



Consolidated¹ Statutory Financial Highlights Nine Months Ended September 30, 2009

November 16, 2009, Springfield, Mass. – For the nine months ended September 30, 2009, net gain from operations before dividends and taxes was \$1,235 million compared with \$1,841 million during the same period in 2008. Revenue for the period was \$13,616 million compared to \$14,289 million during the same period in 2008. Benefits and expenses were \$12,381 million compared to \$12,448 million during the same period in 2008. Total net loss including net realized capital losses, was \$(545) million compared with net income of \$43 million during the same period in 2008. The Company's surplus increased to \$8,508 million at September 30, 2009 compared with \$8,463 million at year-end 2008.

“Through the first three quarters of 2009, MassMutual's operating businesses continued to produce strong results despite a challenging business environment. Weighted Whole Life sales increased 9% through September compared to the same period in 2008, and our career agency force has grown to 5,000 agents. Additionally, assets under management of \$405 billion at September 30, 2009 increased 11% from year-end 2008 and provide a solid foundation for the Company's financial performance going forward.” said Michael Rollings, Executive Vice President and Chief Financial Officer, Massachusetts Mutual Life Insurance Company (MassMutual). “The Company's financial position continues to be extremely strong as operating profitability, surplus and capital levels all remain very robust despite the weaker business and investment environment.”

Financial Highlights for the first nine months of 2009 (compared to same period in 2008 unless otherwise noted):

- Assets under management by MassMutual and its subsidiaries² increased to \$405 billion at September 30, 2009 compared to \$363 billion as of year-end 2008, due largely to improvements in the equity and credit markets.
- Surplus totaled \$8,508 million at September 30, 2009, and continues to provide a very strong buffer against the impact of continued market volatility. In addition, regulatory capital increased to \$9,787 million at September 30, 2009 from \$9,548 million at December 31, 2008.
- As of September 30, 2009, total invested assets for the Company were \$85,937 million compared to \$86,218 million as of December 31, 2008 reflecting lower levels of derivative counterparty collateral as a result of changes in interest rates.

¹ These consolidated statutory results of Massachusetts Mutual Life Insurance Company include its U.S.-domiciled wholly owned subsidiaries: C.M. Life Insurance Company and MML Bay State Life Insurance Company (collectively, the “Company”).

² Assets Under Management include assets and certain external investment funds managed by MassMutual subsidiaries, including OppenheimerFunds Inc., Babson Capital Management LLC, Baring Asset Management Limited, and Cornerstone Real Estate Advisers LLC.

- Revenue was \$13,616 million compared to \$14,289 million in the prior year period due to lower net investment income earned.
- Statutory premium at September 30, 2009 was \$9,864 million compared to \$9,926 million in the prior year period as higher annuity premium was offset by lower premium from Retirement Services.
- Net investment income was \$3,250 million compared to \$4,008 million in the prior year period.
- Benefits and expenses were \$12,381 million compared to \$12,448 million in the prior period. Improving equity markets favorably impacted required reserves for products with equity-related components.
- Dividends to policyholders were \$973 million compared to \$1,003 million in the prior period. The reduction is reflective of the Company's 2009 dividend schedule.
- Consolidated statutory net gain from operations before dividends and taxes was \$1,235 million as compared to \$1,841 million in the prior year.
- The Company recorded a net realized capital loss of \$834 million compared to a \$922 million capital loss during the prior year period. The reduced losses were largely the result of decreased asset impairments in 2009.

Investment Highlights (as of September 30, 2009):

- The Company had invested assets of \$85,937 million, diversely held across multiple asset classes, industries and geographic regions.
 - Long-term Bonds comprised 59% of the portfolio
 - Mortgage Loans³ comprised 14%
 - Policy Loans comprised 10%
 - Partnerships & LLCs comprised 6%
 - Common Stock comprised 3%
 - Short-term Investments & Cash comprised 2%
 - Real Estate comprised 1%
 - Other Investments comprised 5%
- Of the Long-term Bonds, approximately 88% were investment grade.
- Approximately 27% of the Company's bond portfolio was held in U.S. government securities.
- The Company had \$1.2 billion in subprime and \$2.7 billion in Alt-A residential mortgage-backed

³ Mortgage loans are comprised of commercial mortgage loans and residential mortgage loan pools. Residential mortgage loan pools are pools of homogeneous residential mortgage loans substantially backed by Federal Housing Administration and Veterans Administration guarantees.

securities as part of its diversified bond portfolio, representing 4.6% of invested assets.

About MassMutual Financial Group

Founded in 1851, MassMutual is a leading mutual [life insurance company](#) that is run for the benefit of its members and participating policyholders. The company has a long history of [financial strength](#) and strong performance, and although dividends are not guaranteed, MassMutual has paid dividends to eligible participating policyholders every year since the 1860s. With [whole life insurance](#) as its foundation, MassMutual provides products to help meet the financial needs of clients, such as [life insurance](#), [disability income insurance](#), [long term care insurance](#), [retirement/401\(k\) plan services](#), and [annuities](#). In addition, the company's strong and growing network of financial professionals helps clients make good financial decisions for the long-term.

MassMutual Financial Group is a marketing name for Massachusetts Mutual Life Insurance Company (MassMutual) and its affiliated companies and sales representatives. MassMutual is headquartered in Springfield, Massachusetts and its major affiliates include: Babson Capital Management LLC; Baring Asset Management Limited; Cornerstone Real Estate Advisers LLC; The First Mercantile Trust Company; MassMutual International LLC; MML Investors Services, Inc., member [FINRA](#) and [SIPC](#); OppenheimerFunds, Inc.; and The MassMutual Trust Company, FSB.

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