

Life Insurer Financial Analysis

Company Symetra
Life Ins Co

Ratings

| | |
|--|----|
| A.M. Best Company (Best's Rating, 15 ratings) | A |
| Standard & Poor's (Financial Strength, 20 ratings) | A |
| Moody's (Financial Strength, 21 ratings) | A3 |
| Fitch Ratings (Financial Strength, 21 ratings) | A+ |

Asset Analysis

| | |
|--------------------------------|------------|
| Total Admitted Assets | 20,799,084 |
| Total Liabilities | 19,383,649 |
| Separate Accounts | 4,121,447 |
| Total Surplus & AVR | 1,534,481 |
| As % of General Account Assets | 9.2% |

| | |
|---------------------------|-------------|
| Invested Assets | 16,203,268 |
| Bonds (%) | 89.4% |
| Stocks (%) | 1.8% |
| Mortgages (%) | 7.3% |
| Real Estate (%) | 0.0% |
| Policy Loans (%) | 0.5% |
| Cash & Short-Term (%) | 0.3% |
| Other Invested Assets (%) | <u>0.8%</u> |
| | 100.0% |

| | |
|---|-------|
| Net Yield on Mean Invested Assets | |
| 2009 (Industry Average 4.63%) | 6.28% |
| 2008 (Industry Average 5.40%) | 6.09% |
| 2007 (Industry Average 5.63%) | 6.25% |
| 2006 (Industry Average 5.54%) | 6.26% |
| 2005 (Industry Average 5.52%) | 6.37% |
| 5 Year Average (Industry Average 5.34%) | 6.25% |

| | |
|---|-------|
| Total Investment Return | |
| 2009 (Industry Average 4.72%) | 6.08% |
| 2008 (Industry Average 3.36%) | 5.28% |
| 2007 (Industry Average 5.74%) | 6.39% |
| 2006 (Industry Average 6.06%) | 6.33% |
| 2005 (Industry Average 5.80%) | 6.56% |
| 5 Year Average (Industry Average 5.14%) | 6.13% |

| | |
|----------------------------|------------|
| Asset Growth | |
| 2009 Total Admitted Assets | 20,799,084 |
| 1-Year Growth | 11.5% |
| 3-Year Compound Growth | 4.2% |
| 2009 Total Surplus & AVR | 1,534,481 |
| 1-Year Growth | 18.8% |
| 3-Year Compound Growth | 2.5% |

Data for Year-End 2009 from the life insurance companies' statutory annual statements. All dollar amounts are in thousands. All ratings shown are current as of June 15, 2010.

Presented by: George V Blaha, CLU, The BOLI Group, 18500 Lake Road, Suite 220, Cleveland, OH 44116-1744 Phone: 440-356-8858 Email: george.blaha@boligroup.com

Life Insurer Financial Analysis

Company Symetra
Life Ins Co

Asset Quality Analysis

| | |
|---|-------------|
| Non-Investment Grade Bonds (Class 3 - 6) | |
| Non-Investment Grade Bonds/Total Bonds | 7.2% |
| Non-Investment Grade Bonds/Surplus & AVR | 68.5% |
| Non-Performing Bonds (Class 6) | |
| Non-Performing Bonds/Total Bonds | 0.3% |
| Non-Performing Bonds/Surplus & AVR | 2.9% |
| Non-Performing Mortgages & Real Estate | |
| Non-Performing Mort & R.E./ Total Mort & R.E. | 0.1% |
| Non-Performing Mort & R.E./Surplus & AVR | 0.1% |
| Non-Performing Assets/Surplus & AVR | |
| Bonds In or Near Default | 2.9% |
| Problem Mortgages | 0.1% |
| Real Estate Acquired by Foreclosure | <u>0.0%</u> |
| Total Non-Performing Assets/Surplus & AVR | 3.0% |
| As a Percent of Invested Assets | 0.3% |

Bond Portfolio Analysis

| | |
|--------------------------------|------------|
| Total Bonds Book Value | 14,480,111 |
| Total Bonds Market Value | 14,810,825 |
| Bonds Market Value/BookValue | 102.3% |
| Quality | |
| Class 1: Highest Quality | 55.2% |
| Class 2: Higher Quality | 37.6% |
| Class 3: Medium Quality | 4.5% |
| Class 4: Low Quality | 1.7% |
| Class 5: Lower Quality | 0.8% |
| Class 6: In or Near Default | 0.3% |
| Weighted Bond Class | 1.6 |
| Maturity | |
| 1 Year or Less | 7.9% |
| 1 to 5 Years | 27.0% |
| 5 to 10 Years | 29.0% |
| 10 to 20 Years | 18.1% |
| Over 20 Years | 18.0% |
| Weighted Bond Maturity (Years) | 10.2 |

