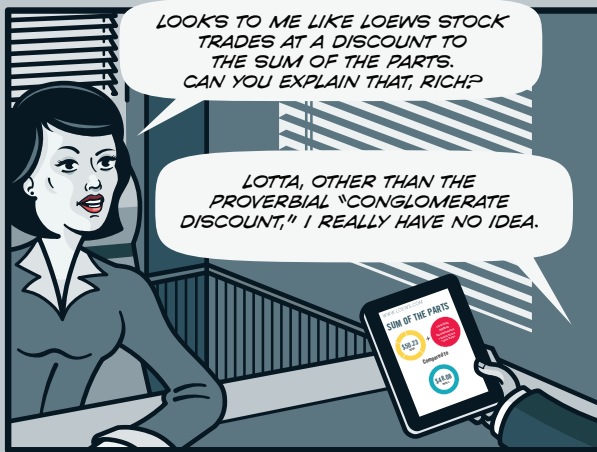


WELL LOTTA, I KNOW THAT LOEWS HAS ALMOST \$4 BILLION IN CASH AND INVESTMENTS ON HAND.

HMMMM. SO WHERE HAVE THEY BEEN PUTTING THEIR MONEY LATELY?

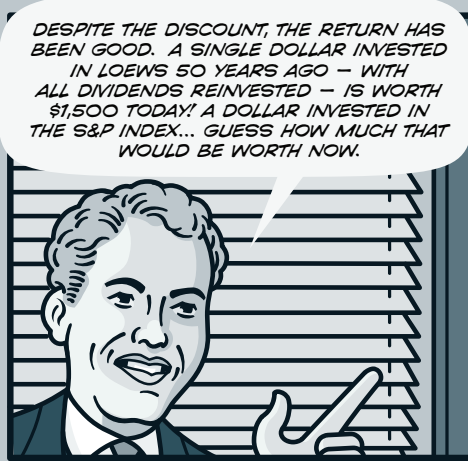
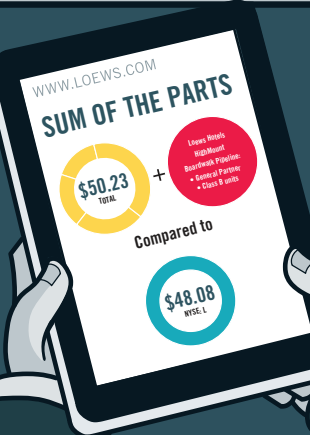
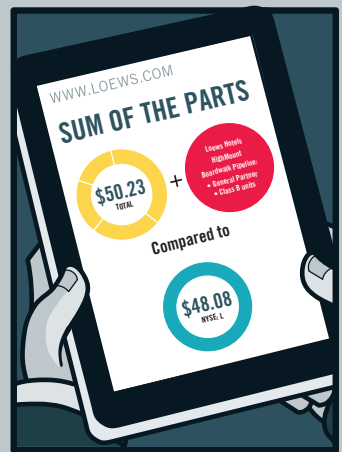


RECENTLY THEIR SUBSIDIARIES HAVE DONE TUCK-IN ACQUISITIONS. BUT THEY'RE ALSO BIG INTO SHARE BUYBACKS. SINCE 1971 THEY'VE REDUCED THEIR SHARES OUTSTANDING BY TWO-THIRDS.



LOOKS TO ME LIKE LOEWS STOCK TRADES AT A DISCOUNT TO THE SUM OF THE PARTS. CAN YOU EXPLAIN THAT, RICH?

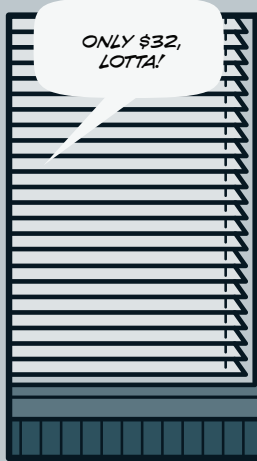
LOTTA, OTHER THAN THE PROVERBIAL "CONGLOMERATE DISCOUNT," I REALLY HAVE NO IDEA.



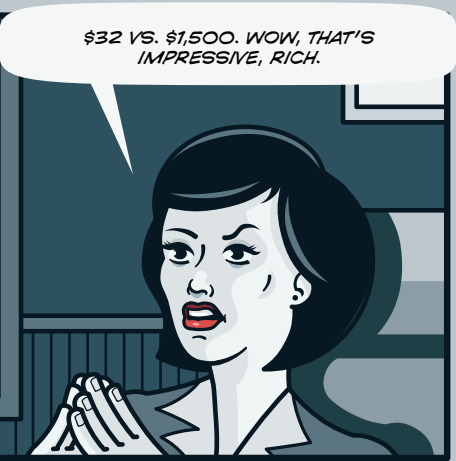
DESPITE THE DISCOUNT, THE RETURN HAS BEEN GOOD. A SINGLE DOLLAR INVESTED IN LOEWS 50 YEARS AGO - WITH ALL DIVIDENDS REINVESTED - IS WORTH \$1,500 TODAY! A DOLLAR INVESTED IN THE S&P INDEX... GUESS HOW MUCH THAT WOULD BE WORTH NOW.



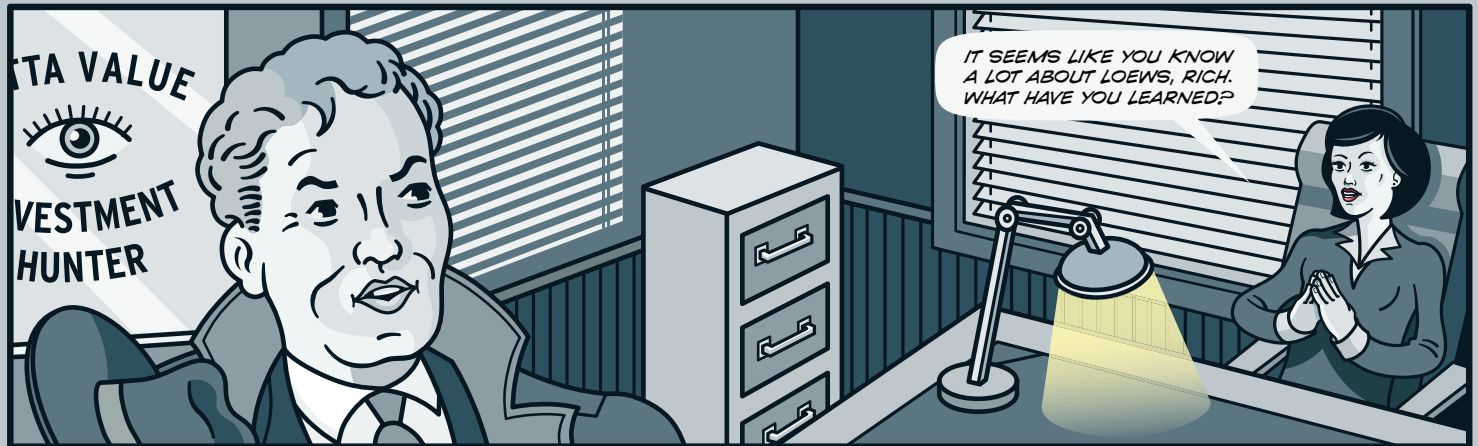
AHH....



ONLY \$32, LOTTA!

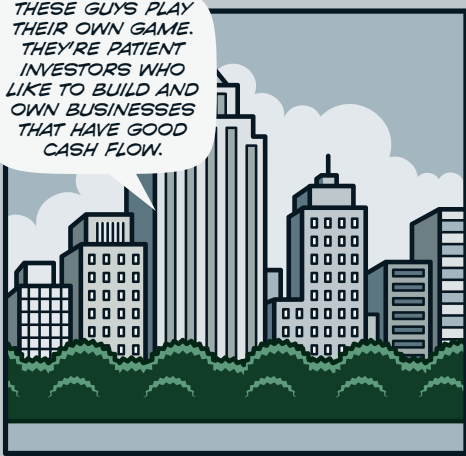


\$32 VS. \$1,500. WOW, THAT'S IMPRESSIVE, RICH.

