



NEWS RELEASE

A.M. BEST COMPANY, INC., OLDWICK, NJ • A.M. BEST EUROPE, LTD., LONDON
A.M. BEST ASIA-PACIFIC, LTD., HONG KONG

FOR IMMEDIATE RELEASE

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**A.M. Best Affirms Ratings of Allstate Insurance Group
and Allstate Financial; Downgrades Issuer Credit Ratings**

Ratings Supplement

The FSR of A+ (Superior) has been affirmed and the ICRs have been downgraded to “aa-” from “aa” with a stable outlook for **Allstate Insurance Group** and its following members:

- **Allstate County Mutual Insurance Company**
- **Allstate Fire and Casualty Insurance Company**
- **Allstate Indemnity Company**
- **Allstate Insurance Company**
- **Allstate North American Insurance Company**
- **Allstate Property and Casualty Insurance Company**
- **Allstate Texas Lloyd’s**
- **Deerbrook Insurance Company**
- **Encompass Home and Auto Insurance Company**
- **Encompass Indemnity Company**
- **Encompass Independent Insurance Company**
- **Encompass Insurance Company of America**
- **Encompass Insurance Company of Massachusetts**
- **Encompass Insurance Company**
- **Encompass Property and Casualty Company**
- **Northbrook Indemnity Company**

The FSR of A+ (Superior) has been affirmed and the ICRs have been downgraded to “aa-” from “aa” with a stable outlook for the following life/health members of **Allstate Financial**:

- **Allstate Life Insurance Company**
- **Allstate Life Insurance Company of New York**
- **Lincoln Benefit Life Company**
- **American Heritage Life Insurance Company**

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The FSR of B++ (Good) and ICRs of “bbb+” have been affirmed with a stable outlook for the following life/health members of **Allstate Financial**:

- **Charter National Life Insurance Company**
- **IntramERICA Life Insurance Company**
- **Concord Heritage Life Insurance Company, Inc.**

The ICR has been downgraded to “a-” from “a” with a stable outlook for **The Allstate Corporation**.

The following debt rating has been affirmed:

The Allstate Corporation—
-- AMB-1 on commercial paper program

The following debt ratings have been downgraded with a stable outlook:

The Allstate Corporation—
-- to “a-” from “a” on \$350 million 6.125% senior unsecured notes, due 2012
-- to “a-” from “a” on \$750 million 7.200% senior unsecured notes, due 2009
-- to “a-” from “a” on \$250 million 7.500% senior unsecured debentures, due 2013
-- to “a-” from “a” on \$650 million 5.000% senior unsecured notes, due 2014
-- to “a-” from “a” on \$250 million 6.750% senior unsecured debentures, due 2018
-- to “a-” from “a” on \$250 million 6.900% senior unsecured debentures, due 2038
-- to “a-” from “a” on \$250 million 6.125% senior unsecured debentures, due 2032
-- to “a-” from “a” on \$400 million 5.350% senior unsecured notes, due 2033
-- to “a-” from “a” on \$800 million 5.550% senior unsecured notes, due 2035
-- to “a-” from “a” on \$650 million 5.950% senior unsecured notes, due 2036
-- to “bbb” from “bbb+” on \$500 million 6.500% junior subordinated debentures, due 2067
-- to “bbb” from “bbb+” on \$500 million 6.125% junior subordinated debentures, due 2067

The following indicative ratings have been downgraded with a stable outlook:

The Allstate Corporation—
-- to “a-” from “a” on senior unsecured debt
-- to “bbb+” from “a-” on subordinated debt
-- to “bbb” from “bbb+” on preferred stock

Allstate Financing III, IV, V and VI—
-- to “bbb” from “a-” on trust preferred securities

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The following debt ratings have been downgraded with a stable outlook:

Allstate Life Funding, LLC— “aa-” program rating
-- to “aa-” from “aa” on all outstanding notes issued under the program

Allstate Financial Global Funding, LLC— “aa-” program rating
-- to “aa-” from “aa” on all outstanding notes issued under the program

Allstate Life Global Funding II— “aa-” program rating
-- to “aa-” from “aa” on all outstanding notes issued under the program

Allstate Life Global Funding Trusts — “aa-” program rating
-- to “aa-” from “aa” on all outstanding notes issued under the program

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