

Investment Category Guidance for 2009 Annual and 2010 Quarterly Reporting

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U.S. Government		
Issuer Obligations	U.S. Government (direct and guaranteed), exempt by SVO P&P Manual Appendix 14	0199999
Single Class Mortgage-Backed/Asset-Backed Securities	Examples: GNMA and SBA Pools	0299999
Subtotal		0399999
All Other Governments		
	Foreign governments, subdivisions, municipalities, special revenue, public (gov. owned) utilities, supranationals	
Issuer Obligations	Examples: Province of Nova Scotia, Hydro Quebec, City of Buenos Aires, Electricite de France, EBRD, Corporacion Andina de Fomento	0499999
Single Class Mortgage-Backed/Asset-Backed Securities		0599999
Defined Multi-Class Residential Mortgage-Backed Securities		0699999
Other Multi-Class Residential Mortgage-Backed/Asset-Backed Securities		0799999
Defined Multi-Class Commercial Mortgage-Backed Securities		0899999
Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities		0999999
Subtotal		1099999
U.S. States, Territories and Possessions (Direct and Guaranteed)		
	General obligations, including those issued by utilities owned by these entities, and District of Columbia	
	Examples: State of California. Puerto Rico, Guam.	
Issuer Obligations		1199999
Single Class Mortgage-Backed/Asset-Backed Securities		1299999
Defined Multi-Class Residential Mortgage-Backed Securities		1399999
Other Multi-Class Residential Mortgage-Backed/Asset-Backed Securities		1499999
Defined Multi-Class Commercial Mortgage-Backed Securities		1599999
Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities		1699999
Subtotal		1799999
U.S. Political Subdivisions of States, Territories and Possessions (Direct and Guaranteed)		
	U.S. Municipal bonds (cities, counties, etc), including utilities owned by these entities	
Issuer Obligations		1899999
Single Class Mortgage-Backed/Asset-Backed Securities		1999999
Defined Multi-Class Residential Mortgage-Backed Securities		2099999
Other Multi-Class Residential Mortgage-Backed/Asset-Backed Securities		2199999
Defined Multi-Class Commercial Mortgage-Backed Securities		2299999
Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities		2399999
Subtotal		2499999

U.S. Special Revenue and Special Assessments Obligations and all Non Guaranteed Obligations of Agencies and Authorities of Governments and their Political Subdivisions		
Issuer Obligations	Municipal special revenue bonds. Examples: Property tax revenue bonds, tobacco settlement bonds, community development bonds.	2599999
Single Class Mortgage-Backed/Asset-Backed Securities	FNMA and FHLMC pools	2699999
Defined Multi-Class Residential Mortgage-Backed Securities	Agency (FNMA, FHLMC & GNMA) CMOs, including non-rated CMOs if guaranteed by the agency. Include private label RMBS if collateral is agency guaranteed.	2799999
Other Multi-Class Residential Mortgage-Backed/Asset-Backed Securities	Agency RMBS rated below AA/AAA (e.g. agency label but not guaranteed)	2899999
Defined Multi-Class Commercial Mortgage-Backed Securities	Agency CMBS	2999999
Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities	Agency other ABS (not RMBS or CMBS: e.g. project loans)	3099999
Subtotal		3199999

Public Utilities (Unaffiliated)		
Issuer Obligations	Deleted starting in 2009 > move to appropriate category	3299999
Single Class Mortgage-Backed/Asset-Backed Securities		3399999
Defined Multi-Class Residential Mortgage-Backed Securities		3499999
Other Multi-Class Residential Mortgage-Backed/Asset-Backed Securities		3599999
Defined Multi-Class Commercial Mortgage-Backed Securities		3699999
Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities		3799999
Subtotal		3899999

Industrial and Miscellaneous (Unaffiliated)		
Issuer Obligations	Corporate and other bonds issued by non-public entities	3299999
Single Class Mortgage-Backed/Asset-Backed Securities	ABS (including RMBS and CMBS) asset pool not divided into tranches Examples: (asset pool only has 1 tranche): CDOs, aircraft leases, private label mortgage pool	3399999
Defined Multi-Class Residential Mortgage-Backed Securities	Private label RMBS, (2 or more tranches issued from asset pool), rated AAA/AA, or if unrated, NAIC1 (if downgraded below AA, move to 4299999), first lien (typically not home equity)	3499999
Other Multi-Class Residential Mortgage-Backed Securities	Private label RMBS, (2 or more tranches issued from asset pool), rated A or below	3599999
Defined Multi-Class Commercial Mortgage-Backed Securities	CMBS (2 or more tranches issued from asset pool), rated AAA/AA (if downgraded below AA, move to 4499999)	3699999
Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities	CMBS, rated A or below, and other ABS which do not fit in any other category, regardless of rating Examples: (when more than 1 tranche is issued from the pool of assets): CDOs, Credit Card ABS, Auto ABS, Medical Receivable ABS, Principal Protected Notes, SPVs	3799999
Subtotal		3899999