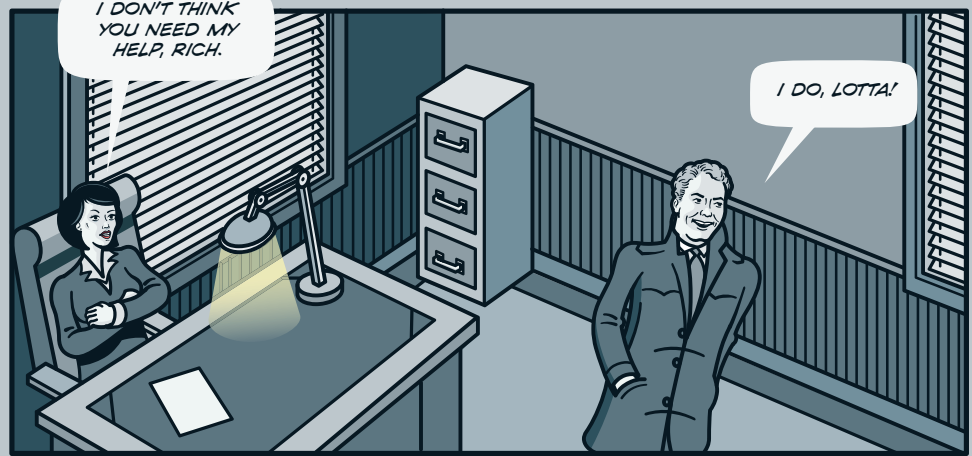


IT SEEMS LIKE YOU KNOW A LOT ABOUT LOEWS, RICH. WHAT HAVE YOU LEARNED?

THESE GUYS PLAY THEIR OWN GAME. THEY'RE PATIENT INVESTORS WHO LIKE TO BUILD AND OWN BUSINESSES THAT HAVE GOOD CASH FLOW.

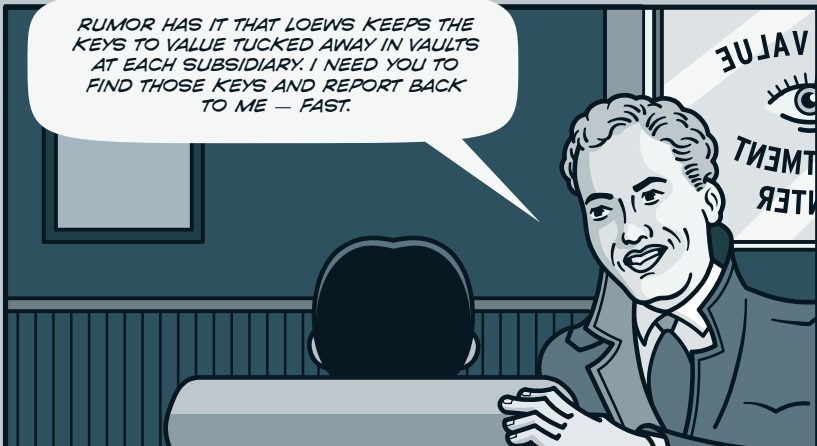


I DON'T THINK YOU NEED MY HELP, RICH.



I DO, LOTTA!

RUMOR HAS IT THAT LOEWS KEEPS THE KEYS TO VALUE TUCKED AWAY IN VAULTS AT EACH SUBSIDIARY. I NEED YOU TO FIND THOSE KEYS AND REPORT BACK TO ME - FAST.



VALUE VAULTS? THAT'S INTRIGUING! OKAY, RICH - YOU'RE ON. I GUESS IT'S TIME TO GET TO WORK.

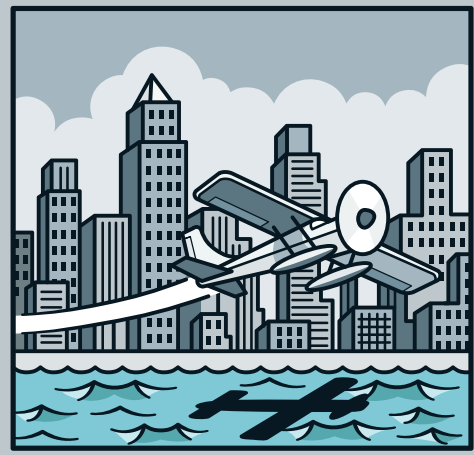
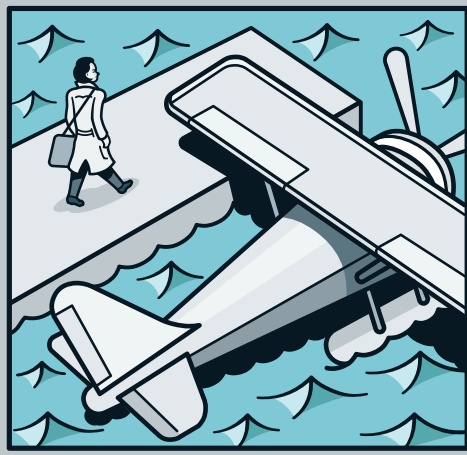


