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 (Date of earliest event reported): May 7, 2002

PRUDENTIAL FINANCIAL, INC.
(Exact name of registrant as specified in its charter)

New Jersey	001-16707	22-3703799
(State or other jurisdiction of incorporation)	(Commission File Number)	(I.R.S. Employer Identification No.)

751 Broad Street
Newark, New Jersey 07102
(Address of principal executive offices and zip code)

(973) 802-6000
(Registrant's telephone number, including area code)

Item 5. Other Information.

On May 7, 2002, Prudential Financial, Inc., a New Jersey Corporation, issued a press release announcing first quarter 2002 results, a copy of which is attached hereto as Exhibit 99.0 and is incorporated herein by reference.

Item 9. Regulation FD Disclosure.

Prudential Financial, Inc. furnishes herewith, as Exhibit 99.1, the Quarterly Financial Supplement for its Financial Services Businesses for the quarterly period ended March 31, 2002.

SIGNATURES

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.

Date: May 7, 2002

Prudential Financial, Inc.

By: /s/ Anthony S. Piszel

Name: Anthony S. Piszel
Title: Controller (Principal Accounting Officer)

Exhibit Index

Exhibit No.	Description
99.0	Press Release of Prudential Financial, Inc., dated May 7,2002.
99.1	Quarterly Financial Supplement for the Financial Services Businesses of Prudential Financial, Inc. for the Quarterly Period ended March 31, 2002.

For Immediate Release
May 7, 2002
After 4 p.m.

Contact: Bob DeFillippo
(973) 802-4149

PRUDENTIAL FINANCIAL, INC. ANNOUNCES FIRST QUARTER 2002 RESULTS

Newark, NJ - Prudential Financial, Inc. (NYSE:PRU) today reported first quarter 2002 after-tax adjusted operating income for its Financial Services Businesses of $332 million, compared to $296 million for the first quarter of 2001. Adjusted operating income was 58 cents per share of Common Stock for the first quarter of 2002, compared to 51 cents per Common share in the first quarter of 2001 on an equivalent share basis, which assumes that shares issued in the Company's demutualization on December 18, 2001 and its initial public offering of Common Stock were outstanding for the entire 2001 period. First quarter 2002 results include the contribution of Gibraltar Life, which the Company acquired in April 2001.

"Prudential Financial is off to a good start as a public company," said Chairman and CEO Arthur F. Ryan. "First quarter earnings per share, based on adjusted operating income, were on track. Our International division continues to produce strong growth, including the contribution of Gibraltar Life. In addition, while difficult equity market conditions have continued to hurt some of our businesses, our U.S. operations are beginning to reflect the benefits of expense reductions for which we absorbed the costs in our 2001 results. For that reason, we continue to expect that Prudential will achieve Common Stock earnings per share in the range of $2.10 to $2.30 for the year 2002, based on after-tax adjusted operating income, assuming that equity market conditions stabilize over the balance of the year, including essentially no change in the S&P 500 index," Ryan said. This expectation is subject to change if actual equity market conditions differ from this assumption and as discussed under "Forward-Looking Statements" below.

After-tax adjusted operating income excludes realized investment gains, net of losses and related charges, and results from divested businesses, as well as demutualization costs and expenses for the year-ago quarter. Net income of the Financial Services Businesses, which includes the foregoing items, amounted to $263 million for the first quarter of 2002 compared to $403 million for the year-ago quarter. Net income was 46 cents per Common share for the first quarter of 2002, compared to 69 cents per equivalent Common share in the year-ago quarter.

In the following business-level discussion, adjusted operating income refers to pre-tax results.

Financial Services Businesses

Prudential Financial's Common Stock (NYSE:PRU) reflects the performance of its Financial Services Businesses, which consist of its U.S. Consumer, Employee Benefits, International and Asset Management divisions and its Corporate and Other operations.

U.S. Consumer division reported pre-tax adjusted operating income of $171 million for the first quarter of 2002, a decrease of $23 million from $194 million in the year-ago quarter. Our Individual Life Insurance segment reported adjusted operating income of $117 million for the current quarter, a $38 million increase over the year-ago quarter, as we realized savings from our field management and agency restructuring program and benefited from more favorable mortality experience. Our Private Client Group segment reported a loss, on an adjusted operating income basis, of $19 million for the current quarter, compared to a $6 million loss in the year-ago quarter. We estimate that the continued decline in individual investor transaction volume and customer margin balances had a negative impact of about $60 million on the quarterly comparison for this segment. However, this impact was largely mitigated by our cost reduction measures. Our Retail Investments segment reported adjusted operating income of $51 million in the current quarter, a $10 million decline from the year-ago quarter, as results were negatively affected by lower asset values. Our Property and Casualty Insurance segment reported adjusted operating income of $22 million in the current quarter, a $38 million decline from the year-ago quarter. During the current quarter, that segment realized $22 million in stop-loss reinsurance recoveries and prior year reserve releases, while the benefit from these items in the year-ago quarter was $71 million. The $49 million net effect of these items was partially offset by expense savings we realized as a result of our cost reduction measures.

International division pre-tax adjusted operating income for the first quarter of 2002 increased $102 million, to $200 million from $98 million in the year-ago quarter. The International Insurance segment reported $204 million of adjusted operating income for the quarter, representing a $109 million increase over the year-ago quarter, including a $104 million contribution from Gibraltar Life, which we acquired in April 2001. Gibraltar Life's results reflect favorable mortality experience in the current quarter. Adjusted operating income from our international insurance operations other than Gibraltar Life reflected business growth in Japan and Korea, partly offset by the negative impact of currency fluctuations.

Employee Benefits division pre-tax adjusted operating income amounted to $66 million in the first quarter of 2002, a decrease of $38 million from $104 million in the year-ago quarter. Adjusted operating income from our Other Employee Benefits segment declined $28 million, to $29 million from $57 million in the year-ago quarter, primarily from our guaranteed products business, which had lower investment income margins during the current quarter. Our Group Insurance segment reported adjusted operating income of $37 million in the current quarter and $47 million in the year-ago quarter, which benefited from our favorable estimates of life claims development at that time. During 2002, we expect to implement rate increases on group life insurance business representing about half of our year 2001 premiums in force, and these rate increases were implemented with respect to about one-quarter of the overall group life business during the first quarter of 2002.

Asset Management division pre-tax adjusted operating income amounted to $63 million in the first quarter of 2002, a decrease of $15 million from $78 million in the year-ago quarter. Despite market value declines in our equity assets under management, adjusted operating income of our Investment Management and Advisory Services segment increased to $39 million in the current quarter from $34 million in the year-ago quarter, reflecting lower expense levels. Assets managed by the Asset Management division were $290 billion at March 31, 2002, a decrease of $8 billion from a year earlier. The decrease reflects our sale, during the first quarter of 2002, of a portion of our quantitative-style equity asset management to a third party. Adjusted operating income from our Other Asset Management segment decreased $20 million, to $24 million in the current quarter from $44 million in the year-ago quarter, as the segment's equity securities operations were negatively affected by reduced trading spreads and transaction volume.

Corporate and Other operations resulted in pre-tax adjusted operating income of $23 million in the first quarter of 2002 compared to a loss, on an adjusted operating income basis, of $1 million in the year-ago quarter. First quarter 2002 results include investment income from assets transferred to the Financial Services Businesses in connection with the formation of the Closed Block Business in the fourth quarter of 2001.

Assets under management and administration amounted to $580 billion at March 31, 2002, including approximately $26 billion relating to Gibraltar Life, compared to $560 billion a year earlier, before the Gibraltar Life acquisition, and $590 billion at December 31, 2001.

Net income of the Financial Services Businesses for the first quarter of 2002 was $263 million and included $96 million of realized investment losses, net of related charges, compared to realized investment gains, net of related charges, of $243 million in the year-ago quarter. Net income of the Financial Services Businesses for the year-ago quarter was $403 million and also included demutualization costs and expenses of $45 million.

Closed Block Business

Prudential's Class B Stock, which is not traded on any exchange, reflects the performance of its Closed Block Business.

The Closed Block Business, which represents results of our Traditional Participating Products segment prior to the demutualization, includes our in-force participating life insurance and annuity policies, and assets that are being used for the payment of benefits and policyholder dividends on these policies, as well as other assets and equity that support these policies. We have ceased offering these participating policies.

The Closed Block Business reported a $175 million loss from operations before income taxes for the first quarter of 2002, a $249 million decline from income from operations before income taxes of $74 million for the year-ago quarter, primarily due to declines in realized investment gains and losses and net investment income. Closed Block Business results included net realized investment losses of $74 million in the current quarter, compared to net realized investment gains of $89 million in the year-ago quarter.

The Closed Block Business reported a first quarter 2002 net loss of $110 million, compared to net income of $34 million for the year-ago quarter.

Consolidated Results

There is no legal separation of the Financial Services Businesses and the Closed Block Business, and holders of the Common Stock and the Class B Stock are both common stockholders of Prudential Financial, Inc.

On a consolidated basis, which includes the results of both the Financial Services Businesses and the Closed Block Business, Prudential Financial, Inc. reported net income of $153 million for the first quarter of 2002 and $437 million for the year-ago quarter.

Forward-Looking Statements

Certain of the statements included in this release, including (but not limited to) those in the second paragraph hereof, constitute forward-looking statements within the meaning of the U. S. Private Securities Litigation Reform Act of 1995. Words such as "expects," "believes," "anticipates," "intends," "plans," "assumes," "estimates," "projects," or variations of such words are generally part of forward-looking statements. Forward-looking statements are made based on management's current expectations and beliefs concerning future developments and their potential effects upon Prudential Financial, Inc. and its subsidiaries. There can be no assurance that future developments affecting Prudential Financial, Inc. and its subsidiaries will be those anticipated by management. These forward-looking statements are not a guarantee of future performance and involve risks and uncertainties, and there are certain important factors that could cause actual results to differ, possibly materially, from expectations or estimates reflected in such forward-looking statements, including without limitation: general economic, market and political conditions, including the performance of financial markets, interest rate fluctuations and the continuing impact of the events of September 11, 2001; volatility in the securities markets; reestimates of our reserves for future policy benefits and claims; our exposure to contingent liabilities; catastrophe losses; investment losses and defaults; changes in our claims-paying or credit ratings; competition in our product lines and for

personnel; fluctuations in foreign currency exchange rates and foreign securities markets; risks to our international operations; the impact of changing regulation or adverse litigation results; and changes in tax law. Prudential Financial, Inc. does not intend, and is under no obligation to, update any particular forward-looking statement included in this document. The information referred to above, as well as the risks of our businesses described in our Annual Report on Form 10-K for the year ended December 31, 2001, should be considered by readers when reviewing forward-looking statements contained in this release.

Earnings Conference Call

Members of Prudential's senior management will host a conference call on Wednesday, May 8, 2002, at 4 p.m. ET, to discuss with the investment community the Company's first quarter results. The conference call will be broadcast live over the Company's Investor Relations Web site at: http://www.investor.prudential.com. Please log on fifteen minutes early in the event necessary software needs to be downloaded. The call will remain on the Investor Relations Web site for replay through May 22. Institutional investors, analysts, and other members of the professional financial community are invited to listen to the call and participate in Q&A by dialing (888) 276-9996 (domestic callers) or (612) 288-0337 (international callers). All others are encouraged to dial into the conference call in listen-only mode, by dialing (800) 230-1085 (domestic callers) or (612) 332-0923 (international callers). To listen to a replay of the conference call from 9:15 p.m. on May 8 through 11:59 p.m. on May 16, dial (800) 475-6701 (domestic callers) or (320) 365-3844 (international callers). The access code for the replay is 634373.

Prudential Financial companies serve individual and institutional customers worldwide and include The Prudential Insurance Company of America, one of the largest life insurance companies in the U.S. These companies offer a variety of products and services, including life insurance, property and casualty insurance, mutual funds, annuities, pension and retirement related services and administration, asset management, securities brokerage, banking and trust services, real estate brokerage franchises and relocation services. For more information, visit www.prudential.com.

-Prudential-

Financial Highlights
(in millions, except per share data)

<TABLE>
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	Three Months Ended March 31 2002	Three Months Ended March 31 2001
Financial Services Businesses (FSB) Income Statement Data:		
Adjusted Operating Income (1):		
Revenues:		
<S> <C>	<C>	<C>
Premiums	$ 2,278	$ 1,611
Policy charges and fee income	434	392
Net investment income	1,259	1,297
Commissions, investment management fees and other income	1,085	1,108
Total revenues	5,056	4,408
Benefits and expenses:		
Insurance and annuity benefits	2,206	1,611
Interest credited to policyholders' account balances	414	382
Interest expense	56	108
Other expenses	1,857	1,834
Total benefits and expenses	4,533	3,935
FSB adjusted operating income before income taxes	523	473
Income taxes (2)	191	177
FSB after-tax adjusted operating income	332	296
Items excluded from FSB adjusted operating income:		
Realized investment gains (losses), net of related charges	(96)	243
Divested businesses	(8)	(22)
Demutualization costs and expenses	--	(45)
Total items excluded from FSB adjusted operating income before income taxes	(104)	176
Income taxes	(35)	69
Total items excluded from FSB adjusted operating income, after income taxes	(69)	107
Financial Services Businesses net income	$ 263	$ 403
Direct equity adjustment for earnings per share calculation (3)	$ 7	$ --
Earnings per share of Common Stock (diluted) (3):		
Net income	$ 0.46	$ 0.69
FSB after-tax adjusted operating income	0.58	0.51
Diluted shares (equivalent share basis prior to demutualization)	585.1	583.6
Financial Services Businesses Attributed Equity (as of end of period) (4):		
Total attributed equity	$ 19,453	
Per share of Common Stock - diluted	33.25	
Attributed equity excluding unrealized gains and losses on investments	$ 19,034	
Per share of Common Stock - diluted	32.53	
Number of diluted shares at end of period	585.1	

</TABLE>

See footnotes on page 4.

