
UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 8-K CURRENT REPORT

Pursuant to Section 13 or 15(d) of
the Securities Exchange Act of 1934

Date of report (Date of earliest event reported): **February 2, 2011**

SYMETRA FINANCIAL CORPORATION

(Exact name of registrant as specified in its charter)

Delaware

(State or other jurisdiction
of incorporation)

001-33808

(Commission File Number)

20-0978027

(IRS Employer
Identification Number)

**777 108th Avenue NE, Suite 1200
Bellevue, Washington**

(Address of principal executive offices)

98004

(zip code)

Registrant's telephone number, including area code: **(425) 256-8000**

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- ☐ Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
 - ☐ Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
 - ☐ Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
 - ☐ Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
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Item 2.02. Results of Operations and Financial Condition.

On February 2, 2011, Symetra Financial Corporation, a Delaware corporation, issued (i) a press release announcing its financial results for the fiscal quarter and full year ended December 31, 2010, a copy of which is attached hereto as Exhibit 99.1, and (ii) a Quarterly Financial Supplement for the fiscal quarter and year ended December 31, 2010, a copy of which is attached hereto as Exhibit 99.2 and is incorporated herein by reference. The information in this report, including Exhibits 99.1 and 99.2, have been “furnished” and shall not be deemed “filed” for purposes of Section 18 of the Securities Exchange Act of 1934, as amended, or otherwise subject to liability under that section. The information in this report shall not be incorporated by reference into any filing or other document pursuant to the Securities Act of 1933, as amended, except as shall be expressly set forth by specific reference in such filing or document.

Item 9.01. Financial Statements and Exhibits.

(d) Exhibits

- 99.1 Press Release of Symetra Financial Corporation, dated February 2, 2011, announcing fourth quarter and full year 2010 results.
 - 99.2 Quarterly Financial Supplement for the quarter and year ended December 31, 2010.
-

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

SYMETRA FINANCIAL CORPORATION

By: /s/ GEORGE C. PAGOS

Name: George C. Pagos

Title: Senior Vice President,
General Counsel and Secretary

Date: February 2, 2011

EXHIBIT INDEX

Exhibit Number	Description of Exhibit
99.1	Press Release of Symetra Financial Corporation, dated February 2, 2011, announcing fourth quarter and full year 2010 results.
99.2	Quarterly Financial Supplement for the quarter and year ended December 31, 2010.



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SYMETRA FINANCIAL REPORTS FOURTH QUARTER AND FULL-YEAR RESULTS FOR 2010

BELLEVUE, Wash.—(Feb. 2, 2011)—Symetra Financial Corp. (NYSE: SYA) today reported fourth quarter 2010 net income of \$62.2 million, or \$0.45 per diluted share. This compares with \$32.1 million, or \$0.29 per diluted share, in fourth quarter 2009. For full-year 2010, Symetra produced net income of \$200.9 million, or \$1.48 per diluted share, compared with \$128.3 million, or \$1.15 per diluted share, in 2009.

Adjusted operating income¹ was \$48.0 million, or \$0.35 per diluted share, in fourth quarter 2010, compared with \$32.7 million, or \$0.29 per diluted share, in the same period a year ago. For full-year 2010, Symetra generated adjusted operating income of \$175.2 million, or \$1.29 per diluted share, compared with \$147.9 million, or \$1.32 per diluted share, in 2009.

Summary Financial Results (In millions, except per share data)	Three Months Ended December 31		Twelve Months Ended December 31	
	2010	2009	2010	2009
Net Income	\$ 62.2	\$ 32.1	\$ 200.9	\$ 128.3
Per Diluted Share of Common Stock	\$ 0.45	\$ 0.29	\$ 1.48	\$ 1.15
Adjusted Operating Income	\$ 48.0	\$ 32.7	\$ 175.2	\$ 147.9
Per Diluted Share of Common Stock	\$ 0.35	\$ 0.29	\$ 1.29	\$ 1.32
Return on Equity			9.3%	15.4%
Operating Return on Average Equity			9.8%	10.5%

Symetra posted a 9.3% return on equity (ROE) for 2010, compared with 15.4% in 2009. Operating return on average equity (ROAE)¹ for 2010 was 9.8%, compared with 10.5% in 2009.

"We turned in a solid fourth quarter, with higher operating income across all four business segments compared with the same period a year ago," said Tom Marra, Symetra president and chief executive officer. "The pricing actions we took in our stop-loss business in late 2009 and early 2010 contributed to an excellent loss ratio, and sales of bank-owned life insurance (BOLI)

and fixed annuities were strong during the quarter. Our results also benefited from our commercial mortgage investment strategy.”

Fourth Quarter Summary

- Group loss ratio improved to 60.5%, reflecting stop-loss pricing actions initiated in late 2009.
- Deferred Annuities reached a total account value milestone of \$10.0 billion; higher fixed account values drove earnings growth.
- Income Annuities interest margin improved due to continued strength in spreads on commercial mortgage loan originations and increased income from mortgage-backed securities.
- Life earnings were fueled by growing BOLI account value and higher return on assets.
- Net realized investment gains were \$23.0 million versus net losses of \$0.3 million a year ago.

“With positive momentum going into 2011 and an energized executive team in place, we are focused on ways to grow and diversify our company,” Marra said. “In the coming year, we plan to invest in new retirement and life insurance products, expand our group life insurance operation, and enlist additional top-tier distribution partners to deliver a more robust product portfolio to consumers. We are excited about Symetra’s potential and our strategies to accelerate the company’s success.”

BUSINESS SEGMENT RESULTS

Segment Pretax Adjusted Operating Income (Loss) (In millions)	Three Months Ended December 31		Twelve Months Ended December 31	
	2010	2009	2010	2009
Group	\$ 21.0	\$ 10.7	\$ 71.6	\$ 55.4
Deferred Annuities (formerly called ‘Retirement Services’)	20.9	17.3	81.3	58.6
Income Annuities	10.9	9.4	33.2	42.4
Life (formerly called ‘Individual’)	17.3	14.7	74.9	66.3
Other	(2.0)	(5.7)	(11.4)	(11.5)
Subtotal	\$ 68.1	\$ 46.4	\$ 249.6	\$ 211.2
Less: Income Taxes*	20.1	13.7	74.4	63.3
Adjusted Operating Income	<u>\$ 48.0</u>	<u>\$ 32.7</u>	<u>\$ 175.2</u>	<u>\$ 147.9</u>
* Represents the total provision for income taxes adjusted for the tax effect on net realized investment gains (losses) and on net realized and unrealized investment gains (losses) on fixed indexed annuity (FIA) options at the U.S. federal income tax rate of 35%.				

Group Division

The **Group segment**, which consists primarily of medical stop-loss insurance, reported fourth quarter 2010 pretax adjusted operating income of \$21.0 million, compared with \$10.7 million in fourth quarter 2009. For full-year 2010, pretax adjusted operating income was \$71.6 million,

compared with \$55.4 million in 2009. The significant increase in Group's profitability in the fourth quarter and full year stemmed largely from improved medical stop-loss underwriting results. Symetra's limited benefit medical product also contributed to higher fourth quarter and full-year operating income.

Group's loss ratio was 60.5% for fourth quarter 2010, compared with 69.9% in the prior-year period. The full-year 2010 loss ratio was 64.9%, compared with 68.3% in 2009. Medical stop-loss pricing increases and fewer claims drove the loss ratio improvement for the quarter and full year.

Group sales in fourth quarter 2010 were \$15.1 million, compared with \$13.4 million in 2009. For the full year, Group produced \$95.5 million in sales, up from \$91.3 million in 2009. Sales of Symetra's limited benefit medical product grew in 2010 as a result of increased focus on business generated through employee benefits brokers.

Retirement Division

The **Deferred Annuities segment** (formerly called "Retirement Services"), which includes fixed and variable deferred annuities, produced \$20.9 million in pretax adjusted operating income in fourth quarter 2010, compared with \$17.3 million in the prior-year period. For full-year 2010, pretax adjusted operating income totaled \$81.3 million, compared with \$58.6 million in 2009. Operating income improved in the fourth quarter and the full year with significantly increased fixed account values from strong sales. Operating income for 2010 also benefited from a higher interest spread than 2009 levels. Total account values reached a milestone of \$10.0 billion at year-end, up 19% from \$8.4 billion at the end of 2009.

Sales of deferred annuities were \$522.9 million in fourth quarter 2010, double the \$261.9 million reported in the same quarter of 2009. Driving this improvement were increased sales of fixed annuities through key bank partners. Full-year 2010 sales were \$1.8 billion, compared with \$2.2 billion for 2009. While the low interest rate environment slowed fixed annuity sales, the company diversified its points of distribution over the course of 2010, particularly among financial institutions.

The **Income Annuities segment**, which includes single premium immediate annuities (SPIAs) and structured settlements, had pretax adjusted operating income of \$10.9 million in fourth quarter 2010, compared with \$9.4 million in fourth quarter 2009. For full-year 2010, Income Annuities had \$33.2 million in pretax adjusted operating income, down from \$42.4 million in 2009. Interest spreads for fourth quarter and full-year 2010 improved on increased originations of commercial mortgage loans with attractive yields relative to other types of investments. Mortgage-backed securities produced higher investment income in fourth quarter 2010 due to favorable changes in estimated prepayment speeds. Partially offsetting the impact of the increased interest spreads were mortality losses of \$0.6 million in fourth quarter 2010, compared with mortality gains of \$1.3 million in fourth quarter 2009. For full-year 2010, mortality losses were \$2.6 million, compared with mortality gains of \$5.1 million in 2009.