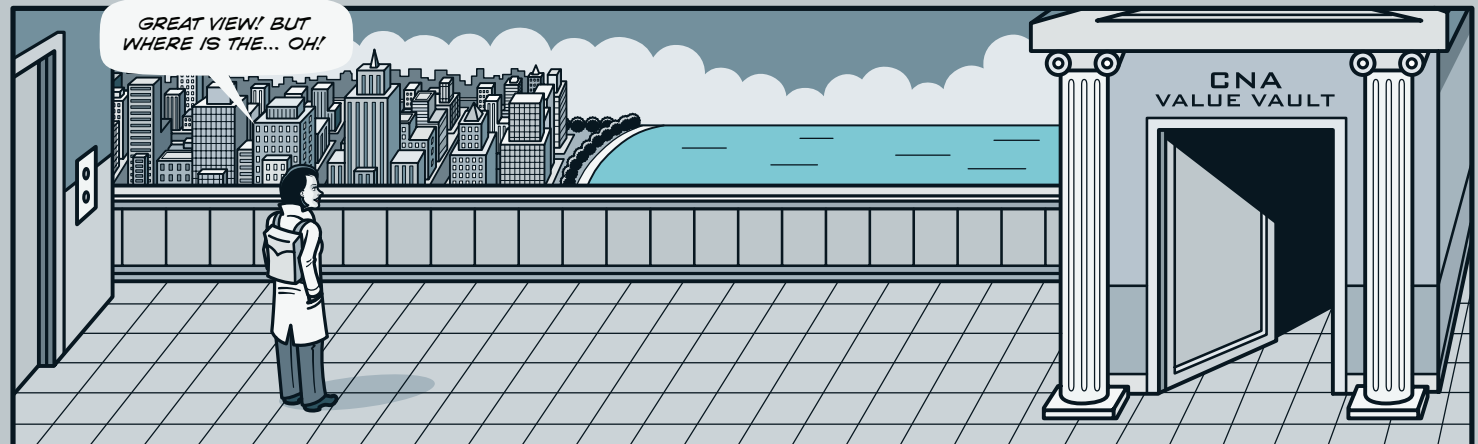
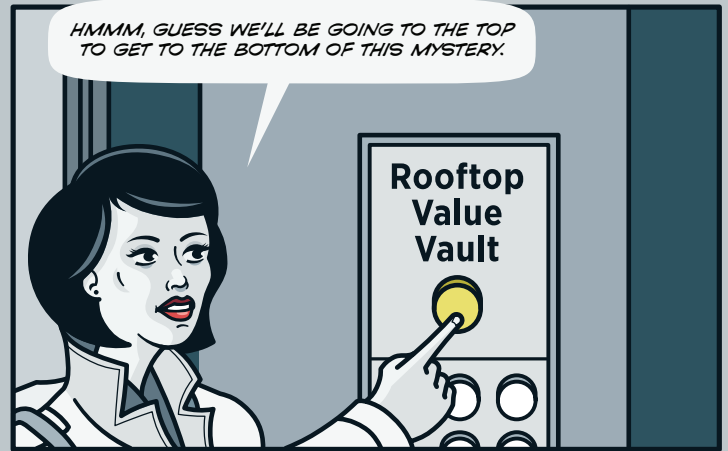
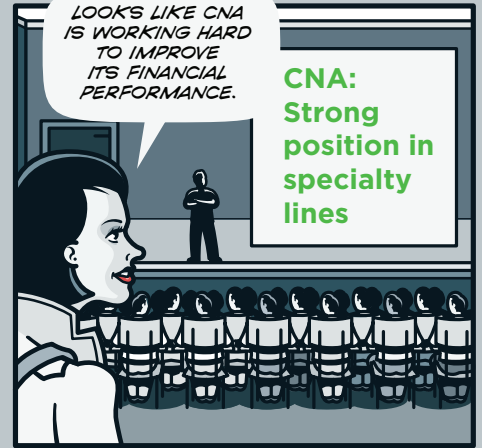
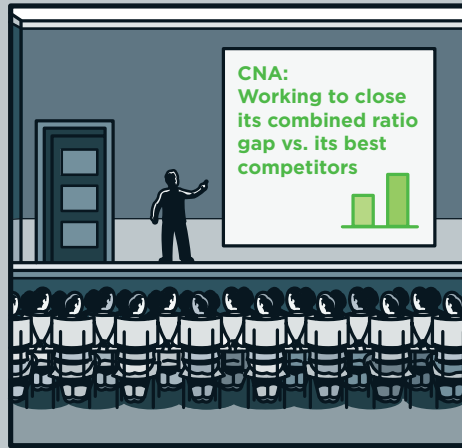
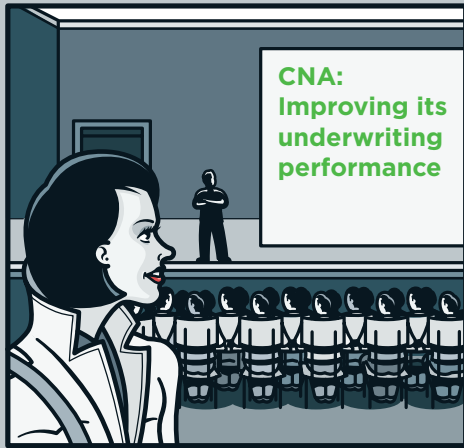
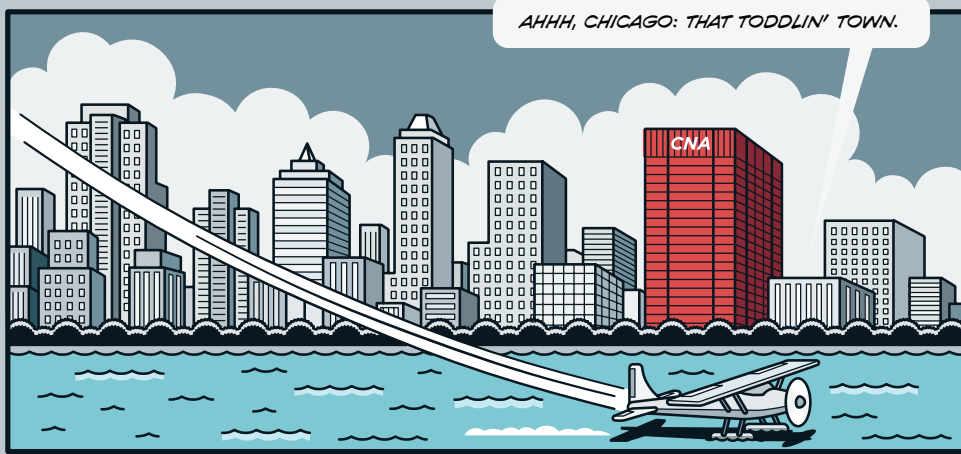
LATER...

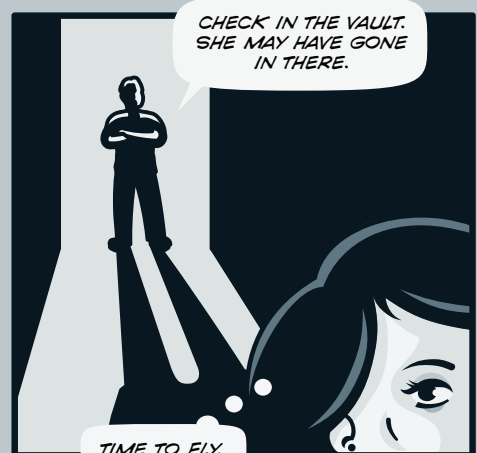
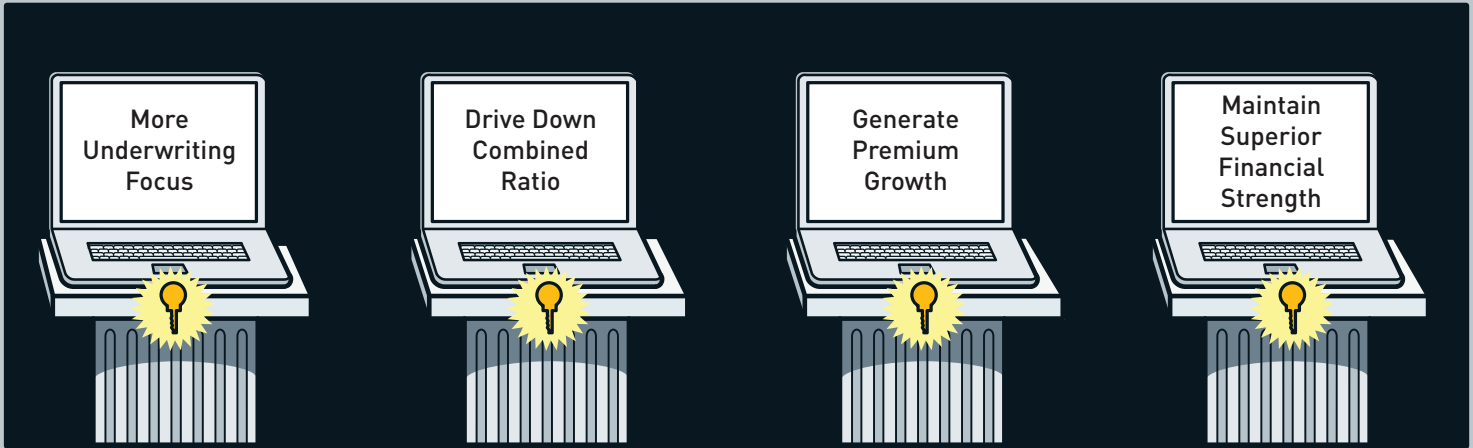
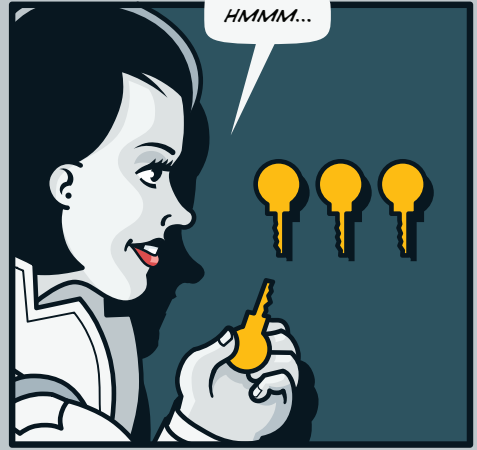
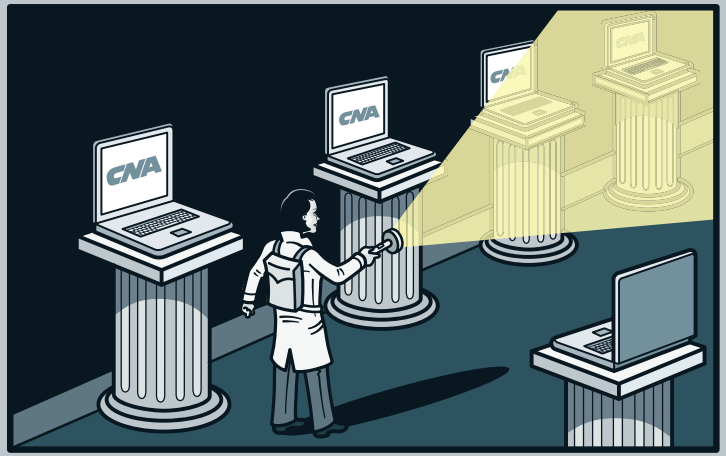
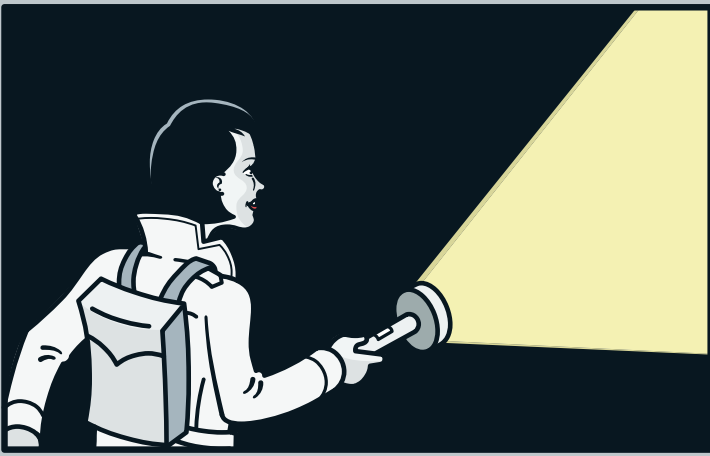


