

September 23, 2008.

To: All Unity Life Producers

From: Tony Poole – President & CEO

Subject: Financial Markets Impact - Unity Life and Foresters

Recent developments in the financial services sector of the U.S. economy have no doubt raised many questions about whether these financial issues may affect Unity Life, or our parent company, Foresters™.

While financial markets everywhere are likely affected, I want to assure you that Unity Life's exposure to recent market events is minimal and we expect them to have no material impact on our business. With a conservative investment portfolio, and no exposure to Lehman or AIG, Unity Life remains strong and well positioned to withstand these adverse business and market conditions.

Likewise, Foresters is in a strong financial position and did not directly hold any investments related to the sub-prime mortgage market. We have a surplus position and can meet all of our financial obligations. Foresters conservative investment policies and strong surplus allow it to with stand adverse business and market conditions.

According to media reports, problems facing AIG are centered in a non-life insurance segment that offers financial protection against asset deterioration (credit default swaps). Foresters does not hold the type of investment that undermined AIG.

Foresters does hold some fixed income investments in Lehman Brothers, AIG and Washington Mutual. While those investments have declined in market value, this decline represents (as of today's date) less than 1.0% of Foresters total invested assets of \$5.6 billion.

Foresters is responsible for its own solvency and is in a surplus position. Our Canadian regulator solvency ratio Minimum Continuing Capital and Surplus Ratio (MCCSR) is very healthy at 346%, (Canadian average is 225%) and we are completely solvent.

I trust this note addresses your questions about any possible impact the current environment has on the financial security of Unity Life and Foresters. If you have any further questions you can find additional information at www.unitylife.ca and www.foresters.com/about/strength.asp

Sincerely,



Tony Poole
President & CEO -- Unity Life of Canada
President – Foresters Canada