Income Annuities sales were \$67.9 million in fourth quarter 2010, and \$260.0 million for the full year. This compares with sales of \$83.8 million in fourth quarter 2009, and sales of \$251.8 million for full-year 2009. Sales of structured settlements grew over 2009 levels due to the focused effort of a dedicated sales team formed in early 2010. Immediate annuity sales, however, were affected by sustained low interest rates.

Life Division

The **Life segment** (formerly called "Individual"), which includes term and universal life insurance, and bank-owned life insurance (BOLI), reported pretax adjusted operating income of \$17.3 million for fourth quarter 2010, compared with \$14.7 million in the prior-year period. The increase in fourth quarter operating income stemmed primarily from an increase in BOLI return on assets (ROA). Lower claims on non-BOLI policies also contributed to the positive result. For the full year, the Life segment produced \$74.9 million in pretax adjusted operating income, up from \$66.3 million in 2009. Full-year results for 2010 were positively impacted by a \$7.4 million increase to adjusted operating income in the first quarter with the company's decision to reduce the credited interest rate on one of its universal life products to the guaranteed minimum. This action resulted in the release of interest reserves and decreased amortization of deferred acquisition costs. In addition, non-BOLI life claims experience in 2010 was favorable compared with 2009.

Life sales (excluding BOLI) were \$2.4 million in fourth quarter 2010, down from sales of \$2.7 million in the same quarter a year ago. Single premium life (SPL) sales, however, were higher compared with fourth quarter 2009 and increased 25.7% over third quarter 2010. For the full year, Life sales (excluding BOLI) were \$10.2 million in 2010, compared with sales of \$10.5 million in 2009. BOLI sales were \$35.9 million in fourth quarter 2010, including one \$35.0 million sale, compared with no sales in fourth quarter 2009. BOLI sales of \$46.1 million for full-year 2010 were substantially higher than BOLI sales of \$2.5 million in 2009.

Other

The **Other segment**, which includes unallocated corporate income and expenses, interest expense on debt and other income outside of Symetra's four business segments, had a pretax adjusted operating loss of \$2.0 million in fourth quarter 2010, compared with a pretax adjusted operating loss of \$5.7 million in the prior-year period. The improvement in fourth quarter results was due largely to an increase in investment income on a higher asset balance and better returns on investments in limited partnerships (primarily private equity and hedge funds). For the full year, the Other segment recorded a pretax adjusted operating loss of \$11.4 million, compared with a \$11.5 million loss in 2009. Higher investment income in 2010 was offset by \$3.4 million in expenses related to management and organizational changes, \$1.8 million of which occurred in the fourth quarter.

Investment Portfolio

Net realized investment gains were \$23.0 million in fourth quarter 2010, compared with net losses of \$0.3 million in fourth quarter 2009. For the full year, net realized investment gains were \$39.8 million, rebounding from net losses of \$29.3 million in 2009. Impairment losses totaled \$6.2 million in fourth quarter 2010, compared with losses of \$12.8 million in the same quarter of 2009. As a result of the improved economic climate, impairment losses for 2010 fell to \$20.9 million, compared with \$86.5 million in 2009.

Symetra's equity portfolio posted net investment gains of \$18.5 million in fourth quarter 2010, compared with net gains of \$10.5 million in fourth quarter 2009. For full-year 2010, the equity portfolio produced net gains of \$32.6 million, compared with net gains of \$36.4 million in 2009. The company's equity portfolio generated returns of 21.6% in 2010, outpacing S&P 500 Total Return Index returns of 15.1%.

Stockholders' Equity

Total stockholders' equity, or book value, as of Dec. 31, 2010 decreased to \$2,380.6 million, or \$17.35 per share, compared with \$2,711.3 million, or \$19.77 per share, as of Sept. 30, 2010.

The decrease in book value was driven by lower valuation of the bond portfolio as interest rates rose during the fourth quarter.

Adjusted book value per share, as converted,¹ was \$15.79 per share as of Dec. 31, 2010, up from \$15.38 per share as of Sept. 30, 2010.

Symetra ended 2010 with an estimated risk-based capital (RBC) ratio of 480% and statutory capital and surplus, including asset valuation reserve (AVR), of \$1,937.4 million.

2011 Outlook

Symetra's 2011 guidance will be shared at the company's Investor Day meeting on Feb. 7, 2011. More information about the Investor Day webcast and presentation can be found at <http://investors.symetra.com>.

Additional Financial Information

This press release and the fourth quarter and full-year 2010 financial supplement are posted on the company's website at <http://investors.symetra.com>. Investors are encouraged to review all of these materials.

Management to Review Results on Conference Call and Webcast

Symetra's senior management team will discuss the company's fourth quarter and full-year 2010 performance with investors and analysts on Thursday, Feb. 3, 2011 at 11 a.m., Eastern Time (8 a.m., Pacific Time). To listen by phone, dial 1-866-700-7173. For international callers, dial 617-213-8838. The access code is 63354629. The conference call will be broadcast live on the Internet at <http://investors.symetra.com> and archived later in the day for replay. Those who wish to listen to the call by phone or via the Internet should dial in or go to Symetra's website at least 15 minutes before the call to register and/or test the compatibility of their computer.

A replay of the call can be accessed by phone at approximately 2 p.m., Eastern Time (11 a.m., Pacific Time) on Feb. 3, 2011 by dialing 1-888-286-8010. For international callers, dial 617-801-6888. The access code is 66161197. The replay will be available by phone until Feb. 10, 2011.

Use of Non-GAAP Measures

¹ Symetra uses both U.S. generally accepted accounting principles (GAAP) and non-GAAP financial measures to track the performance of its operations and financial condition. Definitions of each non-GAAP measure are provided below, and reconciliations to the most directly comparable GAAP measures are included in the tables at the end of this press release. These measures are not substitutes for GAAP financial measures. For more information about these non-GAAP measures, please see the company's 2009 Annual Report on Form 10-K.

This press release may include non-GAAP financial measures entitled "adjusted operating income," "adjusted operating income per diluted share," "adjusted book value," "adjusted book value, as converted," "adjusted book value per share, as converted" and "operating return on average equity." The company defines adjusted operating income as net income, excluding after-tax net investment gains (losses) and including after-tax net investment gains (losses) on fixed indexed annuity (FIA) options. Adjusted operating income per diluted share is defined as adjusted operating income divided by diluted common shares outstanding. Adjusted book value is defined as stockholders' equity, less accumulated other comprehensive income (loss), or AOCI. Adjusted book value, as converted, is defined as stockholders' equity, less AOCI plus the assumed proceeds from exercising the outstanding warrants. Adjusted book value per share, as converted, is calculated as adjusted book value, as converted, divided by the sum of

outstanding common shares and shares subject to outstanding warrants. Operating return on average equity consists of adjusted operating income for the most recent four quarters, divided by average ending adjusted book value for the most recent five quarters.

Definition of Selected Operating Performance Measures

The company reports selected operating performance measures, which are commonly used in the insurance industry. These measures are described here:

Loss ratio — Represents policyholder benefits and claims incurred divided by premiums earned.

Sales — For the Group segment, sales represent annualized first-year premiums for new policies. For the Deferred Annuities and Income Annuities segments, sales represent deposits for new policies. For the Life segment, sales represent annualized first-year premiums for recurring premium products, and 10% of new deposits for BOLI and other single-premium products.

About Symetra Financial

Symetra Financial Corporation (NYSE: SYA) is a diversified financial services company based in Bellevue, Wash. In business since 1957, Symetra provides employee benefits, annuities and life insurance through a national network of benefit consultants, financial institutions, and independent agents and advisors. For more information, visit www.symetra.com.

Safe Harbor Statement under the Private Securities Litigation Reform Act of 1995

This press release may contain “forward-looking statements” within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. All statements, other than statements of current or historical facts included or referenced in this release that address activities, events or developments that we expect or anticipate will or may occur in the future, are forward-looking statements. The words “will,” “believe,” “intend,” “plan,” “expect,” “anticipate,” “project,” “estimate,” “predict,” “potential” and similar expressions also are intended to identify forward-looking statements. These forward-looking statements include, among others, statements with respect to Symetra’s:

- estimates or projections of revenues, net income (loss), net income (loss) per share, adjusted operating income (loss), adjusted operating income (loss) per share, market share or other financial forecasts;
- trends in operations, financial performance and financial condition;
- financial and operating targets or plans; and
- business and growth strategy, including prospective products, services and distribution partners.

These statements are based on certain assumptions and analyses made by Symetra in light of its experience and perception of historical trends, current conditions and expected future developments, as well as other factors believed to be appropriate under the circumstances. Whether actual results and developments will conform to Symetra’s expectations and predictions is subject to a number of risks, uncertainties and contingencies that could cause actual results to differ materially from expectations, including, among others:

- general economic, market or business conditions, including further economic downturns or other adverse conditions in the global and domestic capital and credit markets;
- the availability of capital and financing;
- potential investment losses;

- the effects of fluctuations in interest rates and a prolonged low interest rate environment;
- recorded reserves for future policy benefits and claims subsequently proving to be inadequate or inaccurate;
- deviations from assumptions used in setting prices for insurance and annuity products;
- market pricing and competitive trends related to insurance products and services;
- changes in amortization of deferred policy acquisition costs;
- financial strength or credit ratings downgrades;
- the continued availability and cost of reinsurance coverage;
- changes in laws or regulations, or their interpretation, including those that could increase Symetra's business costs and required capital levels;
- the ability of subsidiaries to pay dividends to Symetra;
- the ability of the new executive leadership team to successfully implement business strategies;
- the effects of implementation of the Patient Protection and Affordable Care Act;
- the effects of implementation of the Dodd-Frank Wall Street Reform and Consumer Protection Act; and
- the risks that are described from time to time in Symetra's filings with the U.S. Securities and Exchange Commission, including those in Symetra's 2009 Annual Report on Form 10-K and 2010 quarterly reports on Form 10-Q.