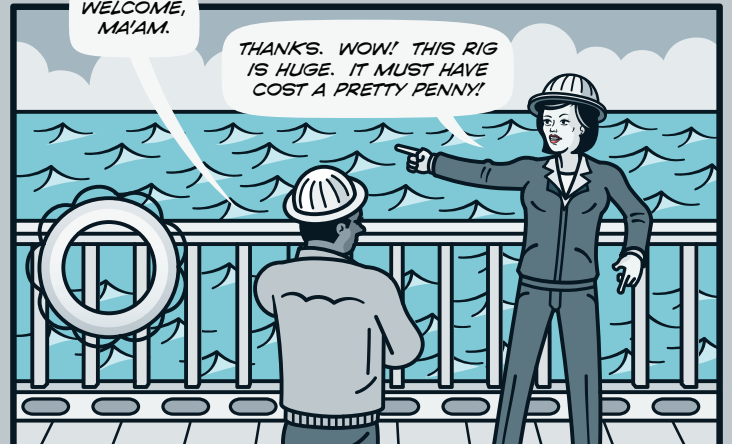
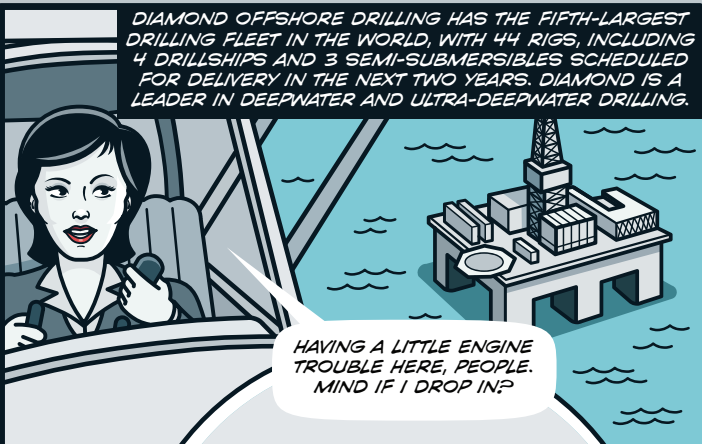
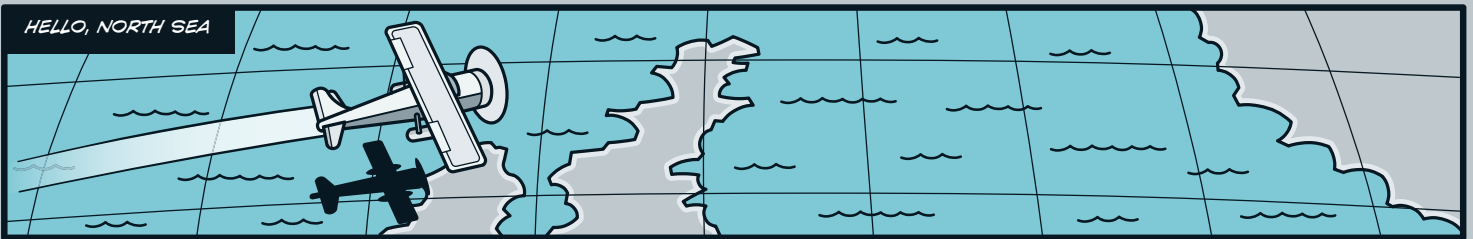
THERE'S ONLY ONE WAY TO FIND REAL VALUE IN THIS MARKET...

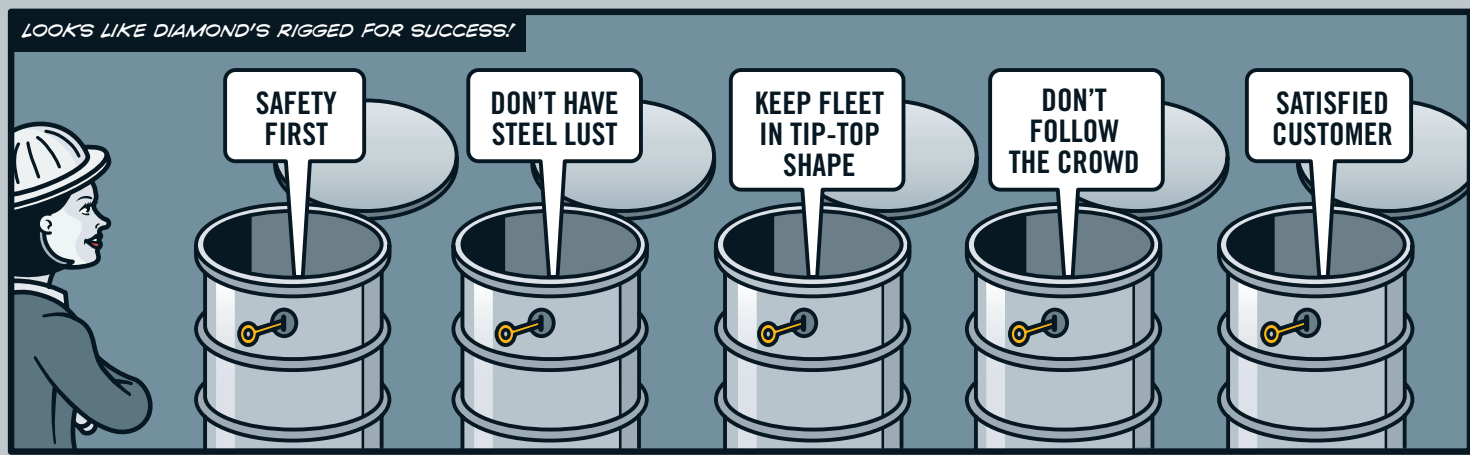
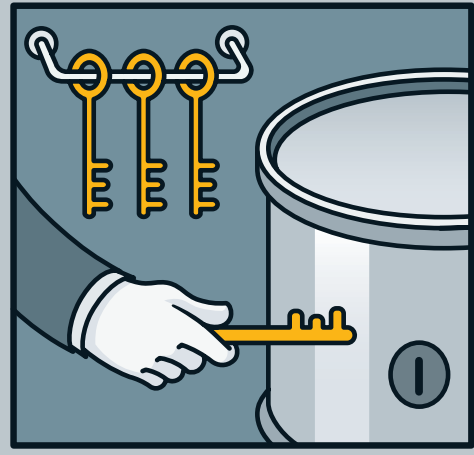
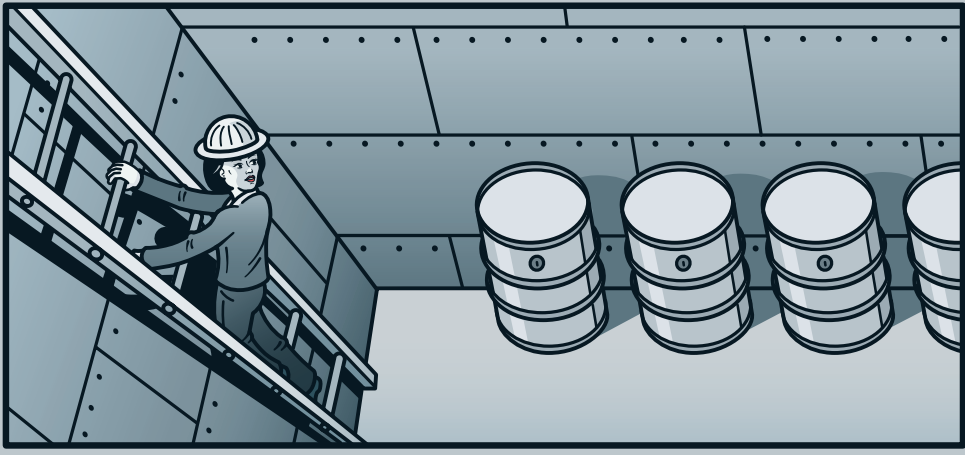
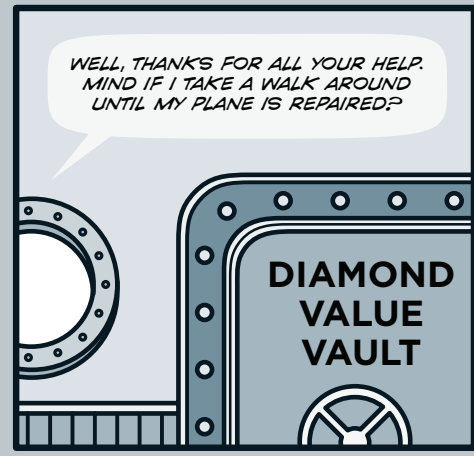
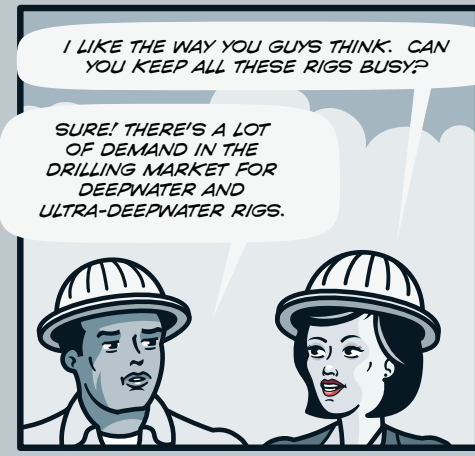
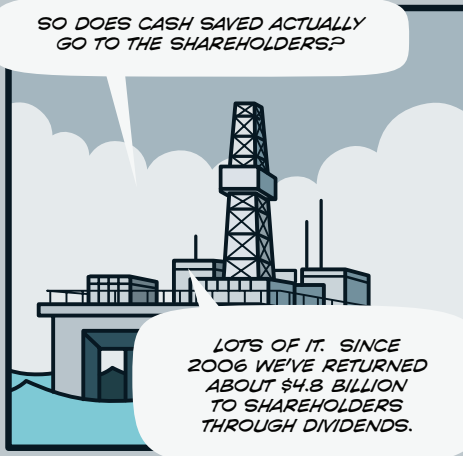
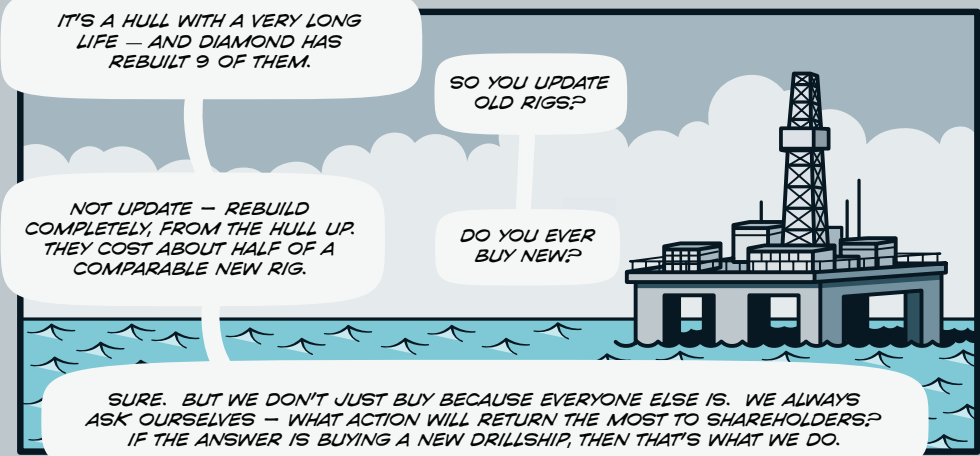
AND YOU CAN'T DO IT SITTING BEHIND A DESK...



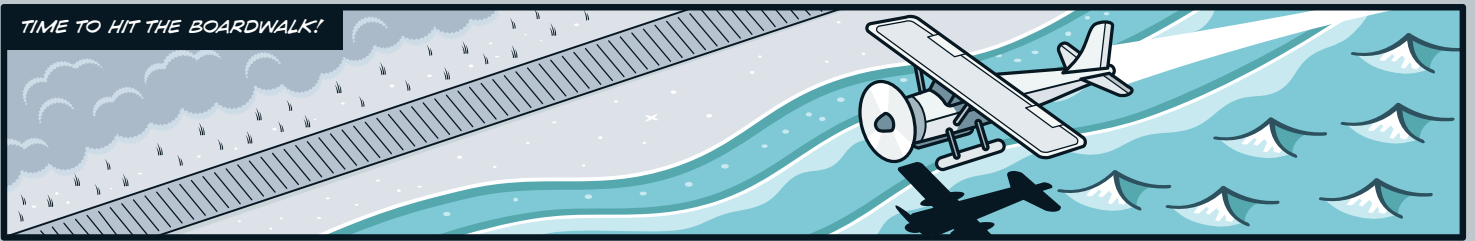




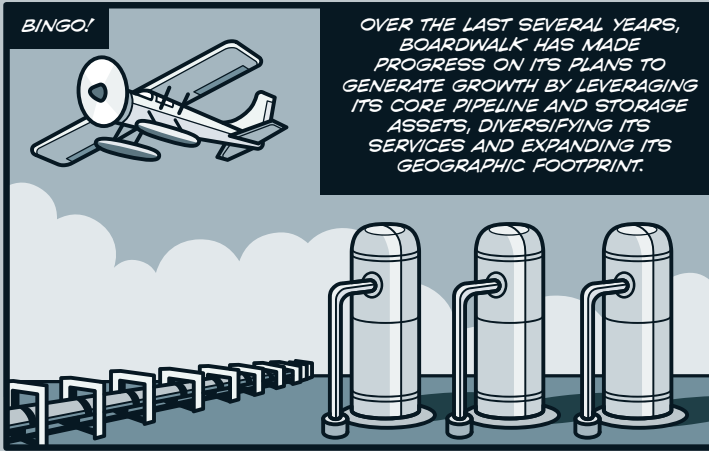




TIME TO HIT THE BOARDWALK!

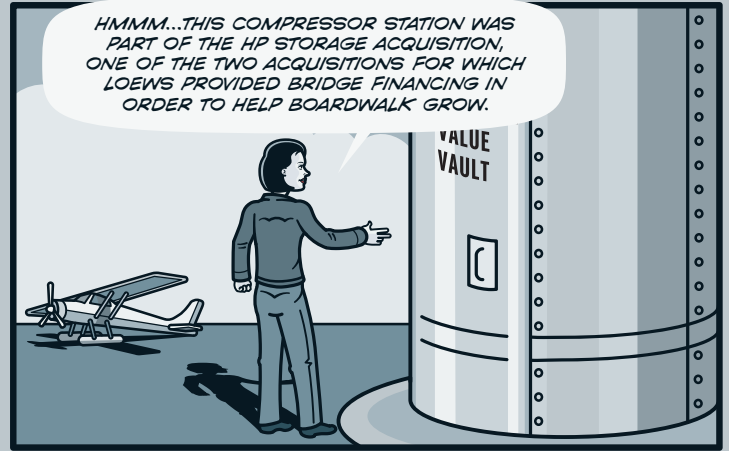


BINGO!

