

Key Points of Interest

Is My First SunAmerica Annuity Safe?

October 3, 2008

Background:

Earlier this morning AIG issued a press release describing its future plans, including the decision to explore divestiture opportunities for its businesses outside of AIG's core property and casualty insurance business. The purpose of such divestitures is to repay amounts owed under the \$85 billion loan agreement between AIG and the Federal Reserve Bank of New York.

One of the business units to be divested is AIG Retirement Services, which includes First SunAmerica.

Why Is First SunAmerica Being Sold?

- + Our parent company AIG recently received a credit line from the Federal Reserve Bank of New York to assist with their short-term liquidity issues. AIG is selling certain assets and subsidiaries in order to repay the loan.
- + AIG's goal is to emerge from this process as a smaller but more nimble company that is solidly profitable and has good long-term growth prospects.

Is My Annuity Safe at First SunAmerica?

- + AIG's intention to sell its retirement services businesses will have no effect on your account with First SunAmerica.
- + There will be no disruption to the service we provide or impact on our ability to meet the contractual obligations of the fixed and variable annuities we offer.
- + First SunAmerica is individually responsible for its liabilities associated with the products we sell, not any obligation of AIG. Our company exceeds the capital requirements required by the State Insurance Department of New York, where the company is domiciled.

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- > Here's a brief overview of our past:
 - a. The Capitol Life Insurance Company of New York was founded in 1978. Following its acquisition by SunAmerica Life Insurance Company, the name was changed to First SunAmerica Life Insurance Company.
 - b. In 1997, John Alden Life Insurance Company of New York merged with and into First SunAmerica Life Insurance Company.
 - c. SunAmerica Life Insurance Company and First SunAmerica Life Insurance Company were acquired by American International Group, Inc. ("AIG") effective January 1, 1999.
- + Regardless of the name on the door, we have issued and will continue to issue fixed and variable annuities in the State of New York.
- + Our tradition of excellence will continue regardless of new ownership. We remain sharply focused on serving the fixed annuity needs of individual investors and providing our bank partners with solutions that meet their needs and those of their customers.
- + We're approaching an exciting new chapter in our history. We look forward to delivering on our promises and maintaining your trust.

Committed to you

Our customer's
trust is our most
valuable asset

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VISIT

your licensed financial
representative

Agents, contact us at
1-888-237-4210

Not FDIC-insured | May lose value | Not a deposit | No bank guarantee | Not insured by any federal government agency

First SunAmerica Life Insurance Company is licensed to conduct business in New York. All guarantees are based on the claims-paying ability of the issuing insurance company.

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