Consequently, all of the forward-looking statements made in this press release are qualified by these cautionary statements, and there can be no assurance that the actual results or developments anticipated by Symetra will be realized or, even if substantially realized, that they will have the expected consequences to, or effects on, Symetra or its business or operations. Symetra assumes no obligation to update publicly any such forward-looking statements, whether as a result of new information, future events or otherwise.

Symetra Financial Corporation
Consolidated Income Statement Data
(in millions, except per share data)
(unaudited)

	Three Months Ended December 31		Twelve Months Ended December 31	
	2010	2009	2010	2009
Revenues				
Premiums	\$ 118.3	\$ 117.2	\$ 473.0	\$ 470.1
Net investment income	311.0	284.2	1,199.4	1,113.6
Policy fees, contract charges and other	43.1	39.4	166.3	159.9
Net realized investment gains (losses):				
Total other-than-temporary impairment losses on securities	(23.1)	(23.3)	(53.3)	(191.2)
Less: portion of losses recognized in other comprehensive income	16.9	10.5	32.4	104.7
Net impairment losses recognized in earnings	(6.2)	(12.8)	(20.9)	(86.5)
Other net realized investment gains	29.2	12.5	60.7	57.2
Total net realized investment gains (losses)	23.0	(0.3)	39.8	(29.3)
Total revenues	495.4	440.5	1,878.5	1,714.3
Benefits and expenses				
Policyholder benefits and claims	80.2	88.4	335.1	350.5
Interest credited	231.7	217.6	899.5	846.8
Other underwriting and operating expenses	69.8	66.0	256.7	252.7
Interest expense	8.0	8.0	31.9	31.8
Amortization of deferred policy acquisition costs	15.8	15.0	66.2	51.4
Total benefits and expenses	405.5	395.0	1,589.4	1,533.2
Income from operations before income taxes	89.9	45.5	289.1	181.1
Provision (benefit) for income taxes				
Current	11.6	10.9	57.7	6.7
Deferred	16.1	2.5	30.5	46.1
Total provision for income taxes	27.7	13.4	88.2	52.8
Net income	\$ 62.2	\$ 32.1	\$ 200.9	\$ 128.3
Net income per common share				
Basic	\$ 0.45	\$ 0.29	\$ 1.48	\$ 1.15
Diluted	\$ 0.45	\$ 0.29	\$ 1.48	\$ 1.15
Weighted-average number of common shares outstanding				
Basic	137.174	111.622	135.609	111.622
Diluted	137.179	111.634	135.618	111.626
Cash dividends declared per common share	\$ 0.05	\$ —	\$ 0.15	\$ —
Non-GAAP financial measures				
Adjusted operating income	\$ 48.0	\$ 32.7	\$ 175.2	\$ 147.9
Reconciliation to net income				
Net income	\$ 62.2	\$ 32.1	\$ 200.9	\$ 128.3
Less: Net realized investment gains (losses) (net of taxes)*	15.0	(0.2)	25.9	(19.1)
Add: Net investment gains on FIA options (net of taxes)**	0.8	0.4	0.2	0.5
Adjusted operating income	\$ 48.0	\$ 32.7	\$ 175.2	\$ 147.9

* Net realized investment gains (losses) are reported net of taxes of \$8.0, \$(0.1), \$13.9 and \$(10.2) for the three and twelve months ended December 31, 2010 and 2009, respectively.

** Net investment gains on FIA options are reported net of taxes of \$0.4, \$0.2, \$0.1 and \$0.3 for the three and twelve months ended December 31, 2010 and 2009, respectively.

Symetra Financial Corporation
Consolidated Balance Sheet Data
(in millions, except per share data)
(unaudited)

	December 31 2010	December 31 2009
Assets		
Total investments	\$ 23,500.2	\$ 20,181.0
Other assets	1,255.0	1,414.3
Separate account assets	881.7	840.1
Total assets	\$ 25,636.9	\$ 22,435.4
Liabilities and stockholders' equity		
Policyholder liabilities	\$ 21,591.5	\$ 19,463.1
Notes payable	449.0	448.9
Other liabilities	334.1	250.0
Separate account liabilities	881.7	840.1
Total liabilities	23,256.3	21,002.1
Common stock and additional paid-in capital	1,451.4	1,166.6
Retained earnings	496.7	316.4
Accumulated other comprehensive income (loss), net of taxes	432.5	(49.7)
Total stockholders' equity	2,380.6	1,433.3
Total liabilities and stockholders' equity	\$ 25,636.9	\$ 22,435.4
Book value per share*	\$ 17.35	\$ 12.83
Non-GAAP financial measures		
Adjusted book value	\$ 1,948.1	\$ 1,483.0
Reconciliation to stockholders' equity		
Total stockholders' equity	\$ 2,380.6	\$ 1,433.3
Less: AOCI	432.5	(49.7)
Adjusted book value	1,948.1	1,483.0
Add: Assumed proceeds from exercise of warrants	218.1	218.1
Adjusted book value, as converted	\$ 2,166.2	\$ 1,701.1
Adjusted book value per share, as converted**	\$ 15.79	\$ 15.23

* Book value per share is calculated based on stockholders' equity divided by outstanding common shares plus shares subject to outstanding warrants, totaling 137.191 and 111.705 as of December 31, 2010 and December 31, 2009, respectively.

** Adjusted book value per share, as converted, is calculated based on adjusted book value, as converted, divided by outstanding common shares plus shares subject to outstanding warrants, totaling 137.191 and 111.705 as of December 31, 2010 and December 31, 2009, respectively.

Symetra Financial Corporation
Reconciliation of Segment Pretax Adjusted Operating Income, and Operating ROAE
(in millions)
(unaudited)

	Three Months Ended December 31		Twelve Months Ended December 31	
	2010	2009	2010	2009
Segment pretax adjusted operating income (loss)				
Group	\$ 21.0	\$ 10.7	\$ 71.6	\$ 55.4
Deferred Annuities	20.9	17.3	81.3	58.6
Income Annuities	10.9	9.4	33.2	42.4
Life	17.3	14.7	74.9	66.3
Other	(2.0)	(5.7)	(11.4)	(11.5)
Subtotal	68.1	46.4	249.6	211.2
Add: Net realized investment gains (losses)	23.0	(0.3)	39.8	(29.3)
Less: Net investment gains on FIA options	1.2	0.6	0.3	0.8
Income from operations before income taxes	\$ 89.9	\$ 45.5	\$ 289.1	\$ 181.1
	Twelve Months Ended December 31			
	2010	2009		
ROE	9.3%	15.4%		
Average stockholders' equity*	\$ 2,167.9	\$ 832.4		
Non-GAAP financial measures				
Operating ROAE	9.8%	10.5%		
Average adjusted book value**	\$ 1,795.4	\$ 1,407.7		

* Average stockholders' equity is derived by averaging ending stockholders' equity for the most recent five quarters.

** Average adjusted book value is derived by averaging ending adjusted book value for the most recent five quarters.

February 02, 2011

FOURTH QUARTER 2010

Symetra Financial Corporation (SYA)

Financial Supplement

All financial information in this document is unaudited

Reach for great things.®

SYMETRA.
FINANCIAL

Symetra Financial Corporation
Financial Supplement
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Symetra Financial Corporation
4Q 2010 Financial Supplement
Financial Highlights
(In millions, except per share and metric or percentage data)

	For the Three Months Ended					For the Twelve Months Ended	
	Dec. 31, 2010	Sep. 30, 2010	Jun. 30, 2010	Mar. 31, 2010	Dec. 31, 2009	Dec. 31, 2010	Dec. 31, 2009
Net income	\$ 62.2	\$ 56.6	\$ 35.8	\$ 46.3	\$ 32.1	\$ 200.9	\$ 128.3
Net income per common share ¹							
Basic	\$ 0.45	\$ 0.41	\$ 0.26	\$ 0.35	\$ 0.29	\$ 1.48	\$ 1.15
Diluted	\$ 0.45	\$ 0.41	\$ 0.26	\$ 0.35	\$ 0.29	\$ 1.48	\$ 1.15
Weighted-average common shares outstanding:							
Basic	137.174	137.140	137.019	131.018	111.622	135.609	111.622
Diluted	137.179	137.145	137.038	131.038	111.634	135.618	111.626
Non-GAAP Financial Measures ²							
Adjusted operating income	\$ 48.0	\$ 43.8	\$ 41.5	\$ 41.9	\$ 32.7	\$ 175.2	\$ 147.9
Adjusted operating income per common share ¹ :							
Basic	\$ 0.35	\$ 0.32	\$ 0.30	\$ 0.32	\$ 0.29	\$ 1.29	\$ 1.32
Diluted	\$ 0.35	\$ 0.32	\$ 0.30	\$ 0.32	\$ 0.29	\$ 1.29	\$ 1.32

