

**INVESTMENT OPTION PERFORMANCE INFORMATION AS OF OCTOBER 31, 2008**

Flexible Premium is a variable universal life insurance policy issued by AIG Life Insurance Company. The table below presents average annual returns for each Flexible Premium variable universal life insurance investment portfolio. The returns include reinvestment of dividends and distributions and deductions for management fees and other expenses of the portfolios/funds, including 12b-1 distribution fees where applicable. These returns do not include: (i) mortality and expense risk charges; (ii) all other noninsurance charges and contract fees; and (iii) insurance-related charges, including surrender charges, cost of insurance and monthly expense charges. If these expenses were included, the performance presented below would be significantly lower. Please see the Flexible Premium Variable Universal Life Policy Prospectus for detailed information on the policy fees and charges. A personalized illustration reflecting the effects of the policy fees and expenses utilizing a hypothetical rate of return is available from your registered representative.

**FUND AVERAGE ANNUAL TOTAL RETURNS (PERCENTAGES) AS OF OCTOBER 31, 2008**

Fund or Portfolio	Fund/Portfolio Inception Date <sup>1</sup>	Year to Date (since 1/1/08)	Annualized				
			1 Year	3 Year	5 Year	10 Year	Since Inception <sup>1</sup>
AIM V.I. Capital Appreciation Fund - Series I	05/05/93	-39.19	-42.59	-8.77	-2.60	-0.38	5.08
AIM V.I. International Growth Fund - Series I	05/05/93	-40.29	-44.33	-1.33	6.65	2.79	6.04
AllianceBernstein Global Technology Portfolio - Class A	01/11/96	-42.44	-46.26	-7.27	-3.37	-0.66	2.50
AllianceBernstein Growth and Income Portfolio - Class A	01/14/91	-40.92	-42.53	-8.86	-1.78	2.19	7.55
AllianceBernstein Growth Portfolio - Class A	09/15/94	-38.50	-41.22	-9.94	-1.99	-1.41	5.84
<sup>2</sup> AllianceBernstein Intermediate Bond Portfolio - Class A	09/17/92	-10.75	-9.75	-0.53	0.87	3.07	4.42
AllianceBernstein Large Cap Growth Portfolio - Class A	06/26/92	-35.87	-37.82	-8.27	-1.36	-1.67	7.21
AllianceBernstein Small Cap Growth Portfolio - Class A	08/05/96	-39.79	-43.92	-6.93	-0.57	-0.14	0.60
Dreyfus Stock Index Fund, Inc. - Initial shares	09/29/89	-32.96	-36.24	-5.43	0.03	0.14	7.40
Fidelity VIP Asset Manager <sup>SM</sup> Portfolio - Initial Class	09/06/89	-27.20	-28.30	-2.29	0.65	1.67	6.61
Fidelity VIP Contrafund <sup>®</sup> Portfolio - Initial Class	01/03/95	-38.93	-41.25	-5.38	2.54	4.39	9.50
Fidelity VIP Growth Portfolio - Initial Class	10/09/86	-41.09	-43.77	-5.74	-1.93	-0.52	8.28
Fidelity VIP High Income Portfolio - Initial Class	09/19/85	-21.74	-22.49	-3.09	0.85	0.54	6.14
Fidelity VIP Investment Grade Bond Portfolio - Initial Class	12/05/88	-6.35	-4.94	1.10	2.01	4.33	6.31
Fidelity VIP Money Market Portfolio - Initial Class	04/01/82	2.62	3.45	4.45	3.41	3.60	5.60
Van Eck Worldwide Emerging Markets Fund - Initial Class	12/21/95	-62.80	-64.95	-6.51	5.42	8.54	3.12
Van Eck Worldwide Hard Assets Fund - Initial Class	09/01/89	-41.61	-41.54	5.98	17.52	12.40	7.64

<sup>1</sup> The returns were calculated from the inception date of the underlying funds or portfolios.  
 These funds or portfolios were not available for sale through this policy during all periods shown.  
<sup>2</sup> Please see footnote 2 on page 3.

**INCLUDING ALL NONINSURANCE CHARGES AND CONTRACT FEES**

The performance results shown below reflect deductions for management fees and other expenses of the portfolios/funds (including Rule 12b-1 distribution fees where applicable), the Flexible Premium variable universal life insurance mortality and expense risk charge of 0.90 percent annually. Insurance-related charges, including surrender charges, cost of insurance and the monthly expense charge, are not deducted in this example. Results would be significantly lower if these expenses were included.

**AVERAGE ANNUAL TOTAL RETURNS (PERCENTAGES) OF THE SEPARATE ACCOUNT INVESTMENT OPTION AS OF OCTOBER 31, 2008**

Fund or Portfolio	Investment Option Inception Date <sup>1</sup>	1 Year	Annualized		
			3 Year	5 Year	Since Inception <sup>1</sup>
AIM V.I. Capital Appreciation Fund - Series I	12/31/01	-43.11	-9.59	-3.47	-3.68
AIM V.I. International Growth Fund - Series I	12/31/01	-44.83	-2.22	5.69	4.08
AllianceBernstein Global Technology Portfolio - Class A	12/31/01	-46.74	-8.10	-4.24	-6.11
AllianceBernstein Growth and Income Portfolio - Class A	12/31/01	-43.04	-9.68	-2.66	-2.74
AllianceBernstein Growth Portfolio - Class A	12/31/01	-41.75	-10.75	-2.87	-3.09
<sup>2</sup> AllianceBernstein Intermediate Bond Portfolio - Class A	12/31/01	-10.56	-1.42	-0.04	1.18
AllianceBernstein Large Cap Growth Portfolio - Class A	12/31/01	-38.38	-9.09	-2.24	-4.43
AllianceBernstein Small Cap Growth Portfolio - Class A	12/31/01	-44.43	-7.76	-1.46	-1.93
Dreyfus Stock Index Fund, Inc. - Initial shares	12/31/01	-36.82	-6.28	-0.87	-1.78
Fidelity VIP Asset Manager <sup>SM</sup> Portfolio - Initial Class	12/31/01	-28.94	-3.17	-0.25	0.05
Fidelity VIP Contrafund <sup>®</sup> Portfolio - Initial Class	12/31/01	-41.78	-6.23	1.62	2.53
Fidelity VIP Growth Portfolio - Initial Class	12/31/01	-44.27	-6.59	-2.81	-3.88
Fidelity VIP High Income Portfolio - Initial Class	12/31/01	-23.19	-3.96	-0.06	3.28
Fidelity VIP Investment Grade Bond Portfolio - Initial Class	12/31/01	-5.79	0.20	1.10	2.55
<sup>3</sup> Fidelity VIP Money Market Portfolio - Initial Class	12/31/01	2.53	3.51	2.48	1.94
Van Eck Worldwide Emerging Markets Fund - Initial Class	12/31/01	-65.27	-7.35	4.48	7.80
Van Eck Worldwide Hard Assets Fund - Initial Class	12/31/01	-42.07	5.03	16.47	15.22

<sup>1</sup> The "investment option inception date" and the "since inception" data found in this chart are based on unit values recorded after the date the fund or portfolio was included in the separate account. For all periods shown, (1) the policy may not have been available for sale, or (2) the fund or portfolio may not have been an available investment option under the policy.

<sup>2</sup> Please see footnote 2 on page 3.

<sup>3</sup> The current 7-day yield more closely reflects the current earnings of the money market fund than does the total average annual return. Yields are historical and do not guarantee future performance. Yields do not reflect deduction of any charges.  
The Current Yield as of 10/31/2008: 2.26%

2 Effective April 28, 2008, AllianceBernstein Global Bond Portfolio - Class A was acquired by AllianceBernstein U.S. Government/High Grade Securities Portfolio - Class A, which subsequently changed its name to AllianceBernstein Intermediate Bond Portfolio. On this date, the AllianceBernstein Intermediate Bond Portfolio became available as an investment option under the Policy.

Fund returns may have been achieved during favorable market conditions. There can be no assurance that the fund will continue to achieve a substantially similar performance as it previously experienced.

Higher potential return generally involves greater risk, and short-term volatility is not uncommon when investing in emerging markets. Risks for emerging markets include, for instance, risks relating to the relatively smaller size and lesser liquidity of these markets, high inflation rates and adverse political developments.

Higher potential return generally involves greater risk, and short-term volatility is not uncommon when investing in small and mid-sized companies. Risks for smaller companies include, for instance, business risks, significant stock price fluctuations and illiquidity.

Higher potential return generally involves greater risk, and short-term volatility is not uncommon when investing in a sector fund.

Investing in higher-yielding, lower-rated bonds has a greater risk of price fluctuation and loss of principal and income than U.S. government securities, such as U.S. Treasury bonds and bills. Treasuries are guaranteed by the government for repayment of principal and interest if held to maturity. Investors should carefully assess the risk associated with an investment in the fund.

Government securities offer a high degree of safety and are guaranteed as to the timely payment of principal and interest if held to maturity. Fund shares are not insured, and their value and yield will vary with market conditions.

Returns may be higher or lower than the performance stated due to recent stock market volatility.

**Past performance is no guarantee of future results. An investor's units may be worth more or less than the original amount invested when redeemed. An investment in the Fidelity VIP Money Market Portfolio - Initial Class is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. Although the Fund seeks to preserve the value of your investment at \$1 per share, it is possible to lose money by investing in the Fund. International fund unit values and returns will fluctuate with market conditions, currencies and economic and political climates where investments are made.**

**FOR THIS AND OTHER INFORMATION ABOUT AIG LIFE INSURANCE COMPANY'S FLEXIBLE PREMIUM AND FOR COPIES OF THE POLICY AND UNDERLYING FUND PROSPECTUSES, PLEASE CONTACT YOUR REPRESENTATIVE. BEFORE INVESTING OR SENDING MONEY, PLEASE READ BOTH THE POLICY AND UNDERLYING FUND PROSPECTUSES CAREFULLY, CONSIDERING THE FUNDS' INVESTMENT OBJECTIVES, RISKS, CHARGES AND EXPENSES, CAREFULLY BEFORE INVESTING (AS THESE FACTORS WILL AFFECT FUTURE RETURNS).**



**AIG LIFE INSURANCE COMPANY**

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Flexible Premium variable universal life insurance is distributed by American General Equity Services Corporation, member FINRA and a subsidiary of American International Group, Inc.

**Flexible Premium Variable Universal Life Insurance**

Policy Form Numbers 1VUL1294, 11GVUL0597

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