Credit Tenant Loans		
Issuer Obligations	First liens on real property, rents assigned to lender (tenant's credit backs the loan)	3999999
Single Class Mortgage-Backed/Asset-Backed Securities		4099999
Subtotal		4199999

Hybrid Securities		
Issuer Obligations	Hybrid securities products are sometimes referred to as capital securities. Examples of hybrid securities include Trust Preferreds, Yankee Tier 1s (with and without coupon step-ups) and debt-equity hybrids (with and without mandatory triggers).	4299999
Single Class Mortgage-Backed/Asset-Backed Securities		4399999
Defined Multi-Class Residential Mortgage-Backed Securities		4499999
Other Multi-Class Residential Mortgage-Backed Securities		4599999
Defined Multi-Class Commercial Mortgage-Backed Securities		4699999
Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities		4799999
Subtotal		4899999

Parent, Subsidiaries and Affiliates		
	Defined by SSAP 97	
Issuer Obligations		4999999
Single Class Mortgage-Backed/Asset-Backed Securities		5099999
Defined Multi-Class Residential Mortgage-Backed Securities		5199999
Other Multi-Class Residential Mortgage-Backed/Asset-Backed Securities		5299999
Defined Multi-Class Commercial Mortgage-Backed Securities		5399999
Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities		5499999
Subtotal		5599999

Total Bonds		
Subtotals - Issuer Obligations		7799999
Subtotals - Single Class Mortgage-Backed/Asset-Backed Securities		7899999
Subtotals - Defined Multi-Class Residential Mortgage-Backed Securities		7999999
Subtotals - Other Multi-Class Residential Mortgage-Backed/Asset-Backed Securities		8099999
Subtotals - Defined Multi-Class Commercial Mortgage-Backed Securities		8199999
Subtotals - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities		8299999
Subtotals - Total Bonds		8399999

Notes / clarifications:

Defined RMBS/CMBS: rating requirement is at least AA-/AA3 rating from one of the rating agencies, (2nd lowest rating rule applicable to NAIC designations does not apply)

ABS where loans are against a home (except for such residential collateral which is defined as CMBS), including home equity, HELOC, manufactured housing, mobile home collateral ABS should be filed as RMBS

In case of mixed collateral, if at least 90% is of one type, it should be filed according to that collateral type. For example, if a RMBS is 95% first lien and 5% second lien, it should be filed as a first lien deal.

Issuer obligations

Based on the credit of an issuer or other agreement supporting the obligation.

Single Class Mortgage-Backed/Asset-Backed Securities

Pass-through certificates and other "securitized" loans issued using only one class where the payment of interest and /or principal of the security is directly proportional to interest and/or principal received by the business entity from the loans supporting the security.

Multi-Class Residential Mortgage-Backed Securities

Mortgage-backed securities divided into two or more classes, which do not receive proportionate payments of principal and interest, each of which represents an ownership interest in instruments which are directly or indirectly secured by liens on one to four family residential properties.

(i) Defined Multi-class Residential Mortgage-Backed Securities

First liens, rated in one of the two highest categories (AAA/AA) by a NRSRO (also ARO)

(ii) Other Multi-Class Residential Mortgage-Backed Securities

Not first liens or, if secured by first liens, are rated below the two highest categories (AA/AAA) by NRSRO (ARO)

Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities

Securities divided into two or more classes, that do not receive proportionate payments of principal and interest, each of which represent an ownership interest in instruments or cashflows, but not those secured by liens on one to four family residential properties.

(i) Defined Multi-Class Commercial Mortgage-Backed Securities

Divided into two or more classes, that do not receive proportionate payments of principal and interest, each of which represents an ownership interest in instruments directly or indirectly secured by a first lien on one or more parcels of real estate upon which is located one or more commercial structures, and rated AA/AAA by NRSRO (ARO)

(ii) Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities

Divided into two or more classes, which do not receive proportionate payments of principal and interest, each of which represents an ownership in instruments or cash flows. This includes instruments secured by liens on one or more parcels of real estate upon which is located one or more commercial structures that are not first liens or, if secured by first liens, the securities are rated below the two highest categories (AAA/AA) by a NRSRO (ARO)

Issuer obligations

Single Class Mortgage-Backed/Asset-Backed Securities

Multi-Class Residential Mortgage-Backed Securities

(i) Defined Multi-class Residential Mortgage-Backed Securities

(ii) Other Multi-Class Residential Mortgage-Backed Securities

Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities

(i) Defined Multi-Class Commercial Mortgage-Backed Securities

(ii) Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities