

**THE ALLSTATE CORPORATION**  
**PROPERTY-LIABILITY**  
**ANNUAL IMPACT OF NET RATE CHANGES APPROVED ON PREMIUMS WRITTEN <sup>(1)</sup>**

Three Months Ended December 31, 2008 (Est.)			
	Number of States	Countrywide (%) <sup>(2)</sup>	State Specific (%) <sup>(3)</sup>
<b>Allstate brand</b>			
Standard auto	8	0.2	4.1
Non-standard auto	2	(0.1)	(16.5)
Homeowners	4	0.2	3.6
<b>Encompass brand</b>			
Standard auto	4	0.1	6.7
Non-standard auto	1	0.9	49.5
Homeowners	4	1.2	13.1
Twelve Months Ended December 31, 2008 (Est.)			
	Number of States	Countrywide (%) <sup>(2)</sup>	State Specific (%) <sup>(3)</sup>
<b>Allstate brand</b>			
Standard auto <sup>(4)</sup>	32	1.3	2.1
Non-standard auto <sup>(6)</sup>	11	-	-
Homeowners <sup>(5) (6)</sup>	35	(0.9)	(1.3)
<b>Encompass brand</b>			
Standard auto	33	2.5	4.8
Non-standard auto	4	4.8	23.2
Homeowners <sup>(6)</sup>	26	4.2	7.0

(1) Rate increases that are indicated based on a loss trend analysis to achieve a targeted return will continue to be pursued in all locations and for all products. Rate changes include changes approved based on our net cost of reinsurance. These rate changes do not reflect initial rates filed for insurance subsidiaries initially writing business. Based on historical premiums written in those states, rate changes approved for the three month and twelve month periods ending December 31, 2008, are estimated to total \$50 million and \$194 million, respectively.

(2) Represents the impact in the states where rate changes were approved during 2008 as a percentage of total countrywide prior year-end premiums written.

(3) Represents the impact in the states where rate changes were approved during 2008 as a percentage of total prior year-end premiums written in those states.

(4) Excluding the impact of a 15.9% rate reduction in California related to an order effective in April 2008, the Allstate brand standard auto rate change is 6.0% on a state specific basis and 3.0% on a countrywide basis for the twelve months ended December 31, 2008.

(5) Excluding the impact of a 3.0% rate reduction in Texas related to a resolution reached in the second quarter of 2008 and a 28.5% rate reduction in California related to a resolution reached in the third quarter of 2008, the Allstate brand homeowners rate change is 5.8% on a state specific basis and 3.2% on a countrywide basis for the twelve months ended December 31, 2008.

(6) Includes Washington, D.C.