	As of				
	Dec. 31, 2010	Sep. 30, 2010	Jun. 30, 2010	Mar. 31, 2010	Dec. 31, 2009
Consolidated Balance Sheet Data					
Total investments	\$ 23,500.2	\$ 23,400.5	\$ 22,356.4	\$ 21,072.2	\$ 20,181.0
Total assets	25,636.9	25,302.3	24,349.2	23,361.6	22,435.4
Notes payable	449.0	449.0	449.0	448.9	448.9
Accumulated other comprehensive income (loss) (net of taxes) (AOCI)	432.5	819.4	501.1	159.5	(49.7)
Total stockholders' equity	2,380.6	2,711.3	2,342.8	1,971.7	1,433.3
U.S. Statutory Financial Information:					
Statutory capital and surplus	\$ 1,752.3	\$ 1,727.3	\$ 1,707.1	\$ 1,666.8	\$ 1,415.4
Asset valuation reserve (AVR)	185.1	159.8	133.8	135.6	120.5
Statutory book value	\$ 1,937.4	\$ 1,887.1	\$ 1,840.9	\$ 1,802.4	\$ 1,535.9
Basic common shares outstanding, end of period (page 15)	118.216	118.171	118.175	118.086	92.729
Book value per common share	\$ 17.35	\$ 19.77	\$ 17.08	\$ 14.39	\$ 12.83
Debt to capital ratio	15.9%	14.2%	16.1%	18.5%	23.8%
Non-GAAP Financial Measures ²					
Adjusted book value (stockholders' equity excluding AOCI)	\$ 1,948.1	\$ 1,891.9	\$ 1,841.7	\$ 1,812.2	\$ 1,483.0
Adjusted book value per common share ³ :					
Adjusted book value per common share ³	\$ 16.48	\$ 16.01	\$ 15.58	\$ 15.35	\$ 15.99
Adjusted book value per common share, as converted ⁴	\$ 15.79	\$ 15.38	\$ 15.02	\$ 14.81	\$ 15.23
Statutory book value per common share ⁵	\$ 16.39	\$ 15.97	\$ 15.58	\$ 15.26	\$ 16.56
Debt to capital ratio, excluding AOCI ⁶	18.7%	19.2%	19.6%	19.9%	23.2%

	For the Twelve Months Ended				
	Dec. 31, 2010	Sep. 30, 2010	Jun. 30, 2010	Mar. 31, 2010	Dec. 31, 2009
ROE	9.3%	8.6%	9.9%	14.5%	15.4%
Non-GAAP Financial Measure ²					
Operating ROAE ⁷	9.8%	9.4%	9.6%	10.5%	10.5%

¹ Basic net income and adjusted operating income per common share include all participating securities using the two-class method. Diluted net income and adjusted operating income per common share include the dilutive impact of non-participating securities, based on the application of the treasury stock method. Shares included in these calculations are weighted for the portion of the period they were outstanding. Antidilutive awards were excluded from the computation of diluted earnings per share. Quarterly earnings per share amounts may not add to the full year amounts.

² Management considers these non-GAAP measures to be a useful supplement to their most comparable GAAP measure in evaluating financial performance and condition. Non-GAAP measures including adjusted operating income and the corresponding basic and diluted per share amounts, adjusted book value and the corresponding per share amounts, statutory book value and the corresponding per share amounts, and operating ROAE have been reconciled to their most directly comparable GAAP measures on pages 2, 15, and 16, respectively.

³ Adjusted book value per common share is calculated based on adjusted book value, divided by outstanding common shares.

⁴ Adjusted book value per common share, as converted, gives effect to the exercise of the outstanding warrants and is calculated based on adjusted book value plus the assumed proceeds from the warrants, divided by outstanding common shares, plus shares subject to outstanding warrants.

⁵ Statutory book value per common share is calculated based on statutory book value divided by outstanding common shares.

⁶ Debt to capital ratio, excluding AOCI is calculated as notes payable divided by the sum of notes payable and adjusted book value.

⁷ Operating ROAE (return on average equity) is calculated based on adjusted operating income divided by average adjusted book value. The numerator and denominator of this measure have been reconciled to net income and stockholders' equity, respectively, their most comparable GAAP measures.

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Consolidated Income Statement Data
(In millions, except per share data)

	For the Three Months Ended					For the Twelve Months Ended	
	Dec. 31, 2010	Sep. 30, 2010	Jun. 30, 2010	Mar. 31, 2010	Dec. 31, 2009	Dec. 31, 2010	Dec. 31, 2009
Revenues:							
Premiums ¹	\$ 118.3	\$ 120.2	\$ 115.5	\$ 119.0	\$ 117.2	\$ 473.0	\$ 470.1
Net investment income	311.0	304.4	297.1	286.9	284.2	1,199.4	1,113.6
Policy fees, contract charges and other ¹	43.1	40.9	41.8	40.5	39.4	166.3	159.9
Net realized investment gains (losses):							
Total other-than-temporary impairment losses on securities	(23.1)	(9.6)	(2.7)	(17.9)	(23.3)	(53.3)	(191.2)
Less: portion of losses recognized in other comprehensive income	16.9	6.1	1.2	8.2	10.5	32.4	104.7
Net impairment losses recognized in earnings	(6.2)	(3.5)	(1.5)	(9.7)	(12.8)	(20.9)	(86.5)
Other net realized investment gains (losses)	29.2	23.5	(8.5)	16.5	12.5	60.7	57.2
Total net realized investment gains (losses)	23.0	20.0	(10.0)	6.8	(0.3)	39.8	(29.3)
Total revenues	495.4	485.5	444.4	453.2	440.5	1,878.5	1,714.3
Benefits and expenses:							
Policyholder benefits and claims	80.2	85.4	83.3	86.2	88.4	335.1	350.5
Interest credited	231.7	227.8	221.5	218.5	217.6	899.5	846.8
Other underwriting and operating expenses	69.8	63.1	64.2	59.6	66.0	256.7	252.7
Interest expense	8.0	8.0	7.9	8.0	8.0	31.9	31.8
Amortization of deferred policy acquisition costs	15.8	18.0	17.0	15.4	15.0	66.2	51.4
Total benefits and expenses	405.5	402.3	393.9	387.7	395.0	1,589.4	1,533.2
Income from operations before income taxes	89.9	83.2	50.5	65.5	45.5	289.1	181.1
Provision (benefit) for income taxes:							
Current	11.6	18.8	17.4	9.9	10.9	57.7	6.7
Deferred	16.1	7.8	(2.7)	9.3	2.5	30.5	46.1
Total provision for income taxes	27.7	26.6	14.7	19.2	13.4	88.2	52.8
Net income	\$ 62.2	\$ 56.6	\$ 35.8	\$ 46.3	\$ 32.1	\$ 200.9	\$ 128.3
Net income per common share²:							
Basic	\$ 0.45	\$ 0.41	\$ 0.26	\$ 0.35	\$ 0.29	\$ 1.48	\$ 1.15
Diluted	\$ 0.45	\$ 0.41	\$ 0.26	\$ 0.35	\$ 0.29	\$ 1.48	\$ 1.15
Weighted-average number of common shares outstanding:							
Basic	137.174	137.140	137.019	131.018	111.622	135.609	111.622
Diluted	137.179	137.145	137.038	131.038	111.634	135.618	111.626
Cash dividends declared per common share	\$ 0.05	\$ 0.05	\$ 0.05	\$ —	\$ —	\$ 0.15	\$ —
Non-GAAP Financial Measures:							
Adjusted operating income	\$ 48.0	\$ 43.8	\$ 41.5	\$ 41.9	\$ 32.7	\$ 175.2	\$ 147.9
Adjusted operating income per common share ² :							
Basic	\$ 0.35	\$ 0.32	\$ 0.30	\$ 0.32	\$ 0.29	\$ 1.29	\$ 1.32
Diluted	\$ 0.35	\$ 0.32	\$ 0.30	\$ 0.32	\$ 0.29	\$ 1.29	\$ 1.32
Weighted-average number of common shares outstanding:							
Basic	137.174	137.140	137.019	131.018	111.622	135.609	111.622
Diluted	137.179	137.145	137.038	131.038	111.634	135.618	111.626
Reconciliation to net income:							
Net income	\$ 62.2	\$ 56.6	\$ 35.8	\$ 46.3	\$ 32.1	\$ 200.9	\$ 128.3
Less: Net realized investment gains (losses) (net of taxes)	15.0	13.0	(6.6)	4.5	(0.2)	25.9	(19.1)
Add: Net investment gains (losses) on FIA options (net of taxes)	0.8	0.2	(0.9)	0.1	0.4	0.2	0.5
Adjusted operating income	\$ 48.0	\$ 43.8	\$ 41.5	\$ 41.9	\$ 32.7	\$ 175.2	\$ 147.9

¹ Effective January 1, 2010, cost of insurance charges are reported in policy fees, contract charges and other instead of premiums with no impact to total revenues. All prior periods have been reclassified to conform to this presentation.

² Basic net income and adjusted operating income per common share include all participating securities using the two-class method. Diluted net income and adjusted operating income per common share include the dilutive impact of non-participating securities, based on the application of the treasury stock method. Shares included in these calculations are weighted for the portion of the period they were outstanding. Antidilutive awards were excluded from the computation of diluted earnings per share. Quarterly earnings per share amounts may not add to the full year amounts.

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Consolidated Balance Sheet Data
(In millions)

	Dec. 31, 2010	Sep. 30, 2010	Jun. 30, 2010	Mar. 31, 2010	Dec. 31, 2009
Assets					
Investments:					
Available-for-sale securities:					
Fixed maturities, at fair value	\$ 21,281.8	\$ 21,450.1	\$ 20,612.2	\$ 19,390.6	\$ 18,594.3
Marketable equity securities, at fair value	45.1	45.4	43.9	37.6	36.7
Trading securities:					
Marketable equity securities, at fair value	189.3	158.8	141.0	151.0	154.1
Mortgage loans, net	1,713.0	1,493.4	1,338.1	1,225.9	1,199.6
Policy loans	71.5	71.7	72.3	73.4	73.9
Short-term investments	2.5	2.7	2.7	54.0	2.1
Investments in limited partnerships	186.9	169.1	136.9	130.6	110.2
Other invested assets	10.1	9.3	9.3	9.1	10.1
Total investments	23,500.2	23,400.5	22,356.4	21,072.2	20,181.0
Cash and cash equivalents	274.6	197.2	322.7	389.3	257.8
Accrued investment income	257.6	257.5	251.6	247.5	237.2
Accounts receivable and other receivables	65.6	89.0	81.9	97.1	70.1
Reinsurance recoverables	280.8	284.8	277.3	277.9	276.6
Deferred policy acquisition costs	250.0	160.9	199.0	227.5	250.4
Goodwill	28.4	27.8	27.3	26.8	26.3
Current income tax recoverable	3.0	—	—	19.6	20.2
Deferred income tax assets, net	—	—	—	69.1	191.2
Other assets	95.0	58.4	74.0	80.5	84.5
Separate account assets	881.7	826.2	759.0	854.1	840.1
Total assets	\$ 25,636.9	\$ 25,302.3	\$ 24,349.2	\$ 23,361.6	\$ 22,435.4
Liabilities and stockholders' equity					
Funds held under deposit contracts	\$ 20,953.3	\$ 20,107.9	\$ 19,825.7	\$ 19,222.9	\$ 18,816.7
Future policy benefits	398.4	397.6	397.0	395.8	394.9
Policy and contract claims	116.6	126.1	120.7	120.6	125.6
Unearned premiums	12.2	12.8	14.0	14.5	12.1
Other policyholders' funds	111.0	109.1	99.5	108.6	113.8
Notes payable	449.0	449.0	449.0	448.9	448.9
Current income tax payable	—	2.9	2.1	—	—
Deferred income tax liabilities, net	99.0	291.1	112.0	—	—
Other liabilities	235.1	268.3	227.4	224.5	250.0
Separate account liabilities	881.7	826.2	759.0	854.1	840.1
Total liabilities	23,256.3	22,591.0	22,006.4	21,389.9	21,002.1
Preferred stock	—	—	—	—	—
Common stock	1.2	1.2	1.2	1.2	0.9
Additional paid-in-capital	1,450.2	1,449.3	1,449.5	1,448.3	1,165.7
Retained earnings	496.7	441.4	391.6	362.7	316.4
Treasury stock	—	—	(0.6)	—	—
Accumulated other comprehensive income (loss), net of taxes	432.5	819.4	501.1	159.5	(49.7)
Total stockholders' equity	2,380.6	2,711.3	2,342.8	1,971.7	1,433.3
Total liabilities and stockholders' equity	\$ 25,636.9	\$ 25,302.3	\$ 24,349.2	\$ 23,361.6	\$ 22,435.4

Symetra Financial Corporation
4Q 2010 Financial Supplement
Segment Income Statement Data
(In millions)

	For the Three Months Ended					For the Twelve Months Ended	
	Dec. 31, 2010	Sep. 30, 2010	Jun. 30, 2010	Mar. 31, 2010	Dec. 31, 2009	Dec. 31, 2010	Dec. 31, 2009
Operating revenues:							
Group Division	\$ 116.4	\$ 117.3	\$ 113.6	\$ 116.3	\$ 114.8	\$ 463.6	\$ 464.9
Retirement Division:							
Deferred Annuities	127.0	124.0	118.8	112.7	111.2	482.5	405.6
Income Annuities	108.7	105.7	104.9	104.2	104.4	423.5	422.9
Life Division	108.8	107.4	107.8	105.4	105.9	429.4	419.8
Other	12.7	11.4	8.0	7.9	5.1	40.0	31.2
Total	\$ 473.6	\$ 465.8	\$ 453.1	\$ 446.5	\$ 441.4	\$ 1,839.0	\$ 1,744.4
Segment pre-tax adjusted operating income (loss):							
Group Division	\$ 21.0	\$ 16.7	\$ 18.2	\$ 15.7	\$ 10.7	\$ 71.6	\$ 55.4
Retirement Division:							
Deferred Annuities	20.9	22.5	20.6	17.3	17.3	81.3	58.6
Income Annuities	10.9	9.5	6.4	6.4	9.4	33.2	42.4
Life Division	17.3	15.3	19.0	23.3	14.7	74.9	66.3
Other	(2.0)	(0.5)	(5.0)	(3.9)	(5.7)	(11.4)	(11.5)
Total	\$ 68.1	\$ 63.5	\$ 59.2	\$ 58.8	\$ 46.4	\$ 249.6	\$ 211.2

Symetra Financial Corporation
4Q 2010 Financial Supplement
Group Division
(In millions)

	For the Three Months Ended					For the Twelve Months Ended	
	Dec. 31, 2010	Sep. 30, 2010	Jun. 30, 2010	Mar. 31, 2010	Dec. 31, 2009	Dec. 31, 2010	Dec. 31, 2009
Operating revenues:							
Premiums	\$ 108.7	\$ 109.9	\$ 105.8	\$ 108.8	\$ 108.1	\$ 433.2	\$ 432.2
Net investment income	4.6	4.7	4.8	4.6	4.5	18.7	17.8
Policy fees, contract charges and other	3.1	2.7	3.0	2.9	2.2	11.7	14.9
Total operating revenues	116.4	117.3	113.6	116.3	114.8	463.6	464.9
Benefits and expenses:							
Policyholder benefits and claims	65.8	73.1	67.4	75.0	75.5	281.3	295.4
Other underwriting and operating expenses	27.5	25.4	26.0	23.7	26.5	102.6	106.2
Amortization of deferred policy acquisition costs	2.1	2.1	2.0	1.9	2.1	8.1	7.9
Total benefits and expenses	95.4	100.6	95.4	100.6	104.1	392.0	409.5
Segment pre-tax adjusted operating income	\$ 21.0	\$ 16.7	\$ 18.2	\$ 15.7	\$ 10.7	\$ 71.6	\$ 55.4
Operating Metrics:							
Group loss ratio ^{1, 6}	60.5%	66.5%	63.8%	68.9%	69.9%	64.9%	68.3%
Expense ratio ²	26.5%	24.0%	25.4%	23.1%	25.6%	24.7%	24.5%
Combined ratio ³	87.0%	90.5%	89.2%	92.0%	95.5%	89.6%	92.8%
Medical stop-loss — loss ratio ^{4, 6}	62.3%	68.7%	65.4%	70.1%	71.3%	66.6%	69.8%
Total sales ⁵	\$ 15.1	\$ 18.4	\$ 20.6	\$ 41.4	\$ 13.4	\$ 95.5	\$ 91.3
Premiums:							
Medical stop-loss	\$ 96.8	\$ 98.1	\$ 94.6	\$ 97.6	\$ 97.9	\$ 387.1	\$ 391.4
Limited benefit medical	9.5	9.1	8.5	8.0	7.7	35.1	30.5
Other	2.4	2.7	2.7	3.2	2.5	11.0	10.3
Total premiums earned	\$ 108.7	\$ 109.9	\$ 105.8	\$ 108.8	\$ 108.1	\$ 433.2	\$ 432.2

5 Year Historical Group Loss Ratio ¹:

	For the Three Months Ended				For the Year Ended
	1Q	2Q	3Q	4Q	
2009	70.1%	66.1%	67.3%	69.9%	68.3%
2008	71.0%	66.3%	59.4%	66.6%	65.8%
2007	55.7%	54.8%	51.0%	55.9%	54.3%
2006	71.3%	61.1%	57.8%	47.1%	59.6%
2005	71.1%	70.5%	66.7%	61.3%	67.5%

¹ Group loss ratio represents policyholder benefits and claims incurred divided by premiums earned.

² Expense ratio is equal to other underwriting and operating expenses of our insurance operations and amortization of DAC divided by premiums earned.

³ Combined ratio is equal to the sum of the loss ratio and the expense ratio.

⁴ Medical stop-loss loss ratio represents medical stop-loss policyholder benefits and claims incurred divided by medical stop-loss premiums earned.

⁵ Total sales represents annualized first-year premiums.

⁶ The third quarter 2010 results included one large case with a loss ratio in excess of 95%. This case terminated in fourth quarter 2010. Without this case, the third quarter 2010 group loss ratio would have been 65.3% and the medical stop-loss — loss ratio would have been 67.5%.

Symetra Financial Corporation
4Q 2010 Financial Supplement
Retirement Division — Deferred Annuities
(In millions)

	For the Three Months Ended					For the Twelve Months Ended	
	Dec. 31, 2010	Sep. 30, 2010	Jun. 30, 2010	Mar. 31, 2010	Dec. 31, 2009	Dec. 31, 2010	Dec. 31, 2009
Operating revenues:							
Net investment income	\$ 120.8	\$ 119.0	\$ 115.3	\$ 107.8	\$ 106.2	\$ 462.9	\$ 388.0
Policy fees, contract charges and other	5.0	4.7	4.8	4.8	4.4	19.3	16.8
Net investment gains (losses) on FIA options	1.2	0.3	(1.3)	0.1	0.6	0.3	0.8
Total operating revenues	127.0	124.0	118.8	112.7	111.2	482.5	405.6
Benefits and expenses:							
Policyholder benefits and claims	(0.1)	(0.5)	0.6	0.1	—	0.1	(2.2)
Interest credited	79.0	75.7	70.4	68.5	69.7	293.6	256.9
Other underwriting and operating expenses	14.9	13.0	13.6	13.6	14.6	55.1	55.9
Amortization of deferred policy acquisition costs	12.3	13.3	13.6	13.2	9.6	52.4	36.4
Total benefits and expenses	106.1	101.5	98.2	95.4	93.9	401.2	347.0
Segment pre-tax adjusted operating income	\$ 20.9	\$ 22.5	\$ 20.6	\$ 17.3	\$ 17.3	\$ 81.3	\$ 58.6
Operating Metrics:							
Account values — fixed annuities	\$ 9,243.7	\$ 8,805.6	\$ 8,574.0	\$ 8,005.4	\$ 7,655.7	\$ 9,243.7	\$ 7,655.7
Account values — variable annuities	791.1	742.6	682.3	768.0	755.7	791.1	755.7
Interest spread on average account values ¹	1.81%	1.85%	1.97%	1.86%	1.83%	1.87%	1.81%
Total sales ²	\$ 522.9	\$ 286.4	\$ 623.9	\$ 377.5	\$ 261.9	\$ 1,810.7	\$ 2,228.4

¹ Interest spread is the difference between net investment yield earned and the credited interest rate to policyholders. The investment yield is the approximate yield on invested assets in the general account attributed to the segment. The credited interest rate is the approximate rate credited on policyholder fixed account values within the segment. Interest credited is subject to contractual terms, including minimum guarantees.