Financial Services Businesses Division Highlights
(in millions)

<TABLE>
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<S>	Three Months Ended March 31 2002 <C>	2001 <C>
Adjusted operating income before income taxes, by Division (1):		
U.S. Consumer Division	$ 171	$ 194
Employee Benefits Division	66	104
International Division (5)	200	98
Asset Management Division	63	78
Corporate and Other	23	(1)
Total FSB adjusted operating income before income taxes	$ 523	$ 473
Revenues, by Division (1):		
U.S. Consumer Division	$ 1,841	$ 1,948
Employee Benefits Division	1,524	1,461
International Division (5)	1,386	672
Asset Management Division	291	329
Corporate and Other	14	(2)
Total	$ 5,056	$ 4,408
U.S. Consumer Division:		
Individual Life Insurance Sales (6):		
Variable and universal life	$ 55	$ 65
Corporate-owned life insurance	10	37
Term life	13	10
Total	$ 78	$ 112
Retail Investments Sales and Assets Under Management:		
Mutual Funds and Wrap-Fee Products:		
Gross sales, other than money market	$ 2,581	$ 3,619
Net sales other than money market	$ 104	$ 539
Assets under management at end of period:		
Mutual funds	$ 56,743	$ 58,168
Wrap-fee products	18,192	17,335
Unit investment trusts	1,056	1,552
Total	$ 75,991	$ 77,055
Fixed and Variable Annuities:		
Gross sales	$ 411	$ 369
Net redemptions	$ (236)	$ (365)
Total account value at end of period	$ 21,344	$ 22,007
Employee Benefits Division:		
Group Insurance Sales (7):		
Group life	$ 162	$ 288
Group disability	53	69
Total	$ 215	$ 357
Other Employee Benefits Sales:		
Defined Contribution:		
Gross sales	$ 1,010	$ 1,255
Net sales	$ 193	$ 220
Guaranteed Products:		
Gross sales	$ 259	$ 400
Net withdrawals	$ (605)	$ (1,169)

</TABLE>

See footnotes on page 4.

Financial Services Businesses Division Highlights
(in millions)
<TABLE>
<CAPTION>

	Three Months Ended March 31	
	2002	2001
<S>	<C>	<C>
International Division:		
International Insurance Sales (8):		
Actual exchange rate basis	$ 179	$ 162
Constant exchange rate basis	$ 192	$ 158
Asset Management Division (as of end of period, in billions):		
Assets managed by Asset Management Division (9):		
Retail customers	$ 92.3	$ 97.2
Institutional customers	86.2	89.5
General account	111.7	111.0
Total managed by Asset Management Division	$ 290.2	$297.7
Closed Block Business Data, in millions except per share data (10):		
Income Statement Data (11):		
Revenues	$ 1,777	$2,084
Benefits and expenses	1,952	2,010
Income (loss) from operations before income taxes	(175)	74
Income taxes	(65)	40
Closed Block Business net income (loss)	$ (110)	$ 34
Net loss per share of Class B Stock	$ (58.50)	
Weighted average diluted shares outstanding during period	2.0	
Closed Block Business Attributed Equity (as of end of period) (5):		
Total attributed equity	$ 586.0	
Per Share of Class B Stock	293.0	
Attributed equity excluding unrealized gains and losses on investments	$ 394.0	
Per Share of Class B Stock	197.0	
Number of Class B Shares at end of period	2.0	
Consolidated Data:		
Consolidated Income Statement Data:		
Total revenues	$ 6,714	$6,747
Total benefits and expenses	6,470	6,024
Income from operations before income taxes	244	723
Income taxes	91	286
Consolidated net income	$ 153	$ 437
Net income:		
Financial Services Businesses	$ 263	$ 403
Closed Block Business (1)	(110)	34
Consolidated net income	$ 153	$ 437
Assets and Asset Management Information (as of end of period, in billions)		
Total assets	$ 297.9	$271.7
Assets under management (at fair market value):		
Proprietary, managed by Asset Management Division	$ 290.2	$297.7
Non-proprietary wrap-fee products and other domestic	50.6	49.8
International (12)	38.0	8.9
Total assets under management	378.8	356.4
Client assets under administration	201.2	203.5
Assets under management and administration	$ 580.0	$559.9

</TABLE>

See footnotes on page 4.

(1) Adjusted operating income is a non-GAAP measure that excludes realized investment gains, net of losses and related charges; results of divested businesses; and demutualization costs and expenses. Revenues and benefits and expenses shown as components of adjusted operating income, and for the divisions of the Financial Services Businesses, are presented on the same basis as pre-tax adjusted operating income and exclude these items as well. Adjusted operating income should not be viewed as a substitute for net income determined in accordance with GAAP, and our definition of adjusted operating income may differ from that used by other companies. The excluded items are important to an understanding of our overall results of operations. However, we believe that the presentation of adjusted operating income as we measure it for management purposes enhances the understanding of our results of operations by highlighting the results from ongoing operations and the underlying profitability factors of our businesses.

(2) Income taxes applicable to pre-tax adjusted operating income.

(3) Prudential Financial, Inc.'s initial public offering and the demutualization of The Prudential Insurance Company of America became effective on December 18, 2001. For the 2001 period, earnings per share data are presented on a pro forma basis that assumes that shares issued in the initial public offering, including those issued as a result of the subsequent exercise by underwriters of options to acquire additional shares, and shares distributed as demutualization consideration to policyholders, were outstanding for all of that period. Earnings used in per-share calculations for that period have not been adjusted to reflect the demutualization or related transactions, including the establishment of the Closed Block Business. For the 2002 period, earnings per share is based on the weighted average number of diluted shares outstanding. Stock options are included in the number of diluted shares for the period they are outstanding based on the treasury stock method.

Net income for the Financial Services Businesses and the Closed Block Business is determined in accordance with GAAP and includes general and administrative expenses charged to each of the businesses based on the Company's methodology for allocation of such expenses. For periods subsequent to the date of demutualization, the net income of each business is modified for cash flows between the Financial Services Businesses and the Closed Block Business related to administrative expenses, which are determined by a policy servicing fee arrangement that is based upon insurance in force and statutory cash premiums. To the extent actual administrative expenses vary from these cash flow amounts, these differences are recorded, on an after-tax basis, as direct equity adjustments to the equity balances of each business. The direct equity adjustments are used to adjust net income to determine the earnings available to the Common Stock and the Class B Stock for earnings per share purposes.

(4) As a result of the establishment of the Closed Block Business concurrently with the demutualization, attributed equity as of the end of periods prior to December 31, 2001 is not comparable to attributed equity at that date and thereafter and, therefore, is not presented for periods prior to 2002.

(5) Results of our International division for 2002 include the results of Gibraltar Life, which we acquired in April 2001.

(6) Statutory first year premiums and deposits.

(7) Amounts exclude new premiums resulting from rate changes on existing policies, from additional coverage issued under our Servicemembers' Group Life Insurance contract and from excess premiums on group universal life insurance that build cash value but do not purchase face amounts. Sales results for the 2001 period give effect to quarterly allocation consistent with our current reporting practices.

(8) Annualized new business premiums. Actual amounts reflect the impact of currency exchange fluctuations. Constant exchange rate amounts are based on the average exchange rates for the year ended December 31, 2001.

(9) Reflects reclassification of amounts by client category as of January 1, 2002, based upon internal management criteria, which reduced the amount attributed to retail customers by $3.3 billion and increased the amounts attributed to institutional customers and the general account by $2.8 billion and $0.5 billion, respectively.

(10) Amounts shown for the Closed Block Business for the 2001 period represent results of the Traditional Participating Products segment. Results for the 2002 period for the Closed Block Business reflect the transfer of $5.6 billion of net assets to the Financial Services Businesses at the date of demutualization.

(11) Beginning in 2002, management no longer uses adjusted operating income as the measure to assess operating performance of the Closed Block Business. Consequently, only GAAP basis results of the Closed Block Business are presented for all periods.

(12) Includes $26.1 billion of Gibraltar Life assets at February 28, 2002.

Prudential [LOGO] Financial

Prudential Financial, Inc. (PRU)

Quarterly Financial Supplement

FINANCIAL SERVICES BUSINESSES
FIRST QUARTER 2002

Reference is made to Prudential Financial, Inc.'s filings with the Securities and Exchange Commission for general information, and consolidated financial information, regarding Prudential Financial, Inc., including its Closed Block Business.

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FINANCIAL HIGHLIGHTS
(in millions, except per share data)

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Year-to-date 2002	Year-to-date 2001	% Change		2001 1Q	2001 2Q	2001 3Q	2001 4Q	2002 1Q
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
			Financial Services Businesses:					
			Pre-tax adjusted operating income by division:					
171	194	-12%	U. S. Consumer Division	194	82	47	(13)	171
66	104	-37%	Employee Benefits Division	104	52	3	24	66
200	98	104%	International Division	98	120	180	125	200
63	78	-19%	Asset Management Division	78	32	45	64	63
23	(1)	2428%	Corporate and other operations	(1)	75	(19)	(27)	23

523	473	11%	Total pre-tax adjusted operating income	473	361	256	173	523
191	177	3%	Income taxes (1)	177	101	153	68	191
332	296	15%	Financial Services Businesses after-tax adjusted operating income	296	260	103	105	332
			Items excluded from adjusted operating income:					
(96)	243	-140%	Realized investment gains (losses), net of related charges	243	75	(322)	(132)	(96)
(8)	(22)	64%	Divested businesses	(22)	(60)	(40)	(25)	(8)
-	(45)	100%	Demutualization costs and expenses (2)	(45)	(117)	(37)	(389)	-
(104)	176	-159%	Total items excluded from adjusted operating income, before income taxes	176	(102)	(399)	(546)	(104)
(35)	69	-139%	Income taxes, including mutual insurance company tax	69	(92)	(348)	(22)	(35)
(69)	107	-172%	Total items excluded from adjusted operating income, after income taxes	107	(10)	(51)	(524)	(69)
263	403	-35%	Income (loss) from continuing operations (after-tax) of Financial Services Businesses	403	250	52	(419)	263
-	-	-	Income from discontinued operations, net of taxes	-	-	-	16	-
263	403	-35%	Net income (loss) of Financial Services Businesses	403	250	52	(403)	263
			Earnings per share of Common Stock (diluted):					
0.58	0.51		Adjusted operating income	0.51	0.45	0.18	0.18	0.58
0.46	0.69		Income (loss) from continuing operations	0.69	0.43	0.09	(0.72)	0.46
0.46	0.69		Net income (loss)	0.69	0.43	0.09	(0.69)	0.46
585.1	583.6		Weighted average number of outstanding Common shares (diluted basis)	583.6	583.6	583.6	583.7	585.1
7.17%			Operating Return on Average Equity (3)					7.17%
			Reconciliation to Consolidated Net Income of Prudential Financial, Inc:					
263	403		Net Income (loss) of Financial Services Businesses (above)	403	250	52	(403)	263
(110)	34		Net Income (loss) of Closed Block Business (4)	34	(55)	(332)	(103)	(110)
153	437		Consolidated net income (loss)	437	195	(280)	(506)	153
7			Direct equity adjustments for earnings per share calculation					7

</TABLE>

(1) Income taxes applicable to pre-tax adjusted operating income, which excludes the mutual insurance company tax for periods prior to demutualization.
(2) Demutualization costs and expenses for the quarter ended December 31, 2001, include demutualization consideration of $340 million paid to former Canadian branch policyholders.

(3) As a result of the establishment of the Closed Block Business concurrently with the demutualization on December 18, 2001, attributed equity as of the end of periods prior to December 31, 2001 is not comparable to attributed equity at that date and thereafter and, therefore, Operating Return on Average Equity is not presented for periods prior to 2002.

(4) Amounts shown for the Closed Block Business represent results of the Traditional Participating Products segment for periods prior to effective date of demutualization.

FINANCIAL HIGHLIGHTS
(in millions, except per share data)

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Year-to-date 2002	Year-to-date 2001		2001 1Q	2001 2Q	2001 3Q	2001 4Q	2002 1Q
		Financial Services Businesses Capitalization Data (1):					
		Short-term debt	11,922	9,440	9,720	5,405	6,515
		Long-term debt	2,058	3,047	2,983	3,554	3,350
		Equity Security Units (2)	-	-	-	690	690
		Attributed Equity:					
		Total Attributed Equity	14,661	14,787	14,683	19,646	19,453
		Excluding unrealized gains and losses on investments	13,704	13,822	13,433	18,803	19,034
		Excluding accumulated other comprehensive income	13,908	13,960	13,581	19,083	19,289
		Total Capitalization:					
		Excluding accumulated other comprehensive income	15,966	17,007	16,564	23,327	23,329
		Including accumulated other comprehensive income	16,719	17,834	17,666	23,890	23,493
		Book value per share of Common Stock:					
		Excluding unrealized gains and losses on investments				32.15	32.53
		Excluding accumulated other comprehensive income				32.63	32.97
		Including accumulated other comprehensive income				33.59	33.25
		Number of diluted shares at end of period				584.8	585.1
		Common Stock Price Range:					
32.09		High				33.19	32.09
30.05		Low				29.30	30.05
31.05		Close				33.19	31.05
		Common Stock market capitalization ($ millions) (1)				19,369	18,143

</TABLE>

(1) As of end of period.
(2) Guaranteed minority interest in Trust holding solely debentures of parent, as reported in combined balance sheet.