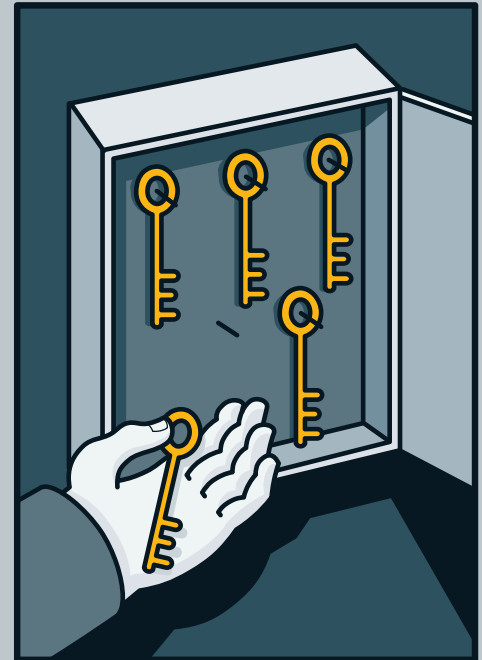
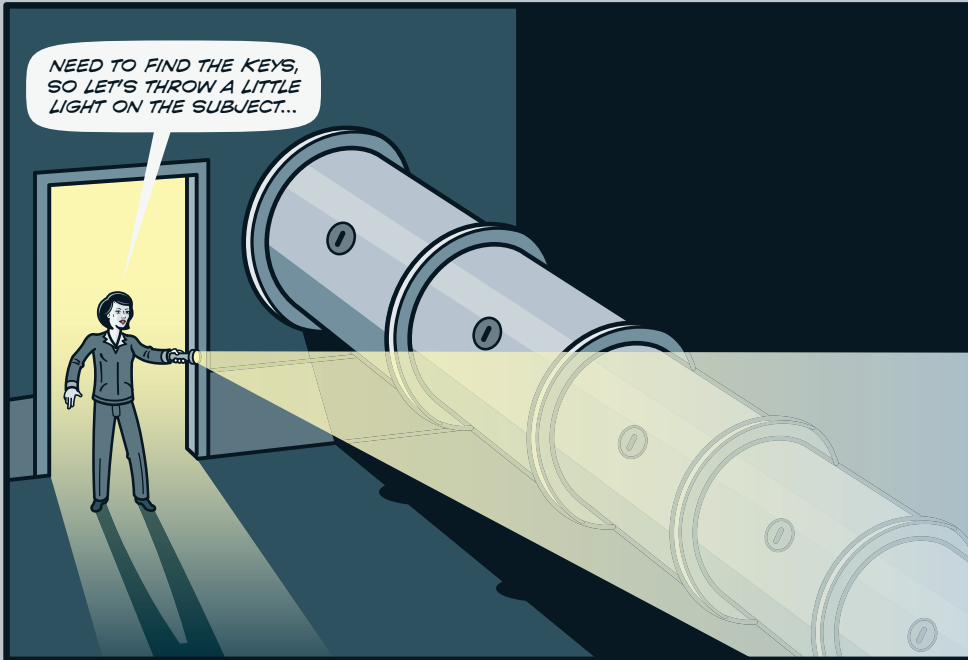


OVER THE LAST SEVERAL YEARS, BOARDWALK HAS MADE PROGRESS ON ITS PLANS TO GENERATE GROWTH BY LEVERAGING ITS CORE PIPELINE AND STORAGE ASSETS, DIVERSIFYING ITS SERVICES AND EXPANDING ITS GEOGRAPHIC FOOTPRINT.

HMMM...THIS COMPRESSOR STATION WAS PART OF THE HP STORAGE ACQUISITION, ONE OF THE TWO ACQUISITIONS FOR WHICH LOEWS PROVIDED BRIDGE FINANCING IN ORDER TO HELP BOARDWALK GROW.



NEED TO FIND THE KEYS, SO LET'S THROW A LITTLE LIGHT ON THE SUBJECT...