² Total sales represent deposits for new policies.

Symetra Financial Corporation
4Q 2010 Financial Supplement
Retirement Division — Income Annuities
(In millions)

	For the Three Months Ended					For the Twelve Months Ended	
	Dec. 31, 2010	Sep. 30, 2010	Jun. 30, 2010	Mar. 31, 2010	Dec. 31, 2009	Dec. 31, 2010	Dec. 31, 2009
Operating revenues:							
Net investment income	\$ 108.4	\$ 105.6	\$ 104.7	\$ 104.0	\$ 104.3	\$ 422.7	\$ 422.4
Policy fees, contract charges and other	0.3	0.1	0.2	0.2	0.1	0.8	0.5
Total operating revenues	108.7	105.7	104.9	104.2	104.4	423.5	422.9
Benefits and expenses:							
Interest credited	91.3	90.1	92.9	92.0	89.2	366.3	357.9
Other underwriting and operating expenses	6.0	5.5	5.2	5.3	5.4	22.0	21.0
Amortization of deferred policy acquisition costs	0.5	0.6	0.4	0.5	0.4	2.0	1.6
Total benefits and expenses	97.8	96.2	98.5	97.8	95.0	390.3	380.5
Segment pre-tax adjusted operating income	\$ 10.9	\$ 9.5	\$ 6.4	\$ 6.4	\$ 9.4	\$ 33.2	\$ 42.4
Operating Metrics:							
Reserves ¹	\$ 6,676.8	\$ 6,676.8	\$ 6,716.8	\$ 6,726.7	\$ 6,726.3	\$ 6,676.8	\$ 6,726.3
Interest spread on reserves ²	0.79%	0.59%	0.49%	0.41%	0.43%	0.57%	0.53%
MBS prepayment speed adjustment ³	\$ 3.2	\$ 0.1	\$ (0.1)	\$ (0.2)	\$ (0.1)	\$ 3.0	\$ 2.4
Mortality gains (losses) ⁴	(0.6)	(0.1)	(1.8)	(0.1)	1.3	(2.6)	5.1
Total sales ⁵	67.9	58.0	67.8	66.3	83.8	260.0	251.8

5 Year Historical Mortality Gains (Losses)³:

	For the Three Months Ended				For the Year Ended
	1Q	2Q	3Q	4Q	
2009	\$ 4.3	\$ (0.5)	\$ —	\$ 1.3	\$ 5.1
2008	2.0	0.8	0.7	(1.4)	2.1
2007	1.9	—	(0.9)	(1.1)	(0.1)
2006	0.2	2.4	1.3	2.4	6.3
2005	0.7	(0.3)	(2.0)	2.4	0.8

¹ Reserves represent the present value of future income annuity benefits and assumed expenses, discounted by the assumed interest rate. This metric represents the amount of our in-force book of business.

² Interest spread is the difference between net investment yield earned and the credited interest rate on policyholder reserves. The investment yield is the approximate yield on invested assets, excluding equities, in the general account attributed to the segment. The credited interest rate is the approximate rate credited on policyholder reserves within the segment and excludes the gains and losses from funding services and mortality. The 2010 fourth quarter and year-to-date interest spread increased 0.19% and 0.05%, respectively, due to the favorable MBS prepayment speed adjustment.

³ MBS prepayment speed adjustment is the impact to net investment income due to the change in prepayment speeds on the underlying collateral of mortgage-backed securities.

⁴ Mortality gains (losses) represents the difference between actual and expected reserves released on death of a life contingent annuity.

⁵ Total sales represent deposits for new policies.

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4Q 2010 Financial Supplement
Life Division
(In millions)

	For the Three Months Ended					For the Twelve Months Ended	
	Dec. 31, 2010	Sep. 30, 2010	Jun. 30, 2010	Mar. 31, 2010	Dec. 31, 2009	Dec. 31, 2010	Dec. 31, 2009
Operating revenues:							
Premiums ¹	\$ 9.6	\$ 10.3	\$ 9.7	\$ 10.2	\$ 9.1	\$ 39.8	\$ 37.9
Net investment income	69.4	67.5	68.3	66.1	67.2	271.3	265.2
Policy fees, contract charges and other ¹	29.8	29.6	29.8	29.1	29.6	118.3	116.7
Total operating revenues	108.8	107.4	107.8	105.4	105.9	429.4	419.8
Benefits and expenses:							
Policyholder benefits and claims	14.5	12.8	15.3	11.1	12.9	53.7	57.3
Interest credited	62.0	63.1	59.1	58.5	59.6	242.7	235.3
Other underwriting and operating expenses	14.1	14.2	13.4	12.7	15.8	54.4	55.4
Amortization of deferred policy acquisition costs	0.9	2.0	1.0	(0.2)	2.9	3.7	5.5
Total benefits and expenses	91.5	92.1	88.8	82.1	91.2	354.5	353.5
Segment pre-tax adjusted operating income	\$ 17.3	\$ 15.3	\$ 19.0	\$ 23.3	\$ 14.7	\$ 74.9	\$ 66.3
Operating Metrics:							
Insurance in force (direct) ²	\$ 50,679.0	\$ 49,792.9	\$ 49,912.3	\$ 50,056.5	\$ 50,030.3	\$ 50,679.0	\$ 50,030.3
Claims, excluding BOLI ³	11.3	12.0	13.5	13.9	12.6	50.7	53.5
BOLI account value ⁴	\$ 4,365.4	\$ 3,969.7	\$ 3,886.0	\$ 3,853.2	\$ 3,789.1	\$ 4,365.4	\$ 3,789.1
UL account value ⁴	607.0	596.9	588.9	585.3	583.8	607.0	583.8
PGAAP reserve balance ⁵	27.9	30.0	32.4	34.5	36.7	27.9	36.7
BOLI ROA ⁶	0.92%	0.92%	1.28%	1.08%	0.65%	1.03%	1.08%
UL interest spread ⁷	1.54%	1.57%	1.59%	1.37%	1.11%	1.50%	1.20%
Total sales, excluding BOLI ⁸	\$ 2.4	\$ 2.6	\$ 2.4	\$ 2.8	\$ 2.7	\$ 10.2	\$ 10.5
BOLI sales ⁹	35.9	7.5	-	2.7	-	46.1	2.5

¹ Effective January 1, 2010, cost of insurance charges are reported in policy fees, contract charges and other instead of premiums with no impact to total revenues. All prior periods have been reclassified to conform to this presentation.

² Insurance in force represents dollar face amounts of policies.

³ Claims exclude BOLI (bank-owned life insurance) claims included in BOLI ROA and surrenders. This metric replaces the Mortality Ratio. Management views the Claims, excluding BOLI metric as more meaningful information.

⁴ BOLI account value and UL account value represent our liability to our policyholders.

⁵ Purchase accounting reserve, or PGAAP reserve, represents impact of purchase accounting on policyholder liabilities. This PGAAP reserve is amortized as a reduction to policyholder benefits according to the pattern of profitability of the book of business of policies in force at the purchase accounting date, August 2, 2004.

⁶ The BOLI ROA is a measure of the gross margin on our BOLI book of business. This metric is calculated as the difference between our BOLI revenue earnings rate and our BOLI policy benefits rate. The revenue earnings rate is calculated as revenues divided by average invested assets. The policy benefits rate is calculated as total policy benefits divided by average account value. The policy benefits used in this metric do not include expenses.

⁷ UL interest spread is the difference between the investment yield earned and the credited interest rate to policyholders. The investment yield is the approximate yield on invested assets in the general account attributed to the UL policies. The credited interest rate is the approximate rate credited on UL policyholder fixed account values. Interest credited to UL policyholders' account values is subject to contractual terms, including minimum guarantees. The 2009 fourth quarter, 2010 first quarter and 2010 year-to-date UL interest spread would be 4.83%, 5.40%, and 2.50%, respectively.

⁸ Total sales, excluding BOLI represent annualized first year premiums and 10% of single premium new deposits.

⁹ BOLI sales represent 10% of new BOLI total deposits.

