

The furnished information sets forth The Allstate Corporation's most significant investment holdings and certain other financial relationships with the following companies, where applicable:

- **American International Group**
- **Bank of America Corporation**
- **Fannie Mae**
- **Freddie Mac**
- **Goldman Sachs Group, Inc**
- **JPMorgan Chase & Co**
- **Lehman Brothers Holdings**
- **Merrill Lynch & Co**
- **Morgan Stanley**
- **Wachovia Corporation**

The table below presents our investment holdings in the following financial institutions including their subsidiaries.

(\$ in millions)	September 30, 2008			June 30, 2008 ⁽¹⁾		
	<u>Fair Value</u>	<u>Amortized Cost/Cost</u>	<u>Par Value</u>	<u>Fair Value</u>	<u>Amortized Cost/Cost</u>	<u>Par Value</u>
American International Group						
Fixed income securities	\$ 43	\$ 54	\$ 100	\$ 115	\$ 117	\$ 132
Short-term securities	-	-		125	125	
Equity securities	-	-		12	11	
Total	\$ 43	\$ 54		\$ 252	\$ 253	
Bank of America Corporation ⁽²⁾						
Fixed income securities	\$ 217	\$ 242	\$ 245	\$ 209	\$ 216	\$ 214
Equity securities	45	57		88	90	
Total	\$ 262	\$ 299		\$ 297	\$ 306	
Fannie Mae ⁽⁴⁾						
Fixed income securities	\$ 347	\$ 323	\$ 320	\$ 345	\$ 323	\$ 320
Equity securities	-	-		77	85	
Total	\$ 347	\$ 323		\$ 422	\$ 408	
Freddie Mac ⁽⁴⁾						
Fixed income securities	\$ 97	\$ 94	\$ 124	\$ 96	\$ 95	\$ 94
Equity securities	-	-		51	57	
Total	\$ 97	\$ 94		\$ 147	\$ 152	
Mortgage loans	n/a	\$ 30	\$ 30	n/a	\$ 30	\$ 30
Goldman Sachs Group, Inc						
Fixed income securities	\$ 117	\$ 126	\$ 179	\$ 204	\$ 205	\$ 244
Equity securities	16	20		34	37	
Total	\$ 133	\$ 146		\$ 238	\$ 242	
JPMorgan Chase & Co ⁽³⁾						
Fixed income securities	\$ 223	\$ 237	\$ 351	\$ 251	\$ 253	\$ 244
Short-term securities	-	-		100	100	
Equity securities	45	38		27	30	
Total	\$ 268	\$ 275		\$ 378	\$ 383	
Mortgage loans	n/a	\$ 40	\$ 40	n/a	\$ 40	\$ 40
Lehman Brothers Holdings						
Fixed income securities	\$ 13	\$ 13	\$ 110	\$ 185	\$ 188	\$ 205
Merrill Lynch & Co						
Fixed income securities	\$ 181	\$ 198	\$ 197	\$ 304	\$ 312	\$ 315
Equity securities	3	8		11	14	
Total	\$ 184	\$ 206		\$ 315	\$ 326	
Morgan Stanley						
Fixed income securities	\$ 85	\$ 123	\$ 127	\$ 150	\$ 152	\$ 151
Equity securities	-	-		8	8	
Total	\$ 85	\$ 123		\$ 158	\$ 160	
Wachovia Corporation						
Fixed income securities	\$ 159	\$ 208	\$ 233	\$ 214	\$ 226	\$ 238
Equity securities	2	2		5	5	
Total	\$ 161	\$ 210		\$ 219	\$ 231	

(1) These holdings are consistent with our publicly available statutory financial reports filed with state insurance regulators and available on our web site.

(2) Countrywide Financial Corporation was acquired by Bank of America Corporation and has been included in the table above prospectively at September 30, 2008.

(3) Bear Stearns Companies and Washington Mutual Inc were acquired by JPMorgan Chase & Co and have been included in the table above prospectively at September 30, 2008.

(4) Prior period amounts have been revised from our second quarter Form 10-Q disclosures.

The following table summarizes the notional exposure of our credit default swaps with the following financial institutions and their subsidiaries.

	(Buy) Sell Protection	
(\$ in millions)	<u>September 30, 2008</u>	<u>June 30, 2008</u>
American International Group	\$ 6	\$ 17
Bank of America Corporation	(50)	-
Fannie Mae	(6)	-
Freddie Mac	(6)	-
Goldman Sachs Group, Inc	(60)	(10)
JPMorgan Chase & Co	(3)	(3)
Merrill Lynch & Co	-	3
Morgan Stanley	(25)	(3)

The following table summarizes our counterparty exposure under our master netting agreements with the following financial institutions including their subsidiaries as of September 30, 2008. The amounts reflect multiple master netting agreements with various Allstate entities.

(\$ in millions)	<u>Net Receivables, net of collateral</u>	<u>Net Payables</u>
American International Group	\$ 19	\$ -
Bank of America Corporation	1	(28)
Goldman Sachs Group, Inc	20	(22)
JPMorgan Chase & Co	22	(46)
Merrill Lynch & Co	18	-
Morgan Stanley	8	(2)

The following companies participate in our \$1.0 billion primary credit facility at September 30, 2008 as follows.

(\$ in millions)	<u>Participation</u>
Bank of America N.A.	\$ 95
Goldman Sachs Group, Inc	80
JPMorgan Chase Bank N.A.	145
Lehman Brothers Bank, FSB ⁽¹⁾	80
Merrill Lynch Bank USA	60
Morgan Stanley Bank	80
Wachovia Bank, National Association	145

⁽¹⁾ Barclays Capital has agreed to assume the Lehman Brothers Bank, FSB commitment in the credit facility.