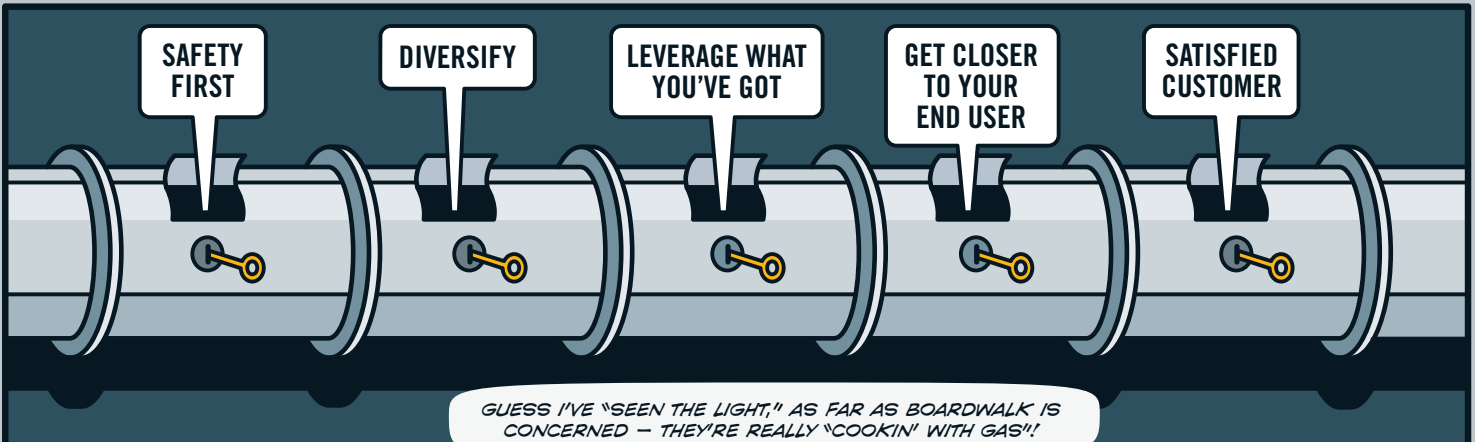
SAFETY FIRST

DIVERSIFY

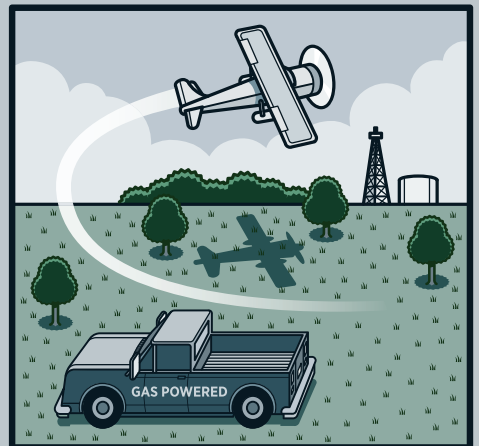
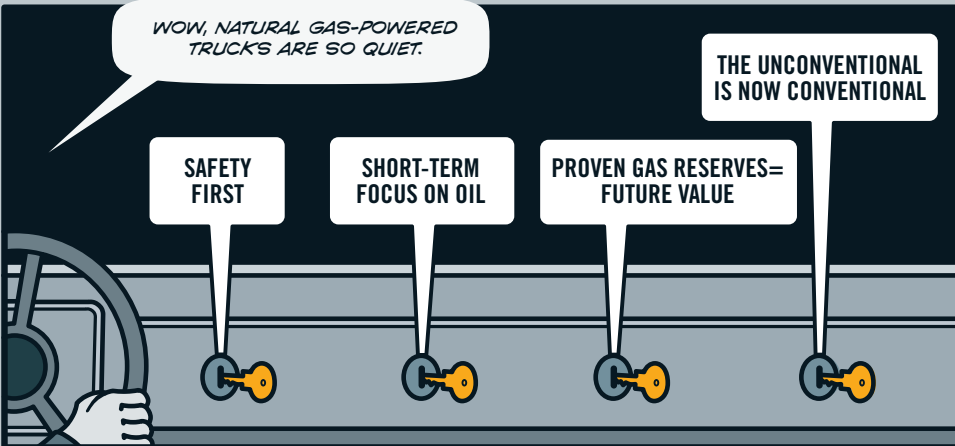
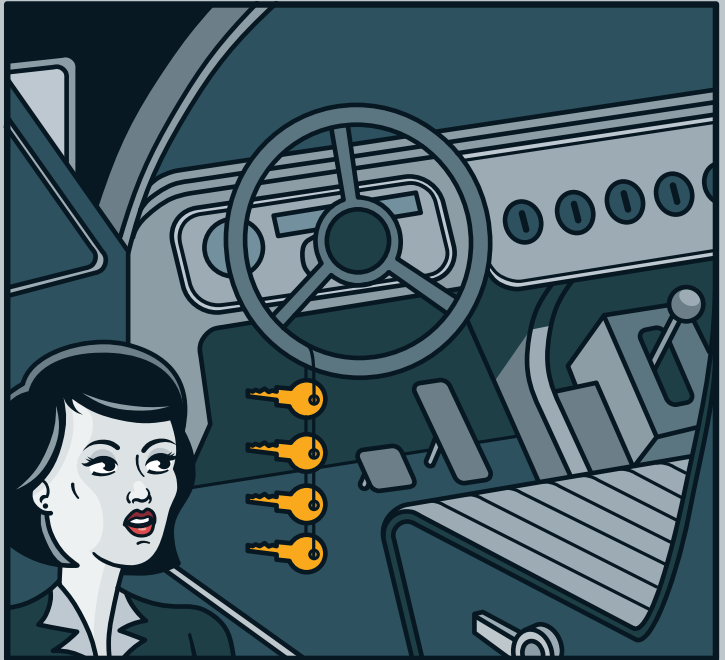
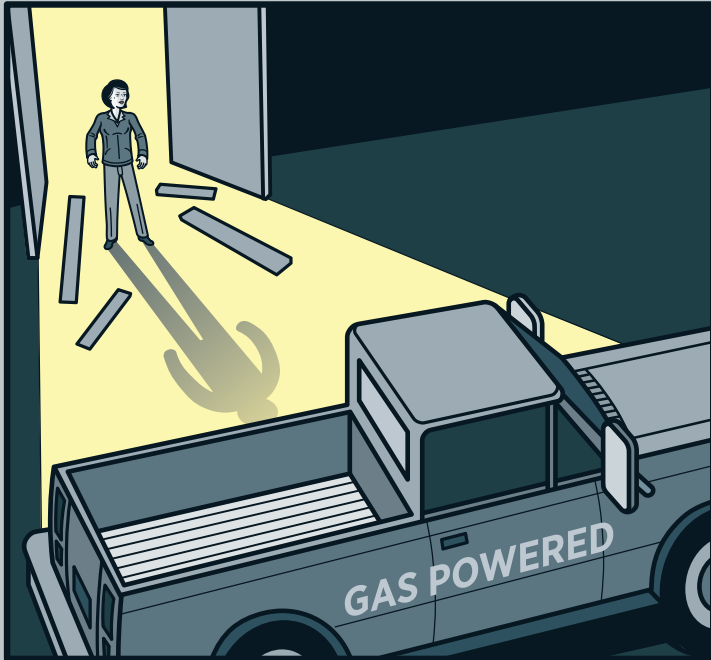
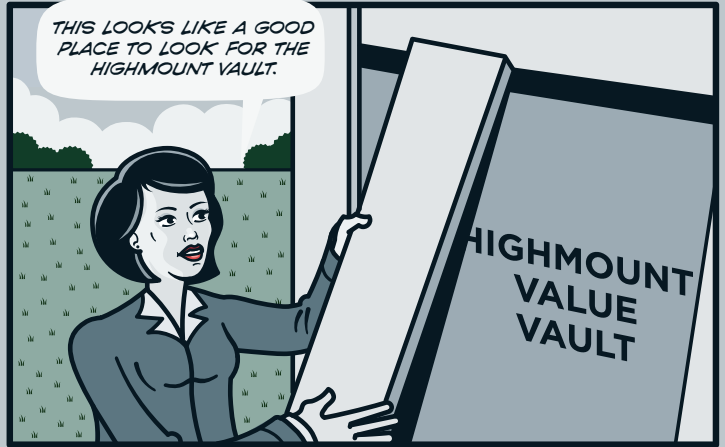
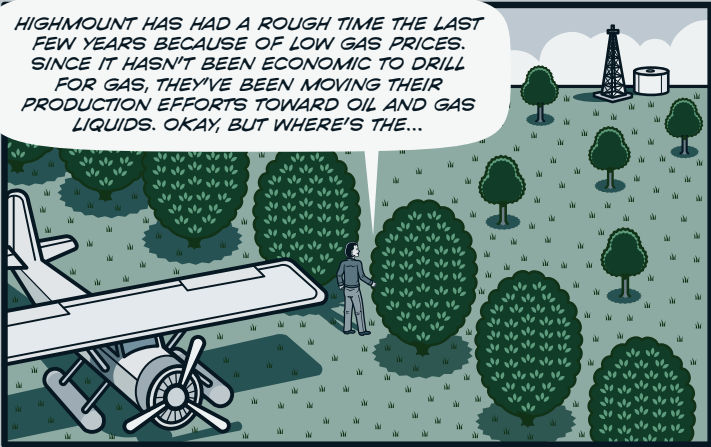
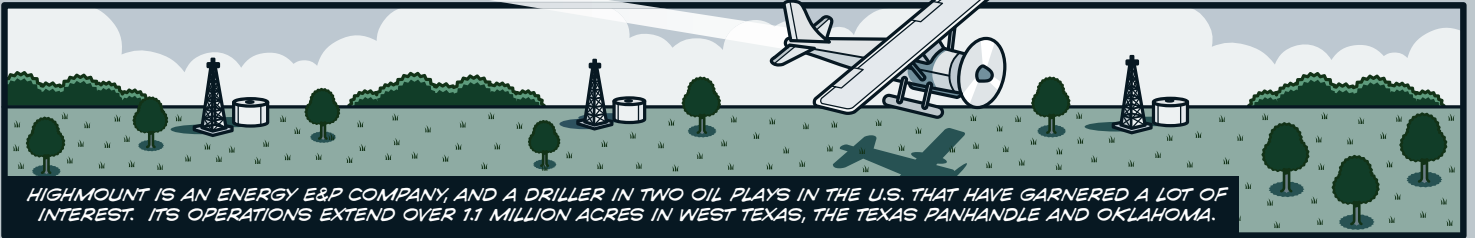
LEVERAGE WHAT YOU'VE GOT