Symetra Financial Corporation
4Q 2010 Financial Supplement
Other
(In millions)

	For the Three Months Ended					For the Twelve Months Ended	
	Dec. 31, 2010	Sep. 30, 2010	Jun. 30, 2010	Mar. 31, 2010	Dec. 31, 2009	Dec. 31, 2010	Dec. 31, 2009
Operating revenues:							
Net investment income	\$ 7.8	\$ 7.6	\$ 4.0	\$ 4.4	\$ 2.0	\$ 23.8	\$ 20.2
Policy fees, contract charges and other	4.9	3.8	4.0	3.5	3.1	16.2	11.0
Total operating revenues	12.7	11.4	8.0	7.9	5.1	40.0	31.2
Benefits and expenses:							
Interest credited	(0.6)	(1.1)	(0.9)	(0.5)	(0.9)	(3.1)	(3.3)
Other underwriting and operating expenses	7.3	5.0	6.0	4.3	3.7	22.6	14.2
Interest expense	8.0	8.0	7.9	8.0	8.0	31.9	31.8
Total benefits and expenses	14.7	11.9	13.0	11.8	10.8	51.4	42.7
Segment pre-tax adjusted operating loss	\$ (2.0)	\$ (0.5)	\$ (5.0)	\$ (3.9)	\$ (5.7)	\$ (11.4)	\$ (11.5)

Symetra Financial Corporation
4Q 2010 Financial Supplement
Deferred Policy Acquisition Cost (DAC) Roll Forwards
(In millions)

	For the Three Months Ended					For the Twelve Months Ended	
	Dec. 31, 2010	Sep. 30, 2010	Jun. 30, 2010	Mar. 31, 2010	Dec. 31, 2009	Dec. 31, 2010	Dec. 31, 2009
Summary — Total Company							
Unamortized balance, beginning of period	\$ 369.7	\$ 360.8	\$ 339.8	\$ 325.7	\$ 315.4	\$ 325.7	\$ 219.5
Deferral of acquisition costs:							
Commissions	21.4	18.1	30.6	21.5	16.1	91.6	116.9
Other acquisition expenses	12.8	9.4	8.6	9.0	9.0	39.8	31.4
Total deferral of acquisition costs	34.2	27.5	39.2	30.5	25.1	131.4	148.3
Adjustments related to inv (gains) losses	(0.7)	(0.6)	(1.2)	(1.0)	0.2	(3.5)	9.3
Amortization	(15.8)	(17.6)	(17.0)	(17.1)	(13.0)	(67.5)	(48.3)
Unlocking	—	(0.4)	—	1.7	(2.0)	1.3	(3.1)
Total amortization	(15.8)	(18.0)	(17.0)	(15.4)	(15.0)	(66.2)	(51.4)
Unamortized balance, end of period	387.4	369.7	360.8	339.8	325.7	387.4	325.7
Accum effect of net unrealized gains	(137.4)	(208.8)	(161.8)	(112.3)	(75.3)	(137.4)	(75.3)
DAC balance, end of period	\$ 250.0	\$ 160.9	\$ 199.0	\$ 227.5	\$ 250.4	\$ 250.0	\$ 250.4
Group Division							
Unamortized balance, beginning of period	\$ 3.8	\$ 3.5	\$ 3.4	\$ 3.2	\$ 3.5	\$ 3.2	\$ 3.3
Deferral of acquisition costs:							
Commissions	1.9	2.4	2.1	2.1	1.8	8.5	7.8
Other acquisition expenses	1.9	2.4	2.1	2.1	1.8	8.5	7.8
Total deferral of acquisition costs	(2.1)	(2.1)	(2.0)	(1.9)	(2.1)	(8.1)	(7.9)
Amortization	3.6	3.8	3.5	3.4	3.2	3.6	3.2
Unamortized balance, end of period	\$ 3.6	\$ 3.8	\$ 3.5	\$ 3.4	\$ 3.2	\$ 3.6	\$ 3.2
DAC balance, end of period	\$ 3.6	\$ 3.8	\$ 3.5	\$ 3.4	\$ 3.2	\$ 3.6	\$ 3.2
Retirement Division — Deferred Annuities							
Unamortized balance, beginning of period	\$ 274.6	\$ 271.6	\$ 255.7	\$ 249.1	\$ 240.5	\$ 249.1	\$ 158.7
Deferral of acquisition costs:							
Commissions	16.9	12.8	25.9	16.0	11.7	71.6	99.2
Other acquisition expenses	4.8	4.1	4.8	4.7	6.3	18.4	18.6
Total deferral of acquisition costs	21.7	16.9	30.7	20.7	18.0	90.0	117.8
Adjustments related to inv (gains) losses	(0.8)	(0.6)	(1.2)	(0.9)	0.2	(3.5)	9.0
Amortization	(12.3)	(13.3)	(13.6)	(13.2)	(9.6)	(52.4)	(35.3)
Unlocking	—	—	—	—	—	—	(1.1)
Total amortization	(12.3)	(13.3)	(13.6)	(13.2)	(9.6)	(52.4)	(36.4)
Unamortized balance, end of period	283.2	274.6	271.6	255.7	249.1	283.2	249.1
Accum effect of net unrealized gains	(132.4)	(201.7)	(157.9)	(110.0)	(74.3)	(132.4)	(74.3)
DAC balance, end of period	\$ 150.8	\$ 72.9	\$ 113.7	\$ 145.7	\$ 174.8	\$ 150.8	\$ 174.8
Retirement Division — Income Annuities							
Unamortized balance, beginning of period	\$ 28.9	\$ 27.0	\$ 24.7	\$ 22.4	\$ 19.7	\$ 22.4	\$ 14.5
Deferral of acquisition costs:							
Commissions	2.5	2.1	2.3	2.4	2.9	9.3	8.8
Other acquisition expenses	0.3	0.4	0.4	0.4	0.2	1.5	0.7
Total deferral of acquisition costs	2.8	2.5	2.7	2.8	3.1	10.8	9.5
Amortization	(0.5)	(0.6)	(0.4)	(0.5)	(0.4)	(2.0)	(1.6)
Unamortized balance, end of period	31.2	28.9	27.0	24.7	22.4	31.2	22.4
DAC balance, end of period	\$ 31.2	\$ 28.9	\$ 27.0	\$ 24.7	\$ 22.4	\$ 31.2	\$ 22.4
Life Division							
Unamortized balance, beginning of period	\$ 62.4	\$ 58.7	\$ 56.0	\$ 51.0	\$ 51.7	\$ 51.0	\$ 43.0
Deferral of acquisition costs:							
Commissions	2.0	3.2	2.4	3.1	1.5	10.7	8.9
Other acquisition expenses	5.8	2.5	1.3	1.8	0.7	11.4	4.3
Total deferral of acquisition costs	7.8	5.7	3.7	4.9	2.2	22.1	13.2
Adjustments related to inv (gains) losses	0.1	—	—	(0.1)	—	—	0.3
Amortization	(0.9)	(1.6)	(1.0)	(1.5)	(0.9)	(5.0)	(3.5)
Unlocking	—	(0.4)	—	1.7	(2.0)	1.3	(2.0)
Total amortization	(0.9)	(2.0)	(1.0)	0.2	(2.9)	(3.7)	(5.5)
Unamortized balance, end of period	69.4	62.4	58.7	56.0	51.0	69.4	51.0
Accum effect of net unrealized gains	(5.0)	(7.1)	(3.9)	(2.3)	(1.0)	(5.0)	(1.0)
DAC balance, end of period	\$ 64.4	\$ 55.3	\$ 54.8	\$ 53.7	\$ 50.0	\$ 64.4	\$ 50.0

Symetra Financial Corporation
4Q 2010 Financial Supplement
Account Value and Reserve Roll Forwards
(In millions)

	For the Three Months Ended					For the Twelve Months Ended	
	Dec. 31, 2010	Sep. 30, 2010	Jun. 30, 2010	Mar. 31, 2010	Dec. 31, 2009	Dec. 31, 2010	Dec. 31, 2009
Retirement Division:							
Deferred Annuities:							
<i>Fixed Account Values</i>							
Account value, beginning of period	\$ 8,805.6	\$ 8,574.0	\$ 8,005.4	\$ 7,655.7	\$ 7,464.1	\$ 7,655.7	\$ 5,724.9
Deposits	560.3	321.1	667.6	422.8	307.8	1,971.8	2,355.5
Interest credited	88.8	84.9	80.4	77.2	78.3	331.3	288.3
Withdrawals and transfers	(207.5)	(177.3)	(174.6)	(168.9)	(191.3)	(728.3)	(665.0)
Other	(3.5)	2.9	(4.8)	18.6	(3.2)	13.2	(48.0)
Account value, end of period	\$ 9,243.7	\$ 8,805.6	\$ 8,574.0	\$ 8,005.4	\$ 7,655.7	\$ 9,243.7	\$ 7,655.7
Income Annuities:							
<i>Reserves</i>							
Reserves, beginning of period	\$ 6,676.8	\$ 6,716.8	\$ 6,726.7	\$ 6,726.3	\$ 6,722.7	\$ 6,726.3	\$ 6,761.2
Deposits	67.1	56.7	67.6	62.8	80.5	254.2	242.2
Interest credited	96.2	96.3	96.8	97.0	96.8	386.3	387.7
Benefit payments	(161.9)	(186.1)	(167.9)	(147.2)	(170.3)	(663.1)	(659.9)
Other	(1.4)	(6.9)	(6.4)	(12.2)	(3.4)	(26.9)	(4.9)
Reserves, end of period	\$ 6,676.8	\$ 6,676.8	\$ 6,716.8	\$ 6,726.7	\$ 6,726.3	\$ 6,676.8	\$ 6,726.3
Life Division:							
<i>BOLI Account Values</i>							
Account value, beginning of period	\$ 3,969.7	\$ 3,886.0	\$ 3,853.2	\$ 3,789.1	\$ 3,754.9	\$ 3,789.1	\$ 3,700.4
Deposits	358.2	74.5	—	27.6	—	460.3	25.0
Interest credited	54.6	55.7	52.0	52.0	50.7	214.3	208.1
Surrenders	—	(32.2)	(0.3)	—	—	(32.5)	(83.9)
Administrative charges and other	(17.1)	(14.3)	(18.9)	(15.5)	(16.5)	(65.8)	(60.5)
Account value, end of period	\$ 4,365.4	\$ 3,969.7	\$ 3,886.0	\$ 3,853.2	\$ 3,789.1	\$ 4,365.4	\$ 3,789.1
<i>UL Account Values</i>							
Account value, beginning of period	\$ 596.9	\$ 588.9	\$ 585.3	\$ 583.8	\$ 584.8	\$ 583.8	\$ 580.3
Deposits	25.0	22.2	19.1	22.5	18.9	88.8	69.0
Interest credited	6.3	6.4	6.1	0.4	1.1	19.2	20.6
Surrenders	(6.6)	(5.9)	(7.3)	(7.3)	(7.0)	(27.1)	(30.2)
Administrative charges and other	(14.6)	(14.7)	(14.3)	(14.1)	(14.0)	(57.7)	(55.9)
Account value, end of period	\$ 607.0	\$ 596.9	\$ 588.9	\$ 585.3	\$ 583.8	\$ 607.0	\$ 583.8

