

PRODUCT UPDATE

Competitive Enhancements Added to AIG ContinUL Extend®

- ▶ 4th underwriting class: Standard Plus NT
- ▶ Expanded Standard classes: Up to table 2 for clients through age 70
- ▶ Lower guaranteed premiums at most ages/classes and much more!

American General Life Insurance Company (AGL) and The United States Life Insurance Company in the City of New York (USL) are pleased to introduce an updated version of AIG ContinUL Extend, each insurer's highly popular flagship guaranteed universal life product. From new and expanded underwriting classes to lower guaranteed premiums for most ages/classes, AIG ContinUL Extend is better positioned than ever to meet your clients' needs.

New Features

- ▶ New Standard Plus NT class improves price for clients in upper tier of Standard (same criteria as for term Standard Plus class – see page 4 for guidelines)
- ▶ Expanded Standard classes, both No Tobacco and Tobacco, now include up to table 2 through age 70
- ▶ Lower guaranteed premiums at most ages/classes improves competitive pricing position
- ▶ Improved performance in short-pay scenarios
- ▶ Retention stacking: Underwriting flexibility to use full internal retention on excess Jumbo cases
 - ▼ **Jumbo Limits**
 - To age 80: \$65 million
 - Age 81-85: \$50 million
 - Age 86-90: \$25 million
 - ▼ **Retention Amounts**
 - To age 70: \$10 million
 - Ages 71-80: \$6 million
 - Ages 81+: \$4 million
 - ▼ Our **autobind limit** on permanent business has also increased:
 - To age 70: Now \$60 million (from \$50 million)
 - Ages 71-80: Now \$30 million (from \$20 million for 71-75; \$15 million for 76-80)

Ongoing Product Highlights

- ▶ Flexible guarantees: AIG ContinUL Extend still offers “dial-a-guarantee” flexibility
- ▶ Rolling targets: Further enhances pricing compared to many competitors
- ▶ Maturity to age 121: Lowest level-pay premiums
- ▶ Unisex rates: Available for use in qualified plans
- ▶ Supplemental coverage: Blending can enhance competitiveness (reduces target proportionately)
- ▶ Special class base rates more favorable than standard for table-rated cases create competitive pricing in substandard cases

Consumer-Friendly Features Help Maintain Death Benefit Guarantee

- ▶ **Late Payments:** Premium payments received within a 28-day window after a due date will be credited as if received on the due date for the purpose of maintaining the death benefit guarantee.
- ▶ **1035 Exchanges:** Proceeds from 1035 exchanges received within a 12-month window after policy issue will be treated as if received on the issue date for the purpose of maintaining the death benefit guarantee.

State Approvals

AIG ContinUL Extend is approved in all 50 states. (USL version is approved in New York state.) Standard Plus NT underwriting class is subject to approval in California. Until it is approved, California applicants will benefit from new pricing and the expanded Standard classes, but are not eligible for the new Standard Plus NT class.

Illustrations

AIG ContinUL Extend is now available on WinFlex and Connections via an Internet update.

Transition Rules

- ▶ Policies issued with an effective date of July 28, 2008, or before will automatically receive the old product rates, underwriting classes and features.
- ▶ Policies issued with an effective date of August 1, 2008, or after will automatically receive the new product rates, underwriting classes (where available) and features.
- ▶ Normal backdating rules will apply. Please remember that any policies backdated to July 28, 2008, or before will get the old rates and will NOT be eligible for the new Standard Plus NT underwriting class.

Marketing and Promotional Materials

Marketing materials have been developed and are available for order through FastForms Web.

ITEM	FORM NUMBER
AIG ContinUL Extend Producer Guide (AGL & USL)	AGLC103075
AIG ContinUL Extend Product Highlights (AGL & USL)	AGLC101925 REV0708
AIG ContinUL Extend Consumer Brochure (AGL & USL)	AGLC101924 REV0708

Several flyers have been developed to help you promote AIG ContinUL Extend's updated product and underwriting enhancements to the producers in your downline. They contain a customizable area into which your contact information can be inserted and are available for download from our secured Web site for producers. Watch our weekly e-newsletter for notice of additional promotional materials as they are created.