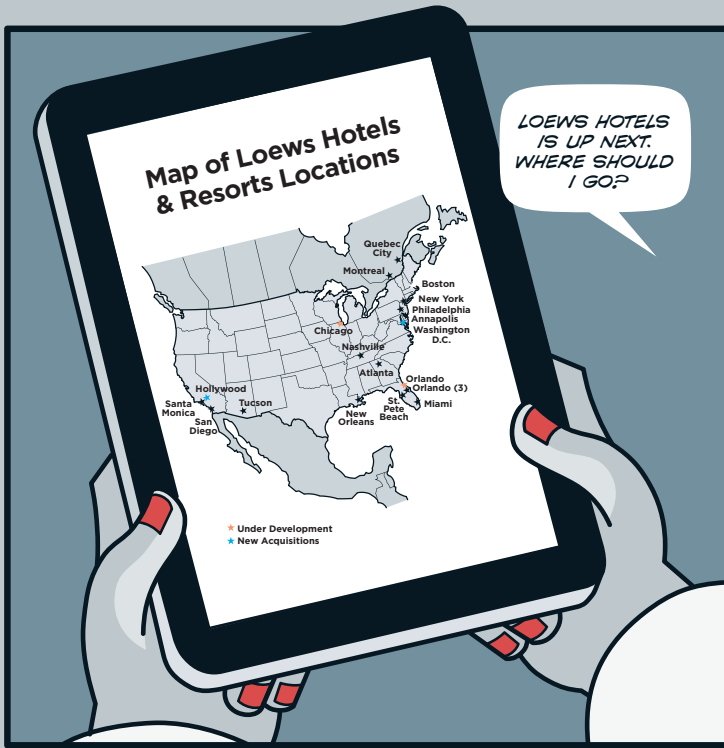
GET CLOSER TO YOUR END USER

SATISFIED CUSTOMER

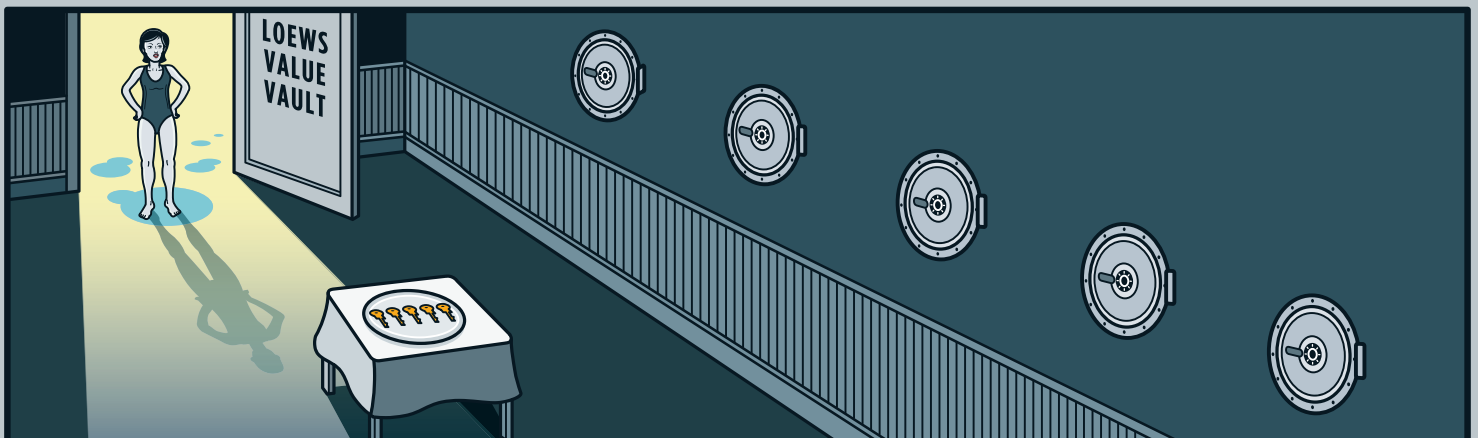
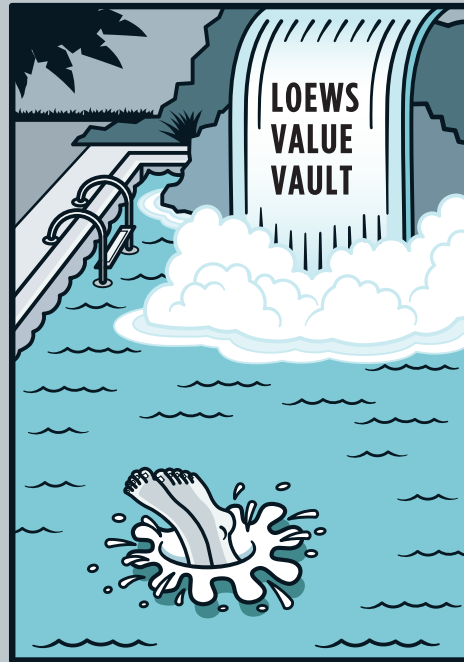
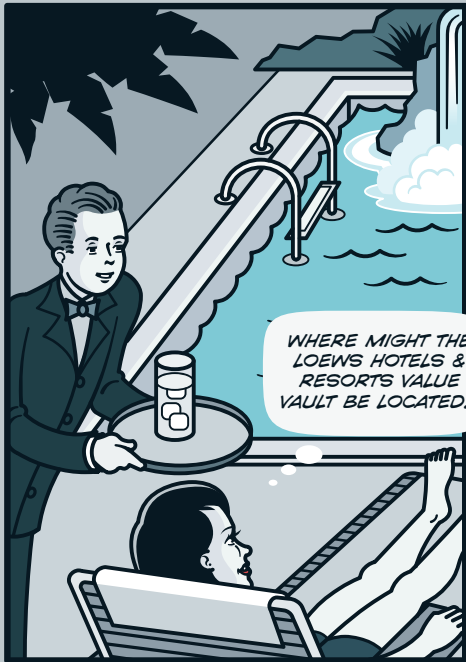


GUESS I'VE "SEEN THE LIGHT," AS FAR AS BOARDWALK IS CONCERNED - THEY'RE REALLY "COOKIN' WITH GAS!"





LOEWS HOTELS & RESORTS HAS BEEN FOCUSED ON BROADENING ITS CUSTOMER BASE BY ADDING MORE GATEWAY CITIES AND RESORT MARKETS, TRANSFORMING EXISTING PROPERTIES THROUGH SIGNIFICANT CAPITAL INVESTMENTS AND IMPROVING THEIR PERFORMANCE AND PROFITABILITY.



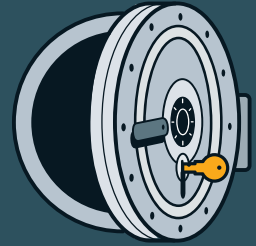
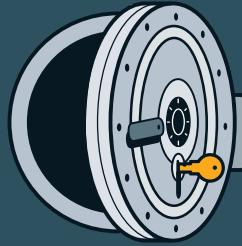
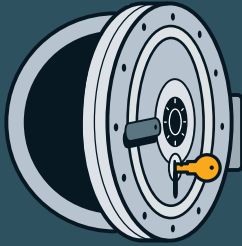
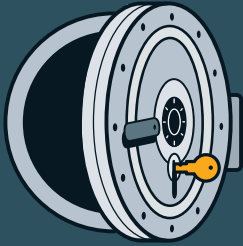
EXPAND
CUSTOMER
BASE

ADD MORE
GATEWAY
CITIES

FOCUS ON
PROFITABILITY

TRANSFORM
EXISTING
PROPERTIES

SATISFIED
CUSTOMER

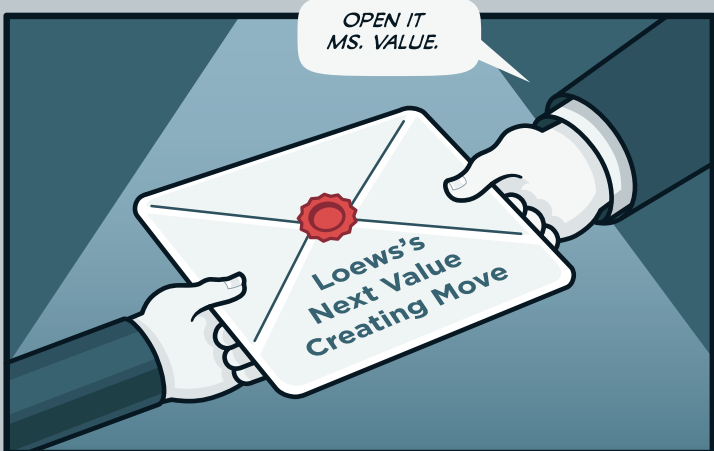
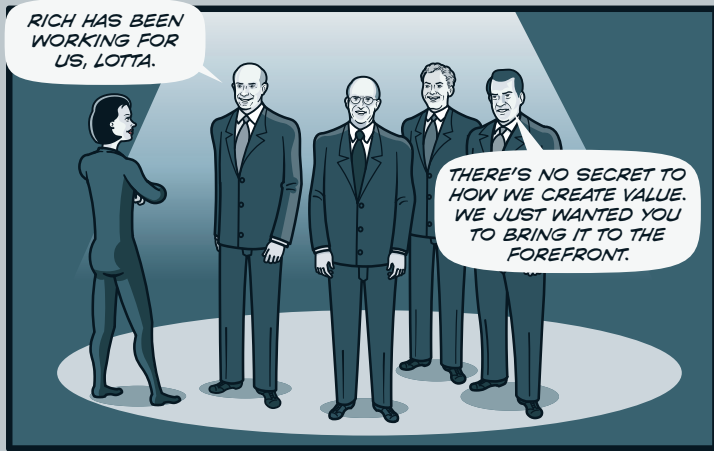


HMMM... BUT THERE'S STILL ONE PLACE I HAVEN'T LOOKED...
LOEWS HEADQUARTERS. IF THERE REALLY IS A KEY TO LOEWS'S
ONGOING VALUE-CREATION, THAT'S WHERE I'LL FIND IT.



THAT NIGHT... A FIGURE STREAKS ACROSS THE NEW YORK
SKYLINE, DROPPING TO LOEWS'S ROOFTOP.







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