OPERATIONS HIGHLIGHTS

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<CAPTION>

Year-to-date 2002	Year-to-date 2001		2001 1Q	2001 2Q	2001 3Q	2001 4Q	2002 1Q
		Assets Under Management and Administration ($billions)(1) (2):					
<S>	<C>		<C>	<C>	<C>	<C>	<C>
		Assets Under Management :					
		Managed by Asset Management Division(3):					
		Retail customers(4)	97.2	99.8	92.8	96.5	92.3
		Institutional customers	89.5	90.7	84.9	89.1	86.2
		General account	111.0	109.3	110.1	113.8	111.7
		Total proprietary (4)	297.7	299.8	287.8	299.4	290.2
		Managed by Retail Investments or Private Client Group segments:					
		Non-proprietary wrap-fee and other domestic assets under management	49.8	51.3	45.0	49.3	50.6
		International (5)	8.9	42.4	40.5	39.3	38.0
		Total assets under management	356.4	393.5	373.3	388.0	378.8
		Client assets under administration (6)	203.5	212.3	190.9	201.6	201.2
		Total assets under management and administration	559.9	605.8	564.2	589.6	580.0
		Distribution Representatives(1):					
		Prudential Agents	5,382	5,049	4,928	4,387	4,469
		Financial Advisors (domestic and international)	6,628	6,497	6,366	6,159	5,859
		International Life Planners	3,434	3,690	3,999	4,104	4,098
		Gibraltar Life Advisors	--	7,230	6,596	6,121	5,726
		Distribution Representative Productivity:					
34	25	Prudential Agent productivity ($ thousands)	25	30	28	37	34
367	364	Financial Advisor Productivity (domestic; $ thousands)	364	338	316	327	367
		Third Party Distribution ($ millions):					
25	55	Individual Life Insurance sales (7)	55	43	123	31	25
467	494	Retail Investments gross sales (8)	494	1,525	494	546	467

</TABLE>

(1) As of end of period.
(2) At fair market value.
(3) Reflects reclassification of amounts by client category as of January 1, 2002, based on internal management criteria, which reduced the amount attributed to retail customers by $3.3 billion and increased the amounts attributed to institutional customers and the general account by $2.8 billion and $0.5 billion, respectively.
(4) Includes International retail customer assets.
(5) Includes $26.1 billion of Gibraltar Life assets at February 28, 2002.
(6) Includes International customer client assets.
(7) Statutory first year premiums and deposits for Individual Life Insurance segment products by third-party channel.
(8) Gross sales of mutual funds, wrap-fee products, and annuities by third party channel.

COMBINED STATEMENTS OF OPERATIONS - FINANCIAL SERVICES BUSINESSES
(in millions)

<TABLE>
<CAPTION>

Year-to-date 2002	Year-to-date 2001	% Change		2001 1Q	2001 2Q	2001 3Q	2001 4Q	2002 1Q
			Revenues (1):					
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
2,278	1,611	41%	Premiums	1,611	2,014	2,241	2,361	2,278
434	392	11%	Policy charges and fee income	392	483	474	454	434
1,259	1,297	-3%	Net investment income	1,297	1,352	1,288	1,302	1,259
1,085	1,108	-2%	Commissions, investment management fees, and other income	1,108	1,164	992	1,092	1,085
5,056	4,408	15%	Total revenues	4,408	5,013	4,995	5,209	5,056
			Benefits and Expenses (1):					
2,206	1,611	37%	Insurance and annuity benefits	1,611	2,073	2,279	2,296	2,206
414	382	8%	Interest credited to policyholders' account balances	382	422	432	434	414
56	108	-48%	Interest expense	108	100	70	48	56
(340)	(313)	-9%	Deferral of acquisition costs	(313)	(343)	(325)	(344)	(340)
239	242	-1%	Amortization of acquisition costs	242	212	255	224	239
722	817	-12%	Securities operations non-interest expenses	817	875	771	816	722
1,236	1,088	14%	General and administrative expenses	1,088	1,313	1,257	1,562	1,236
4,533	3,935	15%	Total benefits and expenses	3,935	4,652	4,739	5,036	4,533
523	473	11%	Adjusted operating income before income taxes	473	361	256	173	523
			Items excluded from adjusted operating					

			income before income taxes:					
(101)	247	-141%	Realized investment gains (losses)	247	82	(326)	(165)	(101)
5	(4)	225%	Related charges	(4)	(7)	4	33	5
-----	-----			-----	-----	-----	-----	-----
			Total realized investment gains (losses), net					
(96)	243	-140%	of related charges	243	75	(322)	(132)	(96)
-----	-----			-----	-----	-----	-----	-----
(8)	(22)	64%	Divested businesses	(22)	(60)	(40)	(25)	(8)
-	(45)	100%	Demutualization costs and expenses	(45)	(117)	(37)	(389)	-
-----	-----			-----	-----	-----	-----	-----
			Total items excluded from adjusted operating income					
(104)	176	-159%	before income taxes	176	(102)	(399)	(546)	(104)
-----	-----			-----	-----	-----	-----	-----
419	649	-35%	Income (loss) from continuing operations before income taxes	649	259	(143)	(373)	419
156	246	-37%	Income tax expense (benefit)	246	9	(195)	46	156
-----	-----			-----	-----	-----	-----	-----
263	403	-35%	Income (loss) from continuing operations, after-tax	403	250	52	(419)	263
=====	=====			=====	=====	=====	=====	=====

</TABLE>

(1) Revenues exclude realized investment gains, net of losses, and revenues of divested businesses. Benefits and expenses exclude charges related to realized investment gains, net of losses, benefits and expenses of divested businesses, and demutualization costs and expenses.

COMBINED BALANCE SHEETS - FINANCIAL SERVICES BUSINESSES
(in millions)

<TABLE>
<CAPTION>

	03/31/2001	06/30/2001	09/30/2001	12/31/2001	03/31/2002
	----------	----------	----------	----------	----------
<S>	<C>	<C>	<C>	<C>	<C>
Assets:					
Investments:					
Fixed maturity securities available for sale, at fair value					
(amortized cost $52,549; $67,706; $66,031; $67,276; $69,840)	54,018	68,768	68,018	68,880	70,687
Fixed maturity held to maturity, at amortized cost					
(fair value $381; $562; $555; $395; $373)	354	538	532	374	354
Trading account assets, at fair value	9,103	5,752	5,199	5,043	6,286
Equity securities available for sale, at fair value					
(cost $1,017; $3,462; $2,072; $1,671; $1,620)	1,050	3,634	2,026	1,688	1,687
Commercial loans	8,074	13,977	12,756	13,624	13,011
Policy loans	2,459	3,033	3,008	2,812	2,854
Securities purchased under agreements to resell	4,526	6,169	4,480	4,421	7,137
Cash collateral for borrowed securities	3,541	3,422	3,963	5,210	5,628
Other long-term investments	3,095	4,023	3,811	4,336	

					4,253
Short-term investments	782	2,960	2,773	2,972	3,095
Total investments	87,002	112,276	106,566	109,360	114,992
Cash and cash equivalents	7,297	11,555	13,209	16,900	10,282
Accrued investment income	930	975	977	1,059	1,027
Broker-dealer related receivables	10,004	8,773	9,119	7,802	7,017
Deferred policy acquisition costs	5,284	5,445	5,525	5,538	5,660
Other assets	11,654	11,500	13,798	13,488	15,692
Separate account assets	79,066	79,697	74,523	77,158	78,515
Total assets	201,237	230,221	223,717	231,305	233,185
Liabilities:					
Future policy benefits	21,758	40,756	40,729	39,752	38,403
Policyholders' account balances	27,404	38,498	37,936	37,944	37,559
Unpaid claims and claim adjustment expenses	3,519	3,516	3,478	3,408	3,353
Securities sold under agreements to repurchase	11,169	10,262	9,479	9,280	11,704
Cash collateral for loaned securities	8,611	7,626	6,264	7,650	8,256
Income taxes payable	1,468	1,006	1,550	1,085	1,102
Broker-dealer related payables	5,130	5,206	6,571	6,445	5,581
Securities sold but not yet purchased	5,186	3,979	3,057	2,791	4,561
Short-term debt	11,922	9,440	9,720	5,405	6,515
Long-term debt	2,058	3,047	2,983	3,554	3,350
Other liabilities	9,285	12,401	12,744	16,497	14,143
Separate account liabilities	79,066	79,697	74,523	77,158	78,515
Total liabilities	186,576	215,434	209,034	210,969	213,042
Guaranteed minority interest in Trust holding solely debentures of Parent	-	-	-	690	690
Attributed Equity:					
Accumulated other comprehensive income	753	827	1,102	563	164
Attributed equity	13,908	13,960	13,581	19,083	19,289
Total attributed equity	14,661	14,787	14,683	19,646	19,453
Total liabilities and attributed equity	201,237	230,221	223,717	231,305	233,185

</TABLE>

Prudential [LOGO] Financial

FINANCIAL SERVICES BUSINESSES COMBINING STATEMENTS OF OPERATIONS - BY DIVISION
(in millions)

<TABLE>
<CAPTION>

	Quarter Ended March 31, 2002					
	Total Financial Services Businesses	U.S. Consumer Division	Employee Benefits Division	International Division	Asset Management Division	Corporate and Other Operations
<S>	<C>	<C>	<C>	<C>	<C>	<C>
Revenues (1):						
Premiums	2,278	558	702	1,016	-	2
Policy charges and fee income	434	306	71	57	-	-
Net investment income	1,259	289	645	164	16	145
Commissions, investment management fees, and other income	1,085	688	106	149	275	(133)
Total revenues	5,056	1,841	1,524	1,386	291	14
Benefits and Expenses(1):						
Insurance and annuity benefits	2,206	525	871	783	-	27
Interest credited to policyholders' account balances	414	93	297	24	-	-
Interest expense	56	-	1	-	2	53
Deferral of acquisition costs	(340)	(202)	(6)	(151)	-	19
Amortization of acquisition costs	239	194	-	65	-	(20)
Securities operations non-interest expenses	722	539	-	114	63	6
General and administrative expenses	1,236	521	295	351	163	(94)
Total benefits and expenses	4,533	1,670	1,458	1,186	228	(9)
Adjusted operating income before income taxes	523	171	66	200	63	23

<CAPTION>

	Quarter Ended March 31, 2001					
	Total Financial Services Businesses	U.S. Consumer Division	Employee Benefits Division	International Division	Asset Management Division	Corporate and Other Operations
<S>	<C>	<C>	<C>	<C>	<C>	<C>
Revenues (1):						
Premiums	1,611	545	610	454	-	2

Policy charges and fee income	392	315	53	24	-	-
Net investment income	1,297	333	705	50	19	190
Commissions, investment management fees, and other income	1,108	755	93	144	310	(194)
Total revenues	4,408	1,948	1,461	672	329	(2)
Benefits and Expenses (1):						
Insurance and annuity benefits	1,611	456	811	337	-	7
Interest credited to policyholders' account balances	382	103	279	1	-	(1)
Interest expense	108	2	2	2	4	98
Deferral of acquisition costs	(313)	(219)	(6)	(114)	-	26
Amortization of acquisition costs	242	222	3	38	-	(21)
Securities operations non-interest expenses	817	603	-	127	73	14
General and administrative expenses	1,088	587	268	183	174	(124)
Total benefits and expenses	3,935	1,754	1,357	574	251	(1)
Adjusted operating income before income taxes	473	194	104	98	78	(1)

</TABLE>

(1) Revenues exclude realized investment gains, net of losses, and revenues of divested businesses. Benefits and expenses exclude charges related to realized investment gains, net of losses, benefits and expenses of divested businesses, and demutualization cost and expenses.

FINANCIAL SERVICES BUSINESSES COMBINING BALANCE SHEETS - BY DIVISION
(in millions)

<TABLE>
<CAPTION>

	As of March 31, 2002					
	Total Financial Services Businesses	U.S. Consumer Division	Employee Benefits Division	International Division	Asset Management Division	Corporate and Other Operations
Assets:						
Total investments	114,992	26,679	38,404	31,124	8,806	9,979
Broker-dealer related receivables	7,017	5,332	-	1,079	277	329
Deferred policy acquisition costs	5,660	3,944	112	1,675	-	(71)
Other assets	27,001	5,950	5,482	4,345	4,992	6,232
Separate account assets	78,515	28,651	30,463	436	19,617	(652)

Total assets	233,185	70,556	74,461	38,659	33,692	15,817
Liabilities:						
Future policy benefits	38,403	3,165	13,978	20,800	-	460
Policyholders' account balances	37,559	9,054	19,538	8,948	-	19
Debt	9,865	3,067	1,078	1,170	1,788	2,762
Other liabilities	48,700	19,709	6,956	4,718	11,443	5,874
Separate account liabilities	78,515	28,651	30,463	436	19,617	(652)
Total liabilities	213,042	63,646	72,013	36,072	32,848	8,463
Guaranteed minority interest in Trust holding solely debentures of Parent	690	-	-	-	-	690
Attributed Equity:						
Accumulated other comprehensive income (loss)	164	412	195	(321)	-	(122)
Attributed equity	19,289	6,498	2,253	2,908	844	6,786
Total attributed equity	19,453	6,910	2,448	2,587	844	6,664
Total liabilities and attributed equity	233,185	70,556	74,461	38,659	33,692	15,817

<CAPTION>

	As of December 31, 2001					
	Total Financial Services Businesses	U.S. Consumer Division	Employee Benefits Division	International Division	Asset Management Division	Corporate and Other Operations
<S>	<C>	<C>	<C>	<C>	<C>	<C>
Assets:						
Total investments	109,360	26,065	38,279	29,841	5,462	9,713
Broker-dealer related receivables	7,802	6,103	-	1,069	318	312
Deferred policy acquisition costs	5,538	3,893	93	1,615	-	(63)
Other assets	31,447	6,638	5,223	8,454	2,898	8,234
Separate account assets	77,158	28,532	29,172	422	19,679	(647)
Total assets	231,305	71,231	72,767	41,401	28,357	17,549
Liabilities:						
Future policy benefits	39,752	3,158	14,084	22,041	-	469
Policyholders' account balances	37,944	8,873	19,238	9,808	-	25
Debt	8,959	2,888	779	1,058	1,767	2,467
Other liabilities	47,156	20,910	6,732	5,429	5,966	8,119
Separate account liabilities	77,158	28,532	29,172	422	19,679	

