

August 4, 2011

OIL & GAS LEASE BONUSES

Energy prices continue to rise higher than historical averages. This results in oil and gas explorers offering lease payments to landowners for the right to drill on their land. During lease negotiations, oil and gas explorers may offer an immediate bonus to landowners in addition to regular lease payments as an incentive to lease the land.

So as part of our continuing commitment to provide our industry with innovative products and services, Allstate Life Insurance Company and Allstate Life Insurance Company of New York are pleased to announce that it will issue funding agreements and life annuity contracts to Allstate International Assignments, Ltd. ("AIA") to facilitate non-qualified assignments of oil and gas bonuses. Landowners now have an opportunity pursuant to Revenue Ruling 68-606, to defer recognition of income on such bonus to the year in which an installment payment is received by agreeing to a non-qualified assignment through AIA. Structures will not be accepted for regular ongoing lease payments.

Attached please find the following:

- Revenue Ruling 68-606
- Representation and Acknowledgement Letter
- Assignment of Obligations
- Hold Harmless
- Agreement To Pay

Allstate International Assignments Ltd., Allstate Life Insurance Company and Allstate Life Insurance Company of New York ("Allstate") do not and cannot provide legal or tax advice. Landowners are strongly encouraged to consult with own legal and / or tax advisor before entering into a structure arrangement for oil & gas lease bonuses.

If you have an interest in pursuing this opportunity, please contact Sales Support at 877-402-6811 for additional information.

Sincerely,

Allstate Structured Settlements

