



AIG United Guaranty Product Update Announcement

June 27, 2007

To better serve the needs of lenders and mortgage professionals, AIG United Guaranty is pleased to announce the following product changes. As the catalyst of change within the Canadian mortgage insurance market, these new enhancements will further assist Canadians realize their dreams of homeownership - yet another example of the AIG United Guaranty advantage!

These product enhancements include:

Flex 97sm

- Improved GDS requirements – No GDS.

Equity Assistsm

- Eligible to 95% LTV on purchase transactions for 575+ credit scores.
- Gifted down payments from immediate family members are acceptable for borrowers with a minimum of 5% of the down payment from borrowers own resources.
- 3 & 4 units are now eligible to a 90% LTV.

Low Doc Advantagesm

- Asset verification is required only on the down payment.
- 3 & 4 units are now eligible to a 90% LTV.
- Progress draws are now eligible on this product for 1 & 2 units.

The new product changes will be effective June 27, 2007.

AIG United Guaranty product enhancement announcements, including all product sheets, can be found on our website at www.aigug.ca. For product related inquiries, please contact your local account executive or call our national underwriting center at 1.877.AIGUG CA (244.8422).

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