						(647)
Total liabilities	210,969	64,361	70,005	38,758	27,412	10,433
Guaranteed minority interest in Trust holding solely debentures of Parent	690	-	-	-	-	690
Attributed Equity:						
Accumulated other comprehensive income (loss)	563	453	518	(171)	2	(239)
Attributed equity	19,083	6,417	2,244	2,814	943	6,665
Total attributed equity	19,646	6,870	2,762	2,643	945	6,426
Total liabilities and attributed equity	231,305	71,231	72,767	41,401	28,357	17,549

</TABLE>

SHORT TERM DEBT - FINANCIAL SERVICES BUSINESSES
(in millions)

<TABLE>
<CAPTION>

	As of March 31, 2002			
	Prudential Financial, Inc.	The Prudential Insurance Co. of America(a)	Other Affiliates	Total
Borrowings by use of proceeds:				
<S>		<C>		
<C>				
General corporate purposes	-	549	-	549
Investment related	-	1,495	-	1,495
Securities business related	-	1,194	2,277	3,471
Specified other businesses	-	920	53	973
Limited recourse and non-recourse borrowing	-	-	27	27
Total short-term debt	-	4,158	2,357	6,515
Borrowings by type:				
Long-term debt due within one year	-	347	-	347
Commercial paper	-	3,750	-	3,750
Bank borrowings	-	-	1,657	1,657
Other short-term debt	-	61	673	734

Total general obligations	-	4,158	2,330	6,488
Limited recourse and non-recourse borrowing	-	-	27	27
Total short-term debt	-	4,158	2,357	6,515

<CAPTION>

	As of December 31, 2001			
	Prudential Financial, Inc.	The Prudential Insurance Co. of America(a)	Other Affiliates	Total
Borrowings by use of proceeds:				
<S>		<C>		
<C>				
General corporate purposes	-	222	-	222
Investment related	-	834	-	834
Securities business related	-	1,639	1,484	3,123
Specified other businesses	-	1,141	14	1,155
Limited recourse and non-recourse borrowing	-	-	71	71
Total short-term debt	-	3,836	1,569	5,405
Borrowings by type:				
Long-term debt due within one year	-	753	-	753
Commercial paper	-	3,022	-	3,022
Bank borrowings	-	-	1,324	1,324
Other short-term debt	-	61	174	235
Total general obligations	-	3,836	1,498	5,334
Limited recourse and non-recourse borrowing	-	-	71	71
Total short-term debt	-	3,836	1,569	5,405

(a) Includes Prudential Funding, LLC.
</TABLE>

LONG TERM DEBT
(in millions)

<TABLE>

<CAPTION>

	As of March 31, 2002						
	General Corporate Purposes	Investment Related	Securities Business Related	Specified Other Businesses	Total General Obligations	Limited Recourse and non-Recourse	Total Borrowing
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
Financial Services Businesses:							
Prudential Financial, Inc.:							
Long-term fixed and floating rate notes	-	-	-	-	-	-	-
Hybrid notes	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-
The Prudential Insurance Company of America (a):							
Surplus notes	990	-	-	-	990	-	990
Long-term fixed and floating rate notes	1,100	731	-	-	1,831	-	1,831
Commercial paper backed by long-term credit agreements	-	-	-	-	-	-	-
Total	2,090	731	-	-	2,821	-	2,821
Long-term debt of other affiliated companies	-	-	-	-	-	529	529
Total long-term debt of Financial Services Businesses	2,090	731	-	-	2,821	529	3,350
Ratio of long-term and short-term corporate debt to capitalization	12.4%						
Closed Block Business:							
Limited recourse notes of Prudential Holdings, LLC	-	-	-	-	-	1,750	1,750

</TABLE>

<TABLE>
<CAPTION>

	As of December 31, 2001						
	General Corporate Purposes	Investment Related	Securities Business Related	Specified Other Businesses	Total General Obligations	Limited Recourse and non-Recourse	Total Borrowing
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
Financial Services Businesses:							
Prudential Financial, Inc.:							
Long-term fixed and floating rate notes	-	-	-	-	-	-	-
Hybrid notes	-	-	-	-	-	-	

							-
Total	-	-	-	-	-	-	-
The Prudential Insurance Company of America (a):							
Surplus notes	989	-	-	-	989	-	989
Long-term fixed and floating rate notes	1,456	586	-	-	2,042	-	2,042
Commercial paper backed by long-term credit agreements	-	-	-	-	-	-	-
Total	2,445	586	-	-	3,031	-	3,031
Long-term debt of other affiliated companies	-	-	-	-	-	523	523
Total long-term debt of Financial Services Businesses	2,445	586	-	-	3,031	523	3,554
Ratio of long-term and short-term corporate debt to capitalization	12.7%						
Closed Block Business:							
Limited recourse notes of Prudential Holdings, LLC	-	-	-	-	-	1,750	1,750

(a) Includes Prudential Funding, LLC.

</TABLE>

COMBINED STATEMENTS OF OPERATIONS - U. S. CONSUMER DIVISION
(in millions)

<TABLE>
<CAPTION>

Year-to-date 2002	Year-to-date 2001	% Change		2001 1Q	2001 2Q	2001 3Q	2001 4Q	2002 1Q
			Revenues (1):					
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
558	545	2%	Premiums	545	575	561	636	558
306	315	-3%	Policy charges and fee income	315	321	305	318	306
289	333	-13%	Net investment income	333	303	304	295	289
688	755	-9%	Commissions, investment management fees, and other income	755	713	689	676	688
1,841	1,948	-5%	Total revenues	1,948	1,912	1,859	1,925	1,841
			Benefits and Expenses(1):					

525	456	15%	Insurance and annuity benefits	456	527	555	605	525
93	103	-10%	Interest credited to policyholders' account balances	103	99	96	98	93
-	2	-100%	Interest expense	2	3	2	-	-
(202)	(219)	8%	Deferral of acquisition costs	(219)	(216)	(202)	(201)	(202)
194	222	-13%	Amortization of acquisition costs	222	193	230	192	194
539	603	-11%	Securities operations non-interest expenses	603	645	577	595	539
521	587	-11%	General and administrative expenses	587	579	554	649	521
1,670	1,754	-5%	Total benefits and expenses	1,754	1,830	1,812	1,938	1,670
171	194	-12%	Adjusted operating income before income taxes	194	82	47	(13)	171

</TABLE>

(1) Revenues exclude realized investment gains, net of losses. Benefits and expenses exclude charges related to realized investment gains, net of losses.

COMBINING STATEMENTS OF OPERATIONS - U. S. CONSUMER DIVISION
(in millions)

<TABLE>
<CAPTION>

	Quarter Ended March 31, 2002						
						Retail Investments	
	Total U.S. Consumer Division	Individual Life Insurance	Private Client Group	Retail Investments	Property & Casualty Insurance	Mutual Funds(2)	Annuities
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
Revenues (1):							
Premiums	558	56	-	9	493	-	9
Policy charges and fee income	306	250	-	56	-	-	56
Net investment income	289	105	45	100	39	-	100
Commissions, investment management fees, and other income	688	32	482	175	(1)	157	18
Total revenues	1,841	443	527	340	531	157	183
Benefits and Expenses (1):							
Insurance and annuity benefits	525	129	-	28	368	-	28
Interest credited to policyholders' account balances	93	33	-	60	-	-	60
Interest expense	-	-	-	-	-	-	-
Deferral of acquisition costs	(202)	(66)	-	(38)	(98)	(10)	(28)
Amortization of acquisition costs	194	53	-	41	100	18	23

Securities operations non-interest expenses	539	-	539	-	-	-	-
General and administrative expenses	521	177	7	198	139	128	70
Total benefits and expenses	1,670	326	546	289	509	136	153
Adjusted operating income before income taxes	171	117	(19)	51	22	21	30

</TABLE>

<TABLE>
<CAPTION>

	Quarter Ended March 31, 2001						
	Total U.S. Consumer Division	Individual Life Insurance	Private Client Group	Retail Investments	Property & Casualty Insurance	Retail Mutual Funds(2)	Investments Annuities
Revenues (1):							
Premiums	545	87	-	13	445	-	13
Policy charges and fee income	315	251	-	64	-	-	64
Net investment income	333	99	70	121	43	1	120
Commissions, investment management fees, and other income	755	30	536	188	1	168	20
Total revenues	1,948	467	606	386	489	169	217
Benefits and Expenses (1):							
Insurance and annuity benefits	456	157	-	24	275	-	24
Interest credited to policyholders' account balances	103	35	-	68	-	-	68
Interest expense	2	-	-	2	-	1	1
Deferral of acquisition costs	(219)	(76)	-	(43)	(100)	(17)	(26)
Amortization of acquisition costs	222	62	-	60	100	19	41
Securities operations non-interest expenses	603	-	603	-	-	-	-
General and administrative expenses	587	210	9	214	154	141	73
Total benefits and expenses	1,754	388	612	325	429	144	181
Adjusted operating income before income taxes	194	79	(6)	61	60	25	36

</TABLE>

(1) Revenues exclude realized investment gains, net of losses. Benefits and expenses exclude charges related to realized investment gains, net of losses.
(2) Includes wrap-fee products and unit investment trusts.

U. S. CONSUMER DIVISION - LIFE INSURANCE SALES AND RETAIL INVESTMENTS SEGMENT
MUTUAL FUNDS, WRAP-FEE PRODUCTS AND ANNUITY SALES AND ASSETS UNDER MANAGEMENT
(in millions)

Year-to-date 2002	Year-to-date 2001		2001 1Q	2001 2Q	2001 3Q	2001 4Q	2002 1Q
		INDIVIDUAL LIFE INSURANCE SALES (1):					
55	65	Variable and universal life	65	58	51	54	55
10	37	Corporate-owned life insurance	37	28	117	17	10
13	10	Term life	10	11	11	11	13
78	112	Total	112	97	179	82	78
		RETAIL INVESTMENTS SEGMENT MUTUAL FUNDS, WRAP-FEE PRODUCTS AND ANNUITY SALES AND ASSETS UNDER MANAGEMENT:					
		Mutual Funds:					
57,809	57,764	Beginning total mutual funds assets	57,764	58,168	59,618	56,951	57,809
914	1,324	Sales (other than money market)	1,324	2,106	907	936	914
(1,116)	(1,202)	Redemptions (other than money market)	(1,202)	(1,103)	(1,110)	(1,282)	(1,116)
32	(1,254)	Reinvestment of distributions and change in market value	(1,254)	1,056	(3,840)	2,144	32
(896)	1,536	Net money market sales	1,536	(609)	1,376	(940)	(896)
56,743	58,168	Ending total mutual funds assets	58,168	59,618	56,951	57,809	56,743
(202)	122	Net Mutual Funds sales (redemptions) other than money market	122	1,003	(203)	(346)	(202)
		Wrap-fee Products:					
17,955	19,621	Beginning total wrap-fee product assets	19,621	17,335	18,714	16,141	17,955
1,667	2,295	Sales	2,295	1,968	1,626	1,563	1,667
(1,361)	(1,878)	Redemptions	(1,878)	(1,378)	(1,462)	(1,342)	(1,361)
(69)	(2,703)	Reinvestment of distributions and change in market value	(2,703)	789	(2,737)	1,593	(69)
18,192	17,335	Ending total wrap-fee product assets	17,335	18,714	16,141	17,955	18,192
1,056	1,552	Unit investment trust assets at end of period	1,552	1,420	1,168	1,157	1,056
19,248	18,887	Total wrap-fee and unit investment trust assets at end of period	18,887	20,134	17,309	19,112	19,248
306	417	Net wrap-fee product sales (redemptions)	417	590	164	221	306

Year-to-date 2002	Year-to-date 2001		2001 1Q	2001 2Q	2001 3Q	2001 4Q	2002 1Q
		Variable Annuities:					
18,689	21,059	Beginning total account value	21,059	19,118	19,523	17,190	18,689
374	339	Sales	339	328	274	330	374
(597)	(665)	Surrenders, withdrawals and exchange redemptions	(665)	(591)	(552)	(548)	(597)
(31)	(1,615)	Change in market value, interest credited, and other activity(2)	(1,615)	668	(2,055)	1,717	(31)
18,435	19,118	Ending total account value	19,118	19,523	17,190	18,689	18,435
(223)	(326)	Net sales (redemptions)	(326)	(263)	(278)	(218)	(223)
		Fixed Annuities:					
2,975	2,926	Beginning total account value	2,926	2,889	2,872	2,865	2,975
37	30	Sales	30	27	32	31	37
(50)	(69)	Surrenders, withdrawals and exchange redemptions	(69)	(55)	(48)	(44)	(50)
(53)	2	Interest credited and other activity (2)	2	11	9	123	(53)
2,909	2,889	Ending account value	2,889	2,872	2,865	2,975	2,909
(13)	(39)	Net sales (redemptions)	(39)	(28)	(16)	(13)	(13)

</TABLE>

(1) Statutory first year premiums and deposits.
(2) The quarter ended March 31, 2002 includes decreases in policyholder account balances of $45 million for variable annuities and $56 million for fixed annuities due to the distribution of policy credits, subsequently paid out in cash, as demutualization consideration in connection with the Company's demutualization. The quarter ended December 31, 2001 includes increases in policyholder account values of $429 million for variable annuities and $157 million for fixed annuities as a result of policyholder credits issued in connection with the Company's demutualization, as well as a decrease in policyholder account values of $50 million in fixed annuities transferred to the Closed Block Business upon its establishment.

