

American General Life Companies One Year Later

**American
General**
Life Companies

It is the challenges in life that provide us with the opportunity to prove what we can really do and who we really are. Over the past year — despite weathering the perfect storm of a global financial crisis and difficult press coverage — the member insurers of American General Life Companies (American General) have improved their capital position, strengthened their core competencies in service, and continued to bring you innovative products.

American General insurers have been keeping promises to American families and businesses for more than 150 years.

There is no question that this past year was difficult. But strong, experienced companies weather cyclical patterns in the market. It's easy to be great when there is no adversity. But the companies you want to do business with are those that stand the test of time.

Now — more than ever before — the experience, expertise and claims-paying history we offer to our **11 million customers** provides them with peace of mind during this period of financial uncertainty.

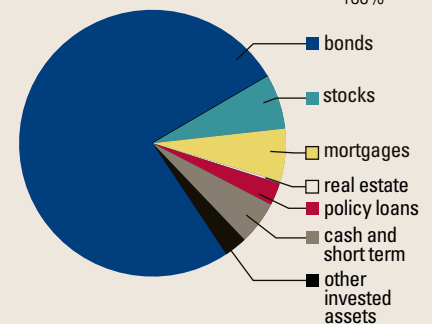
Over the past five years alone, member insurers of American General have collectively paid out over \$34 billion in claims and benefits and made more than 10 million payments to customers and businesses.¹

Throughout the adversity of the last 12 months, we have stayed focused on what really matters — serving and caring for your clients when they need us most of all.

American General Life Companies² (in thousands)

Total Admitted Assets	\$59,557,659
Total Liabilities including Separate Accounts	\$52,861,340
Separate Accounts	\$4,341,560
Total Adjusted Capital	\$7,163,636
as a % of General Account Assets	12.97%

Total Cash and Invested Assets	\$52,550,420
Bonds	\$39,887,377 75.8%
Stocks	\$3,446,557 6.6%
Mortgages	\$3,415,331 6.5%
Real Estate	\$184,539 0.4%
Policy Loans	\$1,431,577 2.7%
Cash & Short term	\$2,679,755 5.1%
Other Invested Assets	\$1,505,284 2.9%
	100%



Total Bonds	\$39,887,377
Bonds Class 1 - 2	90.7%
Bonds Class 3 - 5	9.0%
Bonds Class 6	0.3%
	100%

Total Revenue	\$3,417,349
Premium and Annuity Considerations	\$1,293,262
Earnings Before Dividends and Taxes	\$332,846
Net Operating Earnings	\$270,603

FOR PRODUCER USE ONLY — NOT FOR DISSEMINATION TO THE PUBLIC.

¹ Source: Statutory Annual Statements for American General Life Companies member life insurers, excluding AIG Life Insurance Company of Canada, 2004-2008.

² Source: Composite numbers derived from Statutory Annual Statements for American General Life Insurance Company, The United States Life Insurance Company in the City of New York, AIG Life Insurance Company, American International Life Assurance Company of New York, as of June 30, 2009

Substantial liquidity, with cash and short-term investments of \$3.3 billion.³

In response to market conditions, and recognizing the need to maintain capital flexibility, American General insurers have bolstered their liquidity levels. This strategic move is designed to add another level of safety and security for policy holders during this period of market uncertainty.

Investments

With respect to American General insurers' investment portfolios, as of June 30, 2009³:

- Approximately **97% of our invested assets are in fixed income or cash.**
- Our fixed income investments are well-diversified **with 92% rated investment grade** (the two highest rating categories)

We have minimal exposure to:

- **Collateralized debt obligations (0.3% of assets)**
- **Alt-A and sub prime mortgages (0.6% of assets)**

We continue to offer one of the largest and most innovative product portfolios in the industry.

We recognize that difficult times test you and your ability to effectively meet your clients' needs. While many of our competitors have had to discontinue certain products, we recognize that you need a complete array of tools to be successful, and we have worked hard to keep those products available. We will continue to talk with our producers and customers to identify opportunities for additional product development that will keep pace with our country's changing demographics and evolving marketplace needs.

Service

Service to you and to your clients is one of our core competencies. Our **industry-leading technology** — including e-submission and e-signature capabilities, our new Forms Depot system, and the **# 1 producer Website in the industry⁴** — provide you with the tools you need to get business done quickly and efficiently.

Bottom Line

We are strong, we are experienced, and we are here to stay. You can be confident that no one will work harder to help you serve your clients.

We want your business. And we will earn your business.

Thank you for your continued loyalty and support.

For more than 150 years, we've been there when you need us most.

American General Life Companies Financial Strength Ratings
as of September 18, 2009

Agency	Rating	Rankings within possible rating categories ¹	Descriptor
Standard & Poor's ²	A+	5th of 21	Strong
Moody's Investors Service ³	A1	5th of 21	Good
Fitch Ratings ⁴	A-	7th of 21	Strong
A.M. Best Company ⁵	A	3rd of 16	Excellent

For more detailed information on specific insurer ratings visit www.americangeneral.com/ratings.

¹ The Insurance Forum, Vol. 35, No. 9, Sept. 2008

² Negative outlook ³ Developing outlook

⁴ Evolving outlook ⁵ Negative outlook

American General Life Companies

³ Source: AGLC Balance Sheet as of June 30, 2009

⁴ According to DALBAR's 2009 ranking of life insurance and annuity financial professional Websites.

American General Life Companies, www.americangeneral.com, is the marketing name for the insurance companies and affiliates comprising the domestic life operations of American International Group, Inc. Information presented in this brochure represents combined statistical information of the member insurers of American General Life Companies. American General Life Companies does not underwrite any insurance policy described within this brochure. **The licensed insurance company underwriting the product is responsible for its own financial condition and contractual obligations.** AGLC103848 © 2009 All rights reserved.

FOR PRODUCER USE ONLY — NOT FOR DISSEMINATION TO THE PUBLIC.