Data for Year-End 2009 from the life insurance companies' statutory annual statements. All dollar amounts are in thousands. All ratings shown are current as of June 15, 2010.
 Presented by: George V Blaha, CLU, The BOLI Group, 18500 Lake Road, Suite 220, Cleveland, OH 44116-1744 Phone: 440-356-8858 Email: george.blaha@boligroup.com

Life Insurer Financial Analysis

Company Symetra
Life Ins Co

Operating Income Analysis

| | |
|--|----------------|
| Total Income | 3,864,548 |
| Total General Expenses | 197,052 |
| Total General Expenses/Total Income | 5.1% |
| Earnings Before Policy Dividends & Taxes | 160,214 |
| Policy Dividends | 5 |
| Policy Dividends/Earnings | <u>0.0%</u> |
| Pretax Earnings from Operations | 160,209 |
| Federal Income Taxes | 30,742 |
| Income Taxes/Pretax Earnings | <u>19.2%</u> |
| Net Earnings from Operations | 129,467 |
| Net Realized Capital Gains | <u>-86,415</u> |
| Net Income | 43,052 |
| As % of Admitted Assets | 0.2% |
| Unrealized Capital Gains | 34,791 |

Premium Growth

| | |
|----------------------------|-----------|
| 2009 Total Premium Income | 2,827,928 |
| 1-Year Growth | 24.3% |
| 3-Year Compound Growth | 38.4% |
| 2009 Ordinary Life Premium | 107,238 |
| 1-Year Growth | -1.7% |
| 3-Year Compound Growth | 0.1% |

Profitability

| | |
|---|---------|
| Return on Assets | 0.7% |
| Return on Equity | 11.0% |
| 2009 Lapse Ratio | 7.3% |
| 3-Year Average Lapse Ratio | 6.4% |
| Net Investment Income | 947,509 |
| Required Interest | 542,651 |
| Interest Margin | 74.6% |
| Ordinary Life Expenses/Premiums | 26.1% |
| General Expenses/Total Income | 5.1% |
| Commissions & General Expenses/Total Income | 9.1% |

Data for Year-End 2009 from the life insurance companies' statutory annual statements. All dollar amounts are in thousands. All ratings shown are current as of June 15, 2010.

Presented by: George V Blaha, CLU, The BOLI Group, 18500 Lake Road, Suite 220, Cleveland, OH 44116-1744 Phone: 440-356-8858 Email: george.blaha@boligroup.com

Life Insurer Financial Analysis

Company Symetra
Life Ins Co

Analysis of Face Amount of Insurance

| | |
|---------------------------------------|----------------|
| Total Insurance In Force | 54,915,671 |
| Ordinary Life | 90.7% |
| Group Life | 9.3% |
| Other | 0.0% |
| Total Reinsurance Ceded | 24,216,464 |
| % of In Force Ceded | |
| Ordinary Life | 44.0% |
| Group Life | 44.8% |
| Other | 0.0% |
| Ordinary Life Policies In Force | 250,109 |
| Average Policy Size (in dollars) | 199,082 |
| Ordinary Life Policies Issued in 2009 | 11,523 |
| Average Policy Size (in dollars) | 196,587 |

Analysis by Line of Business

| | |
|----------------------------------|-------------|
| Net Premiums Written | 2,827,928 |
| Individual | |
| Life | 3.8% |
| Annuities | 78.3% |
| Health | 0.0% |
| Group | |
| Life | 1.2% |
| Annuities | 2.0% |
| Health | 14.6% |
| Credit Life & Health | 0.0% |
| Other Lines | 0.0% |
| Net Earnings from Operations | 129,467 |
| Individual | |
| Life | 27.8% |
| Annuities | 43.1% |
| Health | 0.0% |
| Group | |
| Life | 2.2% |
| Annuities | 5.8% |
| Health | 21.0% |
| Credit Life & Health | 0.0% |
| Other Lines | 0.0% |

Data for Year-End 2009 from the life insurance companies' statutory annual statements. All dollar amounts are in thousands. All ratings shown are current as of June 15, 2010.

Presented by: George V Blaha, CLU, The BOLI Group, 18500 Lake Road, Suite 220, Cleveland, OH 44116-1744 Phone: 440-356-8858 Email: george.blaha@boligroup.com