U.S. CONSUMER DIVISION - LIFE INSURANCE, RETAIL INVESTMENTS SEGMENT MUTUAL FUNDS, WRAP-FEE PRODUCTS, AND ANNUITY SALES BY DISTRIBUTION CHANNEL
(in millions)

<TABLE>
<CAPTION>

Year-to-date 2002	Year-to-date 2001		2001 1Q	2001 2Q	2001 3Q	2001 4Q	2002 1Q
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
		INDIVIDUAL LIFE INSURANCE SALES(1) BY DISTRIBUTION CHANNEL					
53	57	Prudential Agents	57	54	56	51	

53

25	55	Third party distribution	55	43	123	31	25
-----	-----		------	------	------	------	------
78	112	Total	112	97	179	82	78
=====	======		======	======	======	======	======
		RETAIL INVESTMENTS SEGMENT MUTUAL FUNDS, WRAP-FEE PRODUCTS AND ANNUITY SALES BY DISTRIBUTION CHANNEL					
		Mutual funds, excluding wrap-fee products (2):					
156	233	Prudential Agents	233	199	161	150	156
339	575	Financial Advisors	575	429	298	300	339
387	445	Third-party distributors	445	1,470	457	479	387
32	71	Other	71	8	(9)	7	32
-----	-----		------	------	------	------	------
914	1,324	Total	1,324	2,106	907	936	914
=====	======		======	======	======	======	======
		Wrap-fee products:					
115	109	Prudential Agents	109	110	104	101	115
1,483	2,138	Financial Advisors	2,138	1,807	1,488	1,404	1,483
69	48	Third-party distributors	48	51	34	58	69
-----	-----		------	------	------	------	------
1,667	2,295	Total	2,295	1,968	1,626	1,563	1,667
=====	======		======	======	======	======	======
		Variable and Fixed Annuities:					
337	296	Prudential Agents	296	293	257	298	337
63	72	Financial Advisors	72	58	46	54	63
11	1	Third-party distributors	1	4	3	9	11
-----	-----		------	------	------	------	------
411	369	Total	369	355	306	361	411
=====	======		======	======	======	======	======

</TABLE>

(1) Statutory first year premiums and deposits.
(2) Other than money market.

U. S. CONSUMER DIVISION - ACCOUNT VALUE ACTIVITY
(in millions)

<TABLE>

Year-to-date			2001				2002
2002	2001		1Q	2Q	3Q	4Q	1Q

		INDIVIDUAL LIFE INSURANCE:					
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
		Policyholders' Account Balances:					
3,826	3,526	Beginning balance	3,526	3,578	3,628	3,664	3,826
227	191	Premiums and deposits	191	181	194	206	227
20	24	Interest credited	24	21	20	25	20
(135)	(172)	Surrenders and withdrawals	(172)	(174)	(159)	(201)	(135)
14	32	Net transfers (to) from separate account	32	26	24	7	14
(16)	(14)	Policy charges	(14)	(14)	(17)	(14)	(16)
(12)	(9)	Benefits and other	(9)	10	(26)	139	(12)
------	-----		------	------	------	------	------
3,924	3,578	Ending balance	3,578	3,628	3,664	3,826	3,924
======	=====		=====	=====	=====	=====	=====
		Separate Account Liabilities:					
13,010	13,892	Beginning balance	13,892	12,849	13,391	12,021	13,010
396	447	Premiums and deposits	447	417	491	419	396
111	(1,059)	Change in market value and interest credited	(1,059)	531	(1,418)	1,031	111
(124)	(172)	Surrenders and withdrawals	(172)	(179)	(117)	(209)	(124)
(38)	(20)	Net transfers (to) from general account	(20)	19	(96)	(10)	(38)
(211)	(216)	Policy charges	(216)	(215)	(210)	(223)	(211)
(15)	(23)	Benefits and other	(23)	(31)	(20)	(19)	(15)
------	-----		------	------	------	------	------
13,129	12,849	Ending balance	12,849	13,391	12,021	13,010	13,129
======	======		======	======	======	======	======
		INDIVIDUAL ANNUITIES:					
		Account Values in General Account:					
6,152	5,677	Beginning balance	5,677	5,624	5,587	5,566	6,152
411	369	Premiums and deposits	369	355	306	361	411
72	78	Interest credited	78	79	76	77	72
(647)	(734)	Surrenders and withdrawals	(734)	(646)	(600)	(592)	(647)
(7)	283	Net transfers (to) from separate account (1)	283	235	240	243	(7)
(1)	(1)	Policy charges	(1)	(1)	(1)	(2)	(1)
(155)	(48)	Benefits and other (2)	(48)	(59)	(42)	499	(155)
------	------		------	------	------	------	------
5,825	5,624	Ending balance	5,624	5,587	5,566	6,152	5,825
======	======		======	======	======	======	======
		Account Values in Separate Account:					
15,512	18,308	Beginning balance	18,308	16,383	16,808	14,489	15,512
183	265	Premiums and deposits	265	246	206	188	183
51	(1,584)	Change in market value and interest credited	(1,584)	717	(2,027)	1,316	51
(514)	(569)	Surrenders and withdrawals	(569)	(536)	(481)	(478)	(514)
338	21	Net transfers (to) from general account (1)	21	55	35	47	338
(51)	(58)	Policy charges	(58)	(57)	(52)	(50)	(51)
--	--	Benefits and other	--	--	--	--	--
------	------		------	------	------	------	------
15,519	16,383	Ending balance	16,383	16,808	14,489	15,512	15,519
======	======		======	======	======	======	======

</TABLE>

(1) The quarter ended March 31, 2002 includes $314 million of policyholder credits, issued in connection with the Company's demutualization, applied to customer account balances held in the separate account.
(2) The quarter ended March 31, 2002 includes a decrease in policyholder account balances of $101 million due to the distribution of policy credits, subsequently paid out in cash, as demutualization consideration in connection with the Company's demutualization. The quarter ended December 31, 2001 includes an increase in policyholder account values of $586 million as a result of policyholder credits issued in connection with the Company's demutualization, as well as a decrease in policyholder account values of $50 million transferred to the Closed Block Business upon its establishment.

First Quarter 2002

U.S. CONSUMER DIVISION - DEFERRED POLICY ACQUISITION COSTS
(in millions)

<TABLE>
<CAPTION>

Year-to-date 2002			2001				2002
2002	2001		1Q	2Q	3Q	4Q	1Q
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
		INDIVIDUAL LIFE INSURANCE:					
3,133	3,090	Beginning balance	3,090	3,088	3,117	3,115	3,133
66	76	Capitalization	76	77	74	74	66
(53)	(62)	Amortization - operating results	(62)	(55)	(60)	(55)	(53)
--	--	Amortization - realized investment gains and losses	--	--	--	--	--
14	(16)	Impact of unrealized (gains) or losses on AFS securities	(16)	7	(16)	(1)	14
--	--	Other	--	--	--	--	--
3,160	3,088	Ending balance	3,088	3,117	3,115	3,133	3,160
		INDIVIDUAL ANNUITIES:					
628	682	Beginning balance	682	648	655	612	628
28	26	Capitalization	26	24	24	25	28
(23)	(41)	Amortization - operating results	(41)	(21)	(51)	(21)	(23)
1	(1)	Amortization - realized investment gains and losses	(1)	(2)	2	15	1
20	(18)	Impact of unrealized (gains) or losses on AFS securities	(18)	6	(18)	(3)	20
--	--	Other	--	--	--	--	--
654	648	Ending balance	648	655	612	628	654
		PROPERTY & CASUALTY INSURANCE:					
132	137	Beginning balance	137	137	141	137	132
98	100	Capitalization	100	102	95	93	98
(100)	(100)	Amortization - operating results	(100)	(98)	(99)	(98)	(100)
--	--	Amortization - realized investment gains and losses	--	--	--	--	--
--	--	Impact of unrealized (gains) or losses on AFS securities	--	--	--	--	--
--	--	Other	--	--	--	--	--
130	137	Ending balance	137	141	137	132	130
		TOTAL U. S. CONSUMER DIVISION:					
3,893	3,909	Beginning balance	3,909	3,873	3,913	3,864	3,893
192	202	Capitalization	202	203	193	192	192
(176)	(203)	Amortization - operating results	(203)	(174)	(210)	(174)	(176)
1	(1)	Amortization - realized investment gains and losses	(1)	(2)	2		

						15	1
34	(34)	Impact of unrealized (gains) or losses on AFS securities	(34)	13	(34)	(4)	34
--	--	Other	--	--	--	--	--
-------	------		------	------	------	------	------
3,944	3,873	Ending balance	3,873	3,913	3,864	3,893	3,944
======	======		======	======	======	======	======

</TABLE>

U.S. CONSUMER DIVISION - SUPPLEMENTARY INFORMATION FOR INDIVIDUAL LIFE INSURANCE AND PRIVATE CLIENT GROUP
(dollar amounts in millions)

<TABLE>
<CAPTION>

Year-to-date			2001				2002
2002	2001		1Q	2Q	3Q	4Q	1Q
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
		Individual Life Insurance:					
		Policy Surrender Experience:					
162	180	Cash value of surrenders	180	149	132	176	162
3.9%	4.3%	Cash value of surrenders as a percentage of mean future policy benefits, policyholders' account balances, and separate account balances	4.3%	3.5%	3.2%	4.4%	3.9%
		Death claims per $1,000 of in-force: (1)					
2.06	2.22	Variable and universal life	2.22	1.65	2.53	2.01	2.06
1.43	1.07	Term life	1.07	1.25	2.78	0.86	1.43
1.87	1.88	Total, Individual Life Insurance Segment	1.88	1.55	2.61	1.65	1.87

</TABLE>

<TABLE>
<CAPTION>

Year-to-date			2001				2002
2002	2001		1Q	2Q	3Q	4Q	1Q
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
		Private Client Group:					
		Non-Interest Revenues:					
270	320	Commissions	320	296	252	287	270

177	182	Fees	182	168	178	156	177
35	34	Other non-interest revenues	34	35	37	28	35
482	536	Total non-interest revenues	536	499	467	471	482
		Recurring revenue as a percentage of total non-interest revenue (2)	34.0%	34.4%	35.5%	34.8%	35.5%
3,262	5,223	Average customer margin lending balances	5,223	4,376	4,200	3,470	3,262

</TABLE>

(1) Annualized, for interim reporting periods.
(2) Calculated on a trailing 12 month basis excluding Consumer Banking revenue.

<TABLE>
<CAPTION>

U.S. CONSUMER DIVISION - SUPPLEMENTARY INFORMATION FOR PROPERTY AND CASUALTY INSURANCE
(dollar amounts in millions)

Year-to-date 2002	Year-to-date 2001		2001 1Q	2001 2Q	2001 3Q	2001 4Q	2002 1Q
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
		Earned premium:					
372	328	Automobile	328	346	356	373	372
113	109	Homeowners'	109	112	113	114	113
8	8	Other	8	8	9	8	8
493	445	Total earned premium	445	466	478	495	493
		Loss ratio(1)(2):					
75.8%	56.9%	Automobile	56.9%	74.1%	69.1%	81.0%	75.8%
72.1%	79.5%	Homeowners'	79.5%	60.2%	97.3%	69.0%	72.1%
74.8%	61.8%	Overall	61.8%	70.5%	75.6%	74.5%	74.8%
		Expense ratio(1) (3):					
28.5%	32.0%	Automobile	32.0%	31.2%	30.3%	29.5%	28.5%
35.3%	43.3%	Homeowners'	43.3%	34.8%	34.3%	35.9%	35.3%
29.8%	34.3%	Overall	34.3%	32.0%	31.3%	31.0%	29.8%
		Combined ratio(4):					
104.3%	88.9%	Automobile	88.9%	105.3%	99.4%	110.5%	104.3%
107.4%	122.8%	Homeowners'	122.8%	95.0%	131.6%	104.9%	107.4%
104.6%	96.1%	Overall	96.1%	102.5%	106.9%	105.5%	104.6%

2002 YTD	2001 YTD		2001 1Q	2001 2Q	2001 3Q	2001 4Q	2002 1Q
4.2	1.0	Current accident year catastrophe losses (5)	1.0	24.0	12.8	4.2	4.2
0.9%	0.2%	Effect of current accident year catastrophic losses on combined ratio	0.2%	5.1%	2.7%	0.9%	0.9%
		Accident year combined ratio (6)	108.9%	106.0%	106.9%	107.0%	105.0%

</TABLE>

(1) Based on statutory data.
(2) Represents ratio of incurred losses and loss adjustment expenses to net earned premium.
(3) Represents ratio of operating expenses to net written premium.
(4) Represents the sum of loss ratio and expense ratio above.
(5) Represents losses and loss adjustment expenses attributable to catastrophes that are included in the combined ratio. We classify catastrophes as those events that are declared catastrophes by Property Claims Services, which is an industry organization that declares and tracks all property-related catastrophes causing insured property damage in the United States.
(6) Accident year combined ratios for annual periods reflect the combined ratios for accidents that occur in the indicated calendar year, restated to reflect subsequent changes in loss estimates for those claims based on cumulative loss data through the most recent balance sheet date. Accident year combined ratios for interim periods reflect the combined ratios for policies written in those periods, based on cumulative loss data through the respective balance sheet date of the indicated year. These ratios reflect any recoveries from stop-loss reinsurance contracts during the indicated periods.