ITEM	FORM NUMBER
Better By a Dozen Producer Flyer (AGL & USL)	AGLC103115
The Bouncer Producer Flyer (AGL & USL)	AGLC103238

Brainsharks and Podcasts

Learn more about the all-new AIG ContinUL Extend by viewing our Brainshark and listening to our Podcast, both of which are available on the AIG ContinUL Extend page on our secured producer Web site. The Podcast can be downloaded to your computer or MP3 player so you can listen at your convenience.

Marketing Assistance

For more information on offering AIG ContinUL Extend, please contact your regional support team. And be sure to read our weekly e-newsletter for AIG ContinUL Extend sales ideas.

Policies Issued by:

American General Life Insurance Company

2727-A Allen Parkway, Houston, Texas 77019

Policy Form Number 05337

Accidental Death Benefit Rider Form Number 82012

Children's Insurance Benefit Rider Form Number 82410

Spouse/Other Insured Term Rider Form Number 88390

Terminal Illness Rider Form Number 91401

Waiver of Monthly Deduction Rider Form Number 82001

The United States Life Insurance Company in the City of New York

70 Pine Street, New York, New York

Policy Form Number 05337N

Accidental Death Benefit Rider Form Number ADB791E

Children's Insurance Benefit Rider Form Number CI791E1

Waiver of Monthly Deduction Rider Form Number 82001N

Subsidiaries of American International Group, Inc. (AIG)

The underwriting risks, financial and contractual obligations and support functions associated with the products issued by American General Life Insurance Company (AGL) or The United States Life Insurance Company in the City of New York (USL) are each insurer's own responsibility. AIG does not underwrite any insurance policy referenced herein. USL is authorized to conduct an insurance business in New York. Policies and riders not available in all states. These product specifications are not intended to be all-inclusive of product information. State variations may apply. Please refer to the policy for complete details.

IMPORTANT: Prior to soliciting business, be certain that you are appropriately licensed and appointed with the insurer and that the product has been approved for sale by the insurer in that state. If uncertain, contact your AIG American General representative for assistance.

© 2008 American International Group, Inc. All rights reserved.

Underwriting Class Guidelines – Standard Plus NT

No tobacco (years)	2
Aviation or hazardous avocation	Yes*
Cholesterol/HDL ratio, total cholesterol	If ratio ≤ 7.0 , 250 If ratio ≤ 6.5 , 280
Blood pressure	0-60: 150/92 61+: 160/92 Or Pref. NT BP reading with treatment
Build	See current select height/weight chart below
MVR	2 violations 3 years No DUI, reckless, revocation, suspension/5 years
Family history	One cardiovascular or cancer* death prior to 60 (parents only)
Personal history	No cancer or ratable impairment

*Will be considered with appropriate rating

MALE			
HEIGHT		WEIGHT	
Feet	Inches	Low	High
4	8	81	145
4	9	83	150
4	10	86	155
4	11	90	161
5	0	94	166
5	1	97	172
5	2	101	177
5	3	105	183
5	4	108	188
5	5	111	194
5	6	114	200
5	7	118	206
5	8	120	211
5	9	125	217
5	10	127	223
5	11	131	229
6	0	134	235
6	1	138	241
6	2	142	248
6	3	145	255
6	4	149	261
6	5	153	268
6	6	157	275
6	7	162	282
6	8	167	289
6	9	172	296

FEMALE			
HEIGHT		WEIGHT	
Feet	Inches	Low	High
4	8	80	141
4	9	83	146
4	10	85	151
4	11	88	157
5	0	90	162
5	1	92	167
5	2	95	173
5	3	96	178
5	4	99	183
5	5	101	189
5	6	103	195
5	7	105	200
5	8	108	206
5	9	111	211
5	10	114	217
5	11	117	222
6	0	120	228
6	1	123	234
6	2	126	240
6	3	129	246
6	4	132	253
6	5	136	259
6	6	139	265
6	7	142	272