

VALIC

Financial Strength and Stability

SAVING : INVESTING : PLANNING

When choosing a retirement plan provider, investors seek a company with a stable history and the ability to meet its financial obligations. The Variable Annuity Life Insurance Company (VALIC) has been in business for over 50 years and currently serves over 25,000 groups and 2 million customers. We commit to the same unchanging standard of service we have delivered since our founding in 1955.

Our financial strength:

- > As of 12/31/2008, VALIC had more than \$53 billion in assets, including more than \$2.9 billion of capital, surplus and asset reserves.
- > VALIC’s general account supports only obligations of VALIC, and not any obligations of a parent company.
- > All general account assets are invested in accordance with state regulations, which include conservative investment requirements intended to help minimize the risk to client assets and maximize the insurer’s ability to pay claims from that account.
- > Our ratings are comparable to and competitive with those of our industry peers.

VALIC: Financial Strength Ratings

as of 05/15/2009

Agency	Rating	Descriptor	Definition
A.M. Best ¹	A	Excellent	“Assigned to companies that have, in our opinion, an excellent ability to meet their ongoing insurance obligations.”
Fitch ²	A-	Strong	“Denotes a low expectation of ceased or interrupted payments. They indicate strong capacity to meet policyholder and contract obligations on a timely basis. This capacity may, nonetheless, be more vulnerable to changes in circumstances or in economic conditions than is the case for higher ratings.”
Moody’s ³	A1	Good	“Insurance companies rated A offer good financial security. However, elements may be present which suggest a susceptibility to impairment sometime in the future. ”
S&P ⁴	A+	Strong	“An insurer rated ‘A’ has STRONG financial security characteristics, but is somewhat more likely to be affected by adverse business conditions than are insurers with higher ratings.”

1 Negative outlook 2 Rating watch evolving 3 Developing outlook 4 Outlook negative

Our history of leadership:

- > VALIC enrolled the 1st public school district into a 403(b) retirement savings program in 1964.
- > We were the 1st to offer fixed and variable annuities with public funds in the 403(b) marketplace.
- > In 2001, we pioneered the use of independent third-party investment advice and automated portfolio management services.
- > We continue to be the #1 provider of retirement plans to the K-12 market and today we are a market leader in the higher education and health care markets.

Annuity contracts are issued by The Variable Annuity Life Insurance Company. Annuities offered by VALIC are distributed by its affiliate, American General Distributors, Inc., 2929 Allen Parkway, Houston, TX 77019, member FINRA.