COMBINED STATEMENTS OF OPERATIONS - EMPLOYEE BENEFITS DIVISION
(in millions)

<TABLE>
<CAPTION>

Year-to-date 2002	Year-to-date 2001	% Change		2001 1Q	2001 2Q	2001 3Q	2001 4Q	2002 1Q
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
			Revenues (1):					
702	610	15%	Premiums	610	622	650	650	702
71	53	34%	Policy charges and fee income	53	55	68	68	71
645	705	-9%	Net investment income	705	688	671	664	645
106	93	14%	Commissions, investment management fees, and other income	93	106	110	99	106
1,524	1,461	4%	Total revenues	1,461	1,471	1,499	1,481	1,524
			Benefits and Expenses (1):					
871	811	7%	Insurance and annuity benefits	811	835	919	838	871
297	279	6%	Interest credited to policyholders' account balances	279	304	307	311	297
1	2	-49%	Interest expense	2	4	3	2	1
(6)	(6)	0%	Deferral of acquisition costs	(6)	(7)	(7)	(10)	(6)
-	3	-100%	Amortization of acquisition costs	3	4	2	5	-
295	268	10%	General and administrative expenses	268	279	272	311	295
1,458	1,357	7%	Total benefits and expenses	1,357	1,419	1,496	1,457	1,458
66	104	-37%	Adjusted operating income before income taxes	104	52	3	24	66

</TABLE>

(1) Revenues exclude realized investment gains, net of losses. Benefits and expenses exclude charges related to realized investment gains, net of losses.

COMBINING STATEMENTS OF OPERATIONS - EMPLOYEE BENEFITS DIVISION
(in millions)

<TABLE>
<CAPTION>

	Quarter Ended March 31, 2002		
	Total Employee Benefits Division	Group Insurance	Other Employee Benefits
Revenues (1):			
Premiums	702	694	8
Policy charges and fee income	71	52	19
Net investment income	645	136	509
Commissions, investment management fees, and other income	106	8	98
Total revenues	1,524	890	634
Benefits and Expenses (1):			
Insurance and annuity benefits	871	674	197
Interest credited to policyholders' account balances	297	54	243
Interest expense	1	-	1
Deferral of acquisition costs	(6)	(2)	(4)
Amortization of acquisition costs	-	(3)	3
General and administrative expenses	295	130	165
Total benefits and expenses	1,458	853	605
Adjusted operating income before income taxes	66	37	29

<CAPTION>

	Quarter Ended March 31, 2001		
	Total Employee Benefits Division	Group Insurance	Other Employee Benefits
Revenues (1):			
Premiums	610	592	18
Policy charges and fee income	53	34	19
Net investment income	705	136	569
Commissions, investment management fees, and other income	93	6	87
Total revenues	1,461	768	693
Benefits and Expenses (1):			
Insurance and annuity benefits	811	562	249
Interest credited to policyholders' account balances	279	53	226
Interest expense	2	(3)	5
Deferral of acquisition costs	(6)	(3)	(3)
Amortization of acquisition costs	3	-	3
General and administrative expenses	268	112	156
Total benefits and expenses	1,357	721	636
Adjusted operating income before income taxes	104	47	57

</TABLE>

(1) Revenues exclude realized investment gains, net of losses. Benefits and expenses exclude charges related to realized investment gains, net of losses.

EMPLOYEE BENEFITS DIVISION - SALES RESULTS AND ASSETS UNDER MANAGEMENT
(in millions)
<TABLE>
<CAPTION>

Year-to-date 2001
2002

2002	2001		1Q	2Q	3Q	4Q	1Q
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
		GROUP INSURANCE NEW ANNUALIZED PREMIUMS: (1)					
162	288	Group life	288	33	64	50	162
53	69	Group disability (2)	69	20	33	17	53
215	357	Total	357	53	97	67	215
		OTHER EMPLOYEE BENEFITS - SALES AND ASSETS UNDER MANAGEMENT:					
		Defined Contribution:					
24,640	26,046	Beginning total account value	26,046	24,473	25,319	22,710	24,640
1,010	1,255	Sales	1,255	923	729	782	1,010
(817)	(1,035)	Withdrawals	(1,035)	(1,021)	(728)	(638)	(817)
504	(1,793)	Change in market value and interest credited (3)	(1,793)	944	(2,610)	1,786	504
25,337	24,473	Ending total account value	24,473	25,319	22,710	24,640	25,337
193	220	Net sales	220	(98)	1	144	193
		Asset management of ending total account value:					
		Proprietary	17,941	18,287	16,501	17,665	18,107
		Non-proprietary	6,532	7,032	6,209	6,975	7,230
		Total	24,473	25,319	22,710	24,640	25,337
		Guaranteed Products:					
39,825	41,577	Beginning total account value	41,577	40,461	39,920	39,008	39,825
259	400	Sales	400	1,181	285	433	259
(864)	(1,569)	Withdrawals and benefits	(1,569)	(877)	(1,123)	(803)	(864)
355	326	Change in market value and interest income	326	646	388	838	355
(175)	(273)	Other (4)	(273)	(1,491)	(462)	349	(175)
39,400	40,461	Ending total account value	40,461	39,920	39,008	39,825	39,400
(605)	(1,169)	Net sales	(1,169)	304	(838)	(370)	(605)
		Product composition of ending total account value:					
		Spread-lending products	19,069	19,020	18,841	18,887	18,915
		Fee-based products	21,392	20,900	20,167	20,938	20,485
		Total	40,461	39,920	39,008	39,825	

39,400

</TABLE>

(1) Sales results for periods prior to 2002 give effect to quarterly allocation consistent with our current reporting practices.

(2) Includes long-term care products.

(3) The quarter ended March 31, 2002 includes increases to account values of $101 million due to the addition to customer accounts of Common Stock received as demutualization consideration and $448 million added to customer accounts from inclusion of products now included in this segment The quarter ended December 31, 2001 includes an increase in account values of $433 million as a result of policyholder credits issued in connection with the Company's demutualization.

(4) Represents changes in asset balances for externally managed accounts. In addition, the quarter ended December 31, 2001 includes an increase in account values of $181 million representing cumulative conversions of client account balances to products currently included in this division as well as $2 million of policyholder credits issued in connection with the Company's demutualization.

EMPLOYEE BENEFITS DIVISION - SUPPLEMENTARY INFORMATION
(dollar amounts in millions)

<TABLE>
<CAPTION>

	2001 1Q	2001 2Q	2001 3Q	2001 4Q	2002 1Q
Future Policy Benefits (1):					
Group life	1,414	1,452	1,623	1,664	1,617
Group disability (2)	96	101	98	103	137
Other employee benefits	12,595	12,446	12,498	12,317	12,224
Total	14,105	13,999	14,219	14,084	13,978
Policyholder Account Balances (1):					
Group life	3,424	3,664	3,764	3,805	3,928
Group disability (2)	45	41	57	61	58
Other employee benefits	15,288	15,305	15,208	15,372	15,552
Total	18,757	19,010	19,029	19,238	19,538
Separate Account Liabilities (1):					
Group life	6,897	7,156	7,246	7,634	8,097
Group disability (2)	-	-	-	-	-
Other employee benefits	23,591	22,808	22,189	21,538	22,366
Total separate account	30,488	29,964	29,435	29,172	30,463
Group Life Insurance:					
Gross premiums, policy charges and fee income(3)	565	596	637	641	667
Earned premiums, policy charges and fee income	501	529	579	551	603
Benefits ratio	90.0%	94.7%	96.6%	88.6%	91.8%
Administrative operating expense ratio	10.4%	9.7%	8.8%	11.2%	10.0%
Persistency ratio	98.8%	98.7%	97.9%	97.4%	97.2%
Group Disability Insurance (2):					
Gross premiums, policy charges and fee income(3)	129	131	141	142	150
Earned premiums, policy charges and fee income	125	125	129	137	143
Benefits ratio	88.5%	97.8%	99.2%	94.9%	84.6%
Administrative operating expense ratio	23.3%	25.2%	22.0%	25.4%	22.7%
Persistency ratio	92.4%	91.3%	89.4%	88.8%	94.7%

</TABLE>

(1) As of end of period.

(2) Group disability amounts include long-term care products.

(3) Before returns of premiums to participating policyholders for favorable claims experience.

COMBINED STATEMENTS OF OPERATIONS - INTERNATIONAL DIVISION
(in millions)

<TABLE>
<CAPTION>

Year-to-date 2002	Year-to-date 2001	% Change		2001 1Q	2001 2Q	2001 3Q	2001 4Q	2002 1Q
			Revenues (1):					
1,016	454	124%	Premiums	454	817	1,020	1,046	1,016
57	24	137%	Policy charges and fee income	24	111	102	70	57
164	50	228%	Net investment income	50	129	170	162	164
149	144	3%	Commissions, investment management fees, and other income	144	134	118	143	149
1,386	672	106%	Total revenues	672	1,191	1,410	1,421	1,386
			Benefits and Expenses (1):					
783	337	132%	Insurance and annuity benefits	337	702	794	841	783
24	1	2305%	Interest credited to policyholders' account balances	1	18	28	25	24
-	2	-100%	Interest expense	2	2	2	(2)	-
(151)	(114)	-32%	Deferral of acquisition costs	(114)	(143)	(133)	(149)	(151)
65	38	71%	Amortization of acquisition costs	38	35	44	47	65
114	127	-10%	Securities operations non-interest expenses	127	131	125	147	114
351	183	92%	General and administrative expenses	183	326	370	387	351
1,186	574	107%	Total benefits and expenses	574	1,071	1,230	1,296	1,186
200	98	104%	Adjusted operating income before income taxes	98	120	180	125	200

</TABLE>

(1) Revenues exclude realized investment gains, net of losses. Benefits and

expenses exclude charges related to realized investment gains, net of losses.

COMBINING STATEMENTS OF OPERATIONS - INTERNATIONAL DIVISION
(in millions)

<TABLE>
<CAPTION>

	Quarter Ended March 31, 2002			
	Total International Division	International Insurance excl.Gibraltar Life	International Insurance-Gibraltar Life(2)	International Securities and Investments
<S>	<C>	<C>	<C>	<C>
Revenues (1):				
Premiums	1,016	486	530	-
Policy charges and fee income	57	29	28	-
Net investment income	164	41	109	14
Commissions, investment management fees, and other income	149	10	16	123
Total revenues	1,386	566	683	137
Benefits and Expenses (1):				
Insurance and annuity benefits	783	356	427	-
Interest credited to policyholders' account balances	24	1	23	-
Interest expense	-	1	(1)	-
Deferral of acquisition costs	(151)	(113)	(38)	-
Amortization of acquisition costs	65	52	13	-
Securities operations non-interest expenses	114	-	-	114
General and administrative expenses	351	169	155	27
Total benefits and expenses	1,186	466	579	141
Adjusted operating income before income taxes	200	100	104	(4)

<CAPTION>

	Quarter Ended March 31, 2001			
	Total International Division	International Insurance excl.Gibraltar Life	International Insurance-Gibraltar Life(2)	International Securities and Investments

<S> <C> <C> <C> <C>

Revenues (1):				
Premiums	454	454	-	-
Policy charges and fee income	24	24	-	-
Net investment income	50	34	-	16
Commissions, investment management fees, and other income	144	9	-	135
Total revenues	672	521	-	151
Benefits and Expenses (1):				
Insurance and annuity benefits	337	337	-	-
Interest credited to policyholders' account balances	1	1	-	-
Interest expense	2	2	-	-
Deferral of acquisition costs	(114)	(114)	-	-
Amortization of acquisition costs	38	38	-	-
Securities operations non-interest expenses	127	-	-	127
General and administrative expenses	183	162	-	21
Total benefits and expenses	574	426	-	148
Adjusted operating income before income taxes	98	95	-	3

</TABLE>

(1) Revenues exclude realized investment gains, net of losses. Benefits and expenses exclude charges related to realized investment gains, net of losses.
(2) Results of our International Division for 2002 include the results of Gibraltar Life, which we acquired in April 2001.

INTERNATIONAL DIVISION - SALES RESULTS AND SUPPLEMENTARY INFORMATION
(dollar amounts in millions unless otherwise noted)

<TABLE>
<CAPTION>

Year-to-date			2001				2002
2002	2001		1Q	2Q	3Q	4Q	1Q
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
		INTERNATIONAL INSURANCE OPERATING DATA:					

		Actual exchange rate basis (1):					
		Net premiums, policy charges and fee income:					
395	394	Japan, excluding Gibraltar Life	394	361	376	395	395
558	-	Gibraltar Life (2)	-	467	639	604	558
120	84	All other countries	84	100	107	117	120
1,073	478	Total	478	928	1,122	1,116	1,073
		Annualized new business premiums:					
77	114	Japan, excluding Gibraltar Life	114	92	77	87	77
49	-	Gibraltar Life (2)	-	10	44	56	49
53	48	All other countries	48	60	51	53	53
179	162	Total	162	162	172	196	179
		Constant exchange rate basis (3):					
		Net premiums, policy charges and fee income:					
431	384	Japan, excluding Gibraltar Life	384	365	376	401	431
603	-	Gibraltar Life (2)	-	472	645	602	603
124	81	All other countries	81	102	106	119	124
1,158	465	Total	465	939	1,127	1,122	1,158
		Annualized new business premiums:					
84	111	Japan, excluding Gibraltar Life	111	93	77	89	84
53	-	Gibraltar Life (2)	-	10	44	56	53
55	47	All other countries	47	61	51	53	55
192	158	Total	158	164	172	198	192
		Face amount of individual policies in force at end of period (in billions):					
		Japan, excluding Gibraltar Life	117	120	124	127	130
		Gibraltar Life (2)	-	265	244	232	224
		All other countries	27	32	34	38	41
		Total	144	417	402	397	395
		Number of individual policies in force at end of period (in thousands):					
		Japan, excluding Gibraltar Life	858	892	918	946	973
		Gibraltar Life (2)	-	5,322	5,047	4,911	4,787
		All other countries	410	452	492	536	571
		Total	1,268	6,666	6,457	6,393	6,331

======= =======

</TABLE>

(1) Translated based on applicable average exchange rate for the period shown.
(2) Results of Gibraltar Life are included from April 2, 2001, the date of reorganization, through February 28, 2002.
(3) Translated based on average exchange rates for the year ended December 31, 2001.

INTERNATIONAL DIVISION - SALES RESULTS AND SUPPLEMENTARY INFORMATION
(dollar amounts in millions unless otherwise noted)

<TABLE>
<CAPTION>

	2001				2002
	1Q	2Q	3Q	4Q	1Q
International insurance policy persistency (1):					
13 months	93.6%	93.1%	93.1%	93.2%	93.4%
25 months	88.2%	88.9%	88.9%	88.1%	87.8%
Number of Life Planners at end of period (2):					
Japan	1,802	1,853	1,944	1,992	1,994
All other countries	1,632	1,837	2,055	2,112	2,104
Total	3,434	3,690	3,999	4,104	4,098
Number of International Retail Financial Advisors at end of period	643	632	646	633	632
Assets managed or administered for customers outside of the United States at end of period	32,802	66,388	62,642	64,280	63,595

</TABLE>

(1) Excluding Gibraltar Life.

(2) Excluding Gibraltar Life Advisors.

COMBINED STATEMENTS OF OPERATIONS - ASSET MANAGEMENT DIVISION
(in millions)

<TABLE>
<CAPTION>

Year-to-date % 2001
2002
- ---------------------- ----------------------------------
-- --------

2002	2001	Change		1Q	2Q	3Q	4Q	1Q
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
			Revenues (1):					
16	19	-16%	Net investment income	19	24	19	28	16
275	310	-11%	Commissions, investment management fees, and other income	310	286	273	313	275
291	329	-12%	Total revenues	329	310	292	341	291
			Expenses:					
2	4	-50%	Interest expense	4	4	3	4	2
63	73	-14%	Securities operations non-interest expenses	73	85	70	64	63
163	174	-6%	General and administrative expenses	174	189	174	209	163
228	251	-9%	Total expenses	251	278	247	277	228
63	78	-19%	Adjusted operating income before income taxes	78	32	45	64	63
			Analysis of revenues by source:					
			Investment Management and Advisory Services segment:					
49	53	-8%	Retail customers	53	54	52	51	49
84	97	-13%	Institutional customers	97	104	93	89	84
65	55	18%	General account	55	51	59	77	65
198	205	-3%	Subtotal	205	209	204	217	198
93	124	-25%	Other Asset Management segment revenues	124	101	88	124	93
291	329	-12%	Total revenues	329	310	292	341	291
			Analysis of commissions, investment management fees and other revenues by type:					
			Investment Management and Advisory Services segment:					
176	183	-4%	Asset-based fees	183	188	186	184	176
16	14	14%	Transaction-based and other revenues	14	10	12	16	16
192	197	-3%	Subtotal	197	198	198	200	192
83	113	-27%	Other Asset Management	113	88	75	113	83
275	310	-11%	Total	310	286	273	313	275

</TABLE>

(1) Revenues exclude realized investment gains, net of losses.

Prudential Financial, Inc. Prudential [LOGO] Financial
Quarterly Financial Supplement
First Quarter 2002

COMBINING STATEMENTS OF OPERATIONS - ASSET MANAGEMENT DIVISION
(in millions)

<TABLE>
<CAPTION>

	Quarter Ended March 31, 2002		
	Total Asset Management	Investment Management & Advisory Services	Other Asset Management
Revenues (1):			
<S>	<C>	<C>	<C>
Net investment income	16	6	10
Commissions, investment management fees, and other income	275	192	83
Total revenues	291	198	93
Expenses:			
Interest expense	2	2	-
Securities operations non-interest expenses	63	-	63
General and administrative expenses	163	157	6
Total expenses	228	159	69
Adjusted operating income before income taxes	63	39	24

<CAPTION>

	Quarter Ended March 31, 2001		
	Total Asset Management	Investment Management & Advisory Services	Other Asset Management
<S>	<C>	<C>	<C>
Revenues (1):			
Net investment income	19	8	11
Commissions, investment management fees, and other income	310	197	113
Total revenues	329	205	124
Expenses:			
Interest expense	4	4	-
Securities operations non-interest expenses	73	-	73

General and administrative expenses	174	167	7
Total expenses	251	171	80
Adjusted operating income before income taxes	78	34	44

</TABLE>

(1) Revenues exclude realized investment gains, net of losses.

Prudential Financial, Inc.
Quarterly Financial Supplement
First Quarter 2002

PRUDENTIAL [LOGO] FINANCIAL

ASSETS UNDER MANAGEMENT - INVESTMENT MANAGEMENT AND ADVISORY SERVICES SEGMENT
(in billions)

<TABLE>
<CAPTION>

March 31, 2002	Equity	Fixed Income	Real Estate	Total
Retail customers (1)	44.5	47.7	0.1	92.3
Institutional customers (1)	33.0	43.3	9.9	86.2
General account (1)	2.3	108.0	1.4	111.7
Total	79.8	199.0	11.4	290.2

<CAPTION>

March 31, 2001	Equity	Fixed Income	Real Estate	Total
Retail customers	45.4	51.8	-	97.2
Institutional customers	40.8	38.7	10.0	89.5
General account	2.6	106.9	1.5	111.0
Total	88.8	197.4	11.5	297.7

<CAPTION>

Year-to-date 2002	Year-to-date 2001		2001 1Q	2001 2Q	2001 3Q	2001 4Q	2002 1Q
		Institutional Assets Under Management: (1)					
		Assets gathered by Asset Management division sales force: (2)					
67.9	74.5	Beginning assets under management	74.5	70.5	70.4	65.3	67.9
3.0	3.9	Additions to managed portfolio	3.9	3.2	2.4	4.2	3.0
(8.4)	(3.0)	Withdrawals	(3.0)	(5.0)	(4.2)	(5.6)	(8.4)
0.1	(4.9)	Change in market value	(4.9)	1.7	(3.3)	3.9	0.1

4.0	-	Net money market flows	-	-	-	0.1	4.0
(4.0)	-	Other (2)	-	-	-	-	(4.0)
62.6	70.5	Ending assets under management	70.5	70.4	65.3	67.9	62.6
23.6	19.0	Other institutional assets under management (2)	19.0	20.3	19.6	21.2	23.6
86.2	89.5	Total assets managed for institutional customers at end of period	89.5	90.7	84.9	89.1	86.2

</TABLE>

(1) Reflects reclassification of amounts by client category as of January 1, 2002, based on internal management criteria, which reduced the amount attributed to retail customers by $3.3 billion and increased the amounts attributed to institutional customers and the general account by $2.8 billion and $0.5 billion, respectively.

(2) Reflects reclassification of amounts by asset gatherer category as of January 1, 2002, based on internal management criteria, which reduced the amount attributed to assets gathered by Asset Management division sales force and increased the amount attributed to other institutional assets under management by $4.0 billion.

INVESTMENT PORTFOLIO COMPOSITION
(in millions)

<TABLE>
<CAPTION>

	March 31, 2002				December 31, 2001			
			Financial Services Businesses				Financial Services Businesses	
	Consolidated Portfolio(1)	Closed Block Business	Amount	% of Total	Consolidated Portfolio(1)	Closed Block Business	Amount	% of Total
<S>	<C>	<C>	<C>	<C>	<C>	<C>	<C>	<C>
Fixed maturities:								
Public available for sale, at fair value	80,950	27,304	53,646	56.4%	77,807	26,634	51,173	54.5%
Public held to maturity, at amortized cost	306	-	306	0.3%	318	-	318	0.3%
Private available for sale, at fair value	31,389	14,408	16,981	17.9%	32,040	14,428	17,612	18.8%
Private held to maturity, at amortized cost	46	-	46	0.0%	53	-	53	0.1%
Trading account assets, at fair value	139	-	139	0.1%	112	-	112	0.1%
Equity securities, at fair value	2,930	1,261	1,669	1.8%	2,259	584	1,675	1.8%
Commercial loans	18,636	6,183	12,453	13.1%	19,176	6,106	13,070	13.9%
Other long-term investments (2)	5,100	1,181	3,919	4.1%	5,095	1,082	4,013	4.3%
Policy loans, at outstanding balance	8,588	5,734	2,854	3.0%	8,570	5,758	2,812	3.0%
Short term investments, at amortized cost	5,158	2,063	3,095	3.3%	4,854	1,882	2,972	3.2%
Subtotal	153,242	58,134	95,108	100.0%	150,284	56,474	93,810	100.0%

Invested assets of other entities and operations (3)	19,884	-	19,884	15,550	-	15,550
Total invested assets	173,126	58,134	114,992	165,834	56,474	109,360

Fixed Maturities by Credit Quality(1):

		March 31, 2002			December 31, 2001		
		Financial Services Businesses			Financial Services Businesses		
		Amortized Cost	% of Total	Estimated Fair Value	Amortized Cost	% of Total	Estimated Fair Value
Public Fixed Maturities:							
NAIC Rating	Rating Agency Equivalent						
1	Aaa, Aa, A	40,040	74.7%	40,335	36,706	72.6%	37,502
2	Baa	11,166	20.8%	11,181	11,286	22.3%	11,484
3	Ba	1,499	2.8%	1,516	1,501	3.0%	1,518
4	B	643	1.2%	663	683	1.4%	646
5	C and lower	58	0.1%	59	112	0.2%	116
6	In or near default	212	0.4%	213	246	0.5%	241
	Total	53,618	100.0%	53,967	50,534	100.0%	51,507
Private Fixed Maturities:							
NAIC Rating	Rating Agency Equivalent						
1	Aaa, Aa, A	5,433	32.9%	5,749	5,982	35.1%	6,337
2	Baa	7,966	48.2%	8,128	8,148	47.8%	8,399
3	Ba	1,669	10.1%	1,706	1,487	8.7%	1,529
4	B	798	4.8%	771	917	5.4%	883
5	C and lower	439	2.7%	456	390	2.3%	401
6	In or near default	210	1.3%	220	112	0.7%	121
	Total	16,515	100.0%	17,030	17,036	100.0%	17,670

(1) Excludes investments of securities brokerage, securities trading, banking operations, assets of our asset management operations managed for third parties, and separate account assets for which the customer assumes risks of ownership.

(2) Other long-term investments consist of real estate and non-real estate related investments in joint ventures and partnerships, investment real estate held through direct ownership, our interest in separate account investments and other miscellaneous investments.

(3) Includes invested assets of securities brokerage, securities trading, and banking operations. Excludes assets of our asset management operations managed for third parties, and separate account assets for which the customer assumes risks of ownership.

FINANCIAL SERVICES BUSINESSES INVESTMENT PORTFOLIO COMPOSITION
(in millions)

	March 31, 2002		December 31, 2001	
	Amount	% of Total	Amount	% of Total

Japanese Insurance Operations:
Fixed maturities:

<S>	<C>	<C>	<C>	<C>
Public available for sale, at fair value	22,447	76.2%	20,883	73.8%
Public held to maturity, at amortized cost	306	1.0%	318	1.1%
Private available for sale, at fair value	189	0.6%	98	0.4%
Private held to maturity, at amortized cost	46	0.2%	53	0.2%
Trading account assets, at fair value	69	0.2%	74	0.3%
Equity securities, at fair value	1,013	3.5%	1,032	3.6%
Commercial loans	3,682	12.5%	4,255	15.0%
Other long-term investments (2)	944	3.2%	1,001	3.5%
Policy loans, at outstanding balance	584	2.0%	605	2.1%
Short term investments, at amortized cost	162	0.6%	2	0.0%
Total	29,442	100.0%	28,321	100.0%

<CAPTION>

	March 31, 2002		December 31, 2001	
	Amount	% of Total	Amount	% of Total
Financial Services Businesses excluding Japanese Insurance Operations (1):				
Fixed maturities:				
<S>	<C>	<C>	<C>	<C>
Public available for sale, at fair value	31,199	47.5%	30,290	46.2%
Public held to maturity, at amortized cost	-	0.0%	-	0.0%
Private available for sale, at fair value	16,792	25.6%	17,514	26.7%
Private held to maturity, at amortized cost	-	0.0%	-	0.0%
Trading account assets, at fair value	70	0.1%	38	0.1%
Equity securities, at fair value	656	1.0%	643	1.0%
Commercial loans	8,771	13.3%	8,815	13.5%
Other long-term investments (2)	2,975	4.5%	3,012	4.6%
Policy loans, at outstanding balance	2,270	3.5%	2,207	3.4%
Short term investments, at amortized cost	2,933	4.5%	2,970	4.5%
Total	65,666	100.0%	65,489	100.0%

</TABLE>

(1) Excludes investments of securities brokerage, securities trading, banking operations, assets of our asset management operations managed for third parties, and separate account assets for which the customer assumes risks of ownership.

(2) Other long-term investments consist of real estate and non-real estate related investments in joint ventures and partnerships, investment real estate held through direct ownership, our interest in separate account investments and other miscellaneous investments.

FINANCIAL SERVICES BUSINESSES INVESTMENT RESULTS

(in millions)

<TABLE>
<CAPTION>

	Quarter Ended March 31					
	2002			2001		
	Investment Income		Realized Gains / (Losses)	Investment Income		Realized Gains / (Losses)
	Yield(3)	Amount		Yield(3)	Amount	
<S>	<C>	<C>	<C>	<C>	<C>	<C>
Financial Services Businesses (1):						
Fixed maturities	5.27%	901	(108)	7.55%	1,019	

	Yield(1)	Amount	Realized Gains / (Losses)	Yield(1)	Amount	Realized Gains / (Losses)
						112
Equity securities	1.48%	6	(62)	0.99%	3	46
Commercial loans	6.67%	216	1	8.10%	155	1
Policy loans	5.52%	39	-	6.48%	39	-
Short-term investments and cash equivalents	1.74%	58	17	4.21%	56	5
Other investments	4.37%	45	52	8.12%	53	83
Gross investment income before investment expenses	4.90%	1,265	(100)	7.25%	1,325	247
Investment expenses	-0.27%	(68)	-	-0.64%	(113)	-
Subtotal	4.63%	1,197	(100)	6.61%	1,212	247
Investment results of other entities and operations (2)		64	(1)		92	-
Less amount relating to divested businesses		(2)	-		(7)	-
Total		1,259	(101)		1,297	247

</TABLE>

(1) Excludes investments of securities brokerage, securities trading, banking operations, assets of our asset management operations managed for third parties, and separate account assets for which the customer assumes risks of ownership.

(2) Investment income of securities brokerage, securities trading, and banking operations.

(3) Yields are annualized and based on quarterly average carrying values except for fixed maturities, equity securities and commercial loans. Yields for fixed maturities are based on amortized cost. Yields for equity securities are based on cost. Yields for commercial loans are calculated gross of any allowance for losses on commercial loans. Results for 2002 period reflect investments of Gibraltar Life, which was acquired in April 2001.

<TABLE>
<CAPTION>

FINANCIAL SERVICES BUSINESSES INVESTMENT RESULTS - JAPANESE INSURANCE OPERATIONS
(in millions)

	Quarter Ended March 31					
	2002			2001		
	Investment Income		Realized Gains / (Losses)	Investment Income		Realized Gains / (Losses)
	Yield(1)	Amount		Yield(1)	Amount	
Japanese Insurance Operations:						
<S>	<C>	<C>	<C>	<C>	<C>	<C>
Fixed maturities	1.83%	98	20	2.82%	22	22

Equity securities	1.03%	3	(56)	1.31%	1	(1)
Commercial loans	4.30%	44	2	0.00%	--	--
Policy loans	2.57%	4	-	5.41%	3	--
Short-term investments and cash equivalents	0.55%	4	18	0.17%	--	--
Other investments	-0.85%	(3)	(75)	4.11%	1	(12)
Gross investment income before investment expenses	1.95%	150	(91)	2.82%	27	9
Investment expenses	-0.11%	(8)	--	-0.09%	(1)	--
Total	1.84%	142	(91)	2.73%	26	9

</TABLE>

(1) Yields are annualized and based on quarterly average carrying values except for fixed maturities, equity securities and commercial loans. Yields for fixed maturities are based on amortized cost. Yields for equity securities are based on cost. Yields for commercial loans are calculated gross of any allowance for losses on commercial loans. Results for 2002 period reflect investments of Gibraltar Life, which was acquired in April 2001.

FINANCIAL SERVICES BUSINESSES INVESTMENT RESULTS - EXCLUDING JAPANESE INSURANCE OPERATIONS
(in millions)

<TABLE>
<CAPTION>

	Quarter Ended March 31					
	2002			2001		
	Investment Income		Realized Gains / (Losses)	Investment Income		Realized Gains / (Losses)
	Yield(2)	Amount		Yield(2)	Amount	
Financial Services Businesses excluding Japanese Insurance Operations (1):						
Fixed maturities	6.91%	803	(128)	7.86%	997	90
Equity securities	2.32%	3	(6)	0.93%	2	47
Commercial loans	7.77%	172	(1)	8.10%	155	1
Policy loans	6.31%	35	-	6.57%	36	-
Short-term investments and cash equivalents	2.02%	54	(1)	4.33%	56	5
Other investments	6.17%	48	127	8.34%	52	95
Gross investment income before investment expenses	6.19%	1,115	(9)	7.50%	1,298	238
Investment expenses	-0.33%	(60)	-	-0.67%	(112)	-

Total	5.86%	1,055	(9)	6.83%	1,186	238

</TABLE>

(1) Excludes investments of securities brokerage, securities trading, banking operations, assets of our asset management operations managed for third parties, and separate account assets for which the customer assumes risks of ownership.

(2) Yields are annualized and based on quarterly average carrying values except for fixed maturities, equity securities and commercial loans. Yields for fixed maturities are based on amortized cost. Yields for equity securities are based on cost. Yields for commercial loans are calculated gross of any allowance for losses on commercial loans.

KEY DEFINITIONS AND FORMULAS

1. Attributed Equity:

Amount of capital assigned to each of the Company's segments for purposes of measuring segment adjusted operating income before income taxes, established at a level which management considers necessary to support the segment's risks. Attributed equity for the Financial Services Businesses represents all of the Company's equity that is not included in the Closed Block Business.

2. Adjusted operating income before income taxes:

Adjusted operating income is a non-GAAP measure that excludes realized investment gains, net of losses and related charges; results of divested businesses; and demutualization costs and expenses. Revenues and benefits and expenses shown as components of adjusted operating income, and for the divisions of the Financial Services Businesses, are presented on the same basis as pre-tax adjusted operating income and exclude these items as well. Adjusted operating income should not be viewed as a substitute for net income determined in accordance with GAAP, and our definition of adjusted operating income may differ from that used by other companies. The excluded items are important to an understanding of our overall results of operations. However, we believe that the presentation of adjusted operating income as we measure it for management purposes enhances the understanding of our results of operations by highlighting the results from ongoing operations and the underlying profitability factors of our businesses.

3. After-tax adjusted operating income:

Adjusted operating income before taxes, as defined above, less the income tax effect applicable to adjusted operating income before taxes.

4. Assets Under Management:

Fair market value or account value of assets which Prudential manages directly in proprietary products, such as mutual funds and variable annuities, in separate accounts, wrap-fee products and the general account, and assets invested in investment options included in the Company's products that are managed by third party sub-managers (i.e., the non-proprietary investment options in the Company's products).

5. Book value per share of Common Stock:

Equity attributed to Financial Services Businesses divided by number of Common shares outstanding at end of period, on a diluted basis.

6. Borrowings - General Corporate Purposes:

Amounts used for corporate purposes including uses for cash flow timing mismatches, and investments in equity and debt securities of subsidiaries including amounts needed for regulatory capital purposes.

7. Borrowings - Investment Related:

Debt issued to finance specific investment assets or portfolios of investment assets, including real estate, real estate related assets held in consolidated joint ventures, and institutional spread lending portfolios.

8. Borrowings - Securities Business Related:

Debt issued to finance primarily the liquidity of our broker-dealers, and our capital markets and other securities business related operations.

9. Borrowings - Specified Other Businesses:

Borrowings associated with consumer banking activities, real estate franchises, and relocation services.

10. Client Assets:

Fair market value of assets in client accounts of Prudential Securities and Prudential Bank, and trust client accounts, that are not included in Assets Under Management. Prudential does not receive a management or administrative fee on these assets, but may receive a fee for executing trades, custody or recordkeeping services.

KEY DEFINITIONS AND FORMULAS

11. Earned Premiums:

The portion of a premium, net of any amount ceded, that represents coverage already provided or that belongs to the insurer based on the part of the policy period that has passed.

12. Earnings Per Share of Common Stock:

Prudential Financial, Inc.'s initial public offering and the demutualization of The Prudential Insurance Company of America became effective on December 18, 2001. For the 2001 periods, earnings per share data are presented on a pro forma basis that assumes that shares issued in the initial public offering, including those issued as a result of the subsequent exercise by underwriters of options to acquire additional shares, and shares distributed as demutualization consideration to policyholders, were outstanding for all such periods. Earnings used in per-share calculations for those periods have not been adjusted to reflect the demutualization or related transactions, including the establishment of the Closed Block Business. For periods subsequent to 2001, earnings per share is based on the weighted average number of diluted shares outstanding. Stock options are included in the number of diluted shares for the periods they are outstanding based on the treasury stock method. Net income for the Financial Services Businesses and the Closed Block Business is determined in accordance with GAAP and includes general and administrative expenses charged to each of the businesses based on the Company's methodology for allocation of such expenses. For periods subsequent to the date of demutualization, the net income of each business is modified for cash flows between the Financial Services Businesses and the Closed Block Business related to administrative expenses, which are determined by a policy servicing fee arrangement that is based upon insurance in force and statutory cash premiums. To the extent actual administrative expenses vary from these cash flow amounts, these differences are recorded, on an after-tax basis, as direct equity adjustments to the equity balances of each business. The direct equity adjustments are used to adjust net income to determine the earnings available to the Common Stock and the Class B Stock for earnings per share purposes.

13. Financial Advisors (Domestic and International):

Financial advisors and securities brokers in our securities operations.

14. Financial Advisor Productivity (Domestic):

Private Client Group total non-interest revenues, excluding revenues generated by the consumer bank and by the segment's retail trading operation divided by the average number of domestic Financial Advisors for the period. For interim reporting periods, the productivity measures are annualized.

15. General Account:

Invested assets and policyholder liabilities and reserves for which the Company bears the investment risk. Excludes assets recognized for statutory purposes that are specifically allocated to a separate account. General account assets also include assets of the parent company, Prudential Financial, Inc.

16. Gibraltar Life Advisors:

Insurance representatives for Gibraltar Life.

17. Group Life Insurance and Group Disability Insurance Administrative Operating Expense Ratios:

Ratio of administrative operating expenses (excluding commissions) to gross premiums, policy charges and fee income.

18. Group Life Insurance and Group Disability Insurance Benefits Ratios:

Ratio of policyholder benefits to earned premiums, policy charges and fee income.

19. Insurance and Annuity Benefits

Total death benefits, annuity benefits, disability benefits, other policy benefits, losses and loss adjustment expenses paid or incurred, under insurance and annuity contracts, plus the change in reserves for future policy benefits, losses and loss adjustment expenses.

20. International Life Planners:

Insurance agents in our insurance operations outside the United States, excluding Gibraltar Life Advisors.

KEY DEFINITIONS AND FORMULAS

21. New annualized premiums:

Premiums from new sales that are expected to be collected over a one year period. Group insurance new annualized premiums exclude new premiums resulting from rate changes on existing policies, from additional coverage under our Servicemembers' Group Life Insurance contract, and from excess premiums on group universal life insurance that build cash value but do not purchase face amounts.

22. Non-recourse and Limited-recourse Debt:

Limited and non-recourse borrowing is where the holder is entitled to collect only against the assets pledged to the debt as collateral or has only very limited rights to collect against other assets.

23. Operating return on average equity:

Adjusted operating income after tax (giving effect to the direct equity adjustment for earnings per share calculation), annualized for interim periods, divided by average attributed equity for the Financial Services Businesses excluding unrealized gains and losses on investments.

24. Policy Persistency - Group Insurance:

Percentage of the premiums in force at the end of the prior year that are still in force at the end of the period (excluding Servicemembers' Group Life Insurance and Prudential Employee Benefit Plan).

25. Policy Persistency - International Insurance:

13 month persistency represents the percentage of policies issued that are still in force at the beginning of their second policy year. 25 month persistency represents the percentage of policies issued that are still in force at the beginning of their third policy year.

26. Prudential Agents:

Insurance agents in our insurance operations in the United States.

27. Prudential Agent productivity:

Commissions on new sales of all products by Prudential Agents under contract for the entire period, divided by the number of those Prudential Agents. Excludes commissions on new sales by Prudential Agents hired or departed during the period. For interim reporting periods, the productivity measures are annualized.

28. Ratio of corporate debt to total capitalization:

For purposes of this ratio, we measure "debt" as the sum of borrowings for general corporate purposes and 20% of the stated aggregate liquidation amount of the Equity Security Units, and we measure "total capitalization" as the sum of equity excluding unrealized gains and losses on available-for-sale securities, corporate debt and the stated aggregate liquidation amount of the Equity Security Units. The ratio is calculated by dividing debt by total capitalization.

29. Redeemable Capital Securities:

Capital Trust Certificates of Prudential Financial Capital Trust I (element of Equity Security Units).

30. Separate Accounts:

Assets of our insurance companies allocated under certain policies and contracts that are segregated from the general account and other separate accounts. The policyholder or contractholder predominantly bears the risk of investments held in a separate account.

31. Wrap-Fee Products:

Investment products generating asset-based fees in which the funds of the customer are generally invested in other investment products such as mutual funds.

RATINGS AND INVESTOR INFORMATION

INSURANCE CLAIMS PAYING RATINGS
as of May 7, 2002

<TABLE>
<CAPTION>

	A.M.Best	Standard & Poor's	Moody's	Fitch Ratings
<S>	<C>	<C>	<C>	<C>
The Prudential Insurance Company of America	A	A+	A1	AA-
PRUCO Life Insurance Company	A	A+	A1	NR*
PRUCO Life Insurance Company of New Jersey	A	A+	A1	NR
Prudential Property and Casualty Insurance Company	A-	A	A1	NR
The Prudential Property & Casualty Insurance Company of New Jersey	A-	NR	A1	NR
The Prudential Life Insurance Co., Ltd. (Prudential of Japan)	A+	AA-	NR	NR
Gibraltar Life Insurance Company, Ltd.	NR	A	A2	NR
CREDIT RATINGS: as of May 7, 2002				
Prudential Financial, Inc.:				
Short-Term Borrowings	AMB-1	A2	P2	F1
Long-Term Senior Debt	a-	A-	A3	A
Redeemable Capital Securities	a-	A-	A3	A
The Prudential Insurance Company of America:				
Capital and surplus notes, due 2003-2025	a-	A-	A3	NR
Prudential Funding,LLC:				
Commercial Paper	AMB-1	A1	P1	NR
Long-Term Senior Debt	a	A+	A2	NR
Prudential Securities Group, Inc	NR	BBB	NR	NR

</TABLE>

* NR indicates not rated.

<TABLE>

<S>	<C>
INVESTOR INFORMATION:	
Corporate Offices:	Investor Information Hotline:
Prudential Financial, Inc. information or 751 Broad Street Newark, New Jersey 07102	Dial 877-998-ROCK for additional printed inquiries.
	Web Site:
	www.prudential.com

</TABLE>

Publicly Traded Securities:

Common Stock of Prudential Financial, Inc. is traded on the New York Stock Exchange under the symbol PRU.

Equity Security Units of Prudential Financial, Inc. are traded on the New York Stock Exchange under the symbol PFA.