Symetra Financial Corporation
4Q 2010 Financial Supplement
Overview of Liabilities and Associated Unrealized Gains
(In millions)

	As of Dec. 31, 2010		
	Policyholder Liability	% of Total	Unrealized gains ⁷
Illiquid Liabilities			
Structured settlements & other SPIAs ¹	\$ 6,670.4		\$ 178.9
Deferred annuities with 5 year payout provision or MVA ²	377.1		18.1
Traditional insurance (net of reinsurance) ³	185.6		9.0
Group health & life (net of reinsurance) ³	95.9		2.6
Total illiquid liabilities	7,329.0	34.5%	208.6
Somewhat Liquid Liabilities			
Bank-owned life insurance (BOLI) ⁴	4,444.0		145.1
Deferred annuities with surrender charges of 5% or higher	6,176.8		296.2
Universal life with surrender charges of 5% or higher	181.7		6.6
Total somewhat liquid liabilities	10,802.5	50.9%	447.9
Fully Liquid Liabilities			
Deferred annuities with surrender charges of:			
3% up to 5%	462.6		22.2
Less than 3%	231.2		11.0
No surrender charges ⁵	1,946.9		93.4
Universal life with surrender charges less than 5%	439.9		15.7
BOLI ⁶	2.0		0.1
Traditional insurance (net of reinsurance) ⁶	2.2		0.1
Group health & life (net of reinsurance) ⁶	17.7		0.5
Total fully liquid liabilities	3,102.5	14.6%	143.0
Assets supporting surplus portfolio			50.0
Total	\$ 21,234.0	100.0%	\$ 849.5
Reconciliation of unrealized gains to AOCI:			
Unrealized gains from above			\$ 849.5
Tax on unrealized gains and losses on available for sale securities			(297.3)
Adjustment for deferred policy acquisition costs and deferred sales inducements valuation allowance, net of tax			(117.9)
Other			(1.8)
AOCI			\$ 432.5

¹ These contracts cannot be surrendered. The benefits are specified in the contracts as fixed amounts to be paid over the next several decades.

² In a liquidity crisis situation, we could invoke the five-year payout provision so that the contract value with interest is paid out ratably over five years.

³ The surrender value on these contracts is generally zero. Represents incurred but not reported claim liabilities.

⁴ The biggest deterrent to surrender is the taxation on the gain within these contracts, which includes a 10% non-deductible penalty tax. Banks can exchange certain of these contracts with other carriers, tax-free. However, a significant portion of this business may not qualify for this tax-free treatment due to the employment status of the original covered employees.

⁵ Approximately half of this business has been with the Company for over a decade, contains lifetime minimum interest guarantees of 4.0% to 4.5% and has been free of surrender charges for many years. This business has experienced high persistency given the high lifetime guarantees that have not been available in the market on new issues for many years.

⁶ Represents reported claim liabilities.

⁷ Represents the pre-tax unrealized gains of the investment portfolio supporting the related policyholder liability.

Symetra Financial Corporation
4Q 2010 Financial Supplement
Investments Summary
(In millions)

	As of		Dec. 31, 2010		Sep. 30, 2010		Jun. 30, 2010		Mar. 31, 2010		Dec. 31, 2009	
	Dec. 31, 2010	%			Sep. 30, 2010	%	Jun. 30, 2010	%	Mar. 31, 2010	%	Dec. 31, 2009	%
Portfolio Composition:												
Available-for-sale securities:												
Fixed maturities, at fair value	\$ 21,281.8	90.6%	\$ 21,450.1	91.7%	\$ 20,612.2	92.2%	\$ 19,390.6	92.0%	\$ 18,594.3	92.1%		
Marketable equity securities, at fair value	45.1	0.2%	45.4	0.2%	43.9	0.2%	37.6	0.2%	36.7	0.2%		
Trading securities:												
Marketable equity securities, at fair value	189.3	0.8%	158.8	0.7%	141.0	0.6%	151.0	0.7%	154.1	0.8%		
Mortgage loans, net	1,713.0	7.3%	1,493.4	6.4%	1,338.1	6.0%	1,225.9	5.8%	1,199.6	5.9%		
Policy loans	71.5	0.3%	71.7	0.3%	72.3	0.3%	73.4	0.4%	73.9	0.4%		
Short-term investments	2.5	0.0%	2.7	0.0%	2.7	0.0%	54.0	0.3%	2.1	0.0%		
Investment in limited partnerships	186.9	0.8%	169.1	0.7%	136.9	0.6%	130.6	0.6%	110.2	0.6%		
Other invested assets	10.1	0.0%	9.3	0.0%	9.3	0.1%	9.1	0.0%	10.1	0.0%		
Total investments	23,500.2	100.0%	23,400.5	100.0%	22,356.4	100.0%	21,072.2	100.0%	20,181.0	100.0%		
Cash and cash equivalents	274.6		197.2		322.7		389.3		257.8			
Total investments, cash and cash equivalents	\$ 23,774.8		\$ 23,597.7		\$ 22,679.1		\$ 21,461.5		\$ 20,438.8			
Fixed Maturities Securities by Credit Quality¹:												
1: AAA, AA, A	\$ 13,042.4	61.3%	\$ 12,798.7	59.7%	\$ 12,116.4	58.8%	\$ 11,350.3	58.5%	\$ 11,031.3	59.3%		
2: BBB	6,981.9	32.8%	7,681.7	35.8%	7,465.0	36.2%	6,960.2	35.9%	6,530.9	35.1%		
Total investment grade	20,024.3	94.1%	20,480.4	95.5%	19,581.4	95.0%	18,310.5	94.4%	17,562.2	94.4%		
3: BB	679.0	3.2%	570.4	2.7%	642.0	3.1%	688.4	3.6%	641.3	3.5%		
4: B	393.8	1.8%	268.1	1.2%	264.6	1.3%	250.2	1.3%	219.2	1.2%		
5: CCC & lower	164.8	0.8%	111.0	0.5%	105.4	0.5%	122.7	0.6%	113.5	0.6%		
6: In or near default	19.9	0.1%	20.2	0.1%	18.8	0.1%	18.8	0.1%	58.1	0.3%		
Total below investment grade	1,257.5	5.9%	969.7	4.5%	1,030.8	5.0%	1,080.1	5.6%	1,032.1	5.6%		
Total fixed maturities	\$ 21,281.8	100.0%	\$ 21,450.1	100.0%	\$ 20,612.2	100.0%	\$ 19,390.6	100.0%	\$ 18,594.3	100.0%		
Fixed Maturities by Issuer Type:												
U.S. government and agencies	\$ 33.1	0.2%	\$ 96.0	0.5%	\$ 123.0	0.6%	\$ 44.1	0.2%	\$ 43.9	0.2%		
State and political subdivisions	452.8	2.1%	473.3	2.2%	471.8	2.3%	489.9	2.5%	483.0	2.6%		
Foreign governments	23.6	0.1%	24.9	0.1%	25.0	0.1%	26.2	0.1%	27.4	0.2%		
Corporate securities	14,541.4	68.3%	14,779.3	68.9%	14,025.0	68.1%	13,049.3	67.3%	12,400.0	66.7%		
Residential mortgage-backed securities	3,801.6	17.9%	3,840.0	17.9%	3,806.2	18.4%	3,649.3	18.8%	3,536.4	19.0%		
Commercial mortgage-based securities	1,887.3	8.9%	1,911.0	8.9%	1,829.5	8.9%	1,774.8	9.2%	1,789.4	9.6%		
Other debt obligations	542.0	2.5%	325.6	1.5%	331.7	1.6%	357.0	1.9%	314.2	1.7%		
Total fixed maturities	\$ 21,281.8	100.0%	\$ 21,450.1	100.0%	\$ 20,612.2	100.0%	\$ 19,390.6	100.0%	\$ 18,594.3	100.0%		
Effective Duration	5.5		5.4		5.4		5.3		5.4			
Average Investment Yield	5.49%		5.51%		5.50%		5.48%		5.62%			

	For the Three Months Ended		Dec. 31, 2010		Sep. 30, 2010		Jun. 30, 2010		Mar. 31, 2010		Dec. 31, 2009	
	Dec. 31, 2010	%			Sep. 30, 2010	%	Jun. 30, 2010	%	Mar. 31, 2010	%	Dec. 31, 2009	%
Average Daily Cash and Cash Equivalent Balances:												
Group Division	\$ 8.8	2.8%	\$ 10.5	4.7%	\$ 9.5	3.2%	\$ 5.6	1.5%	\$ 4.7	2.1%		
Retirement Division:												
Deferred Annuities	150.6	47.5%	54.4	24.3%	174.4	57.9%	177.6	48.2%	163.2	75.2%		
Income Annuities	11.4	3.6%	21.6	9.6%	8.2	2.7%	19.0	5.2%	29.0	13.4%		
Life Division	124.9	39.4%	112.9	50.3%	42.6	14.1%	31.2	8.5%	(51.5)	-23.7%		
Other	21.1	6.7%	24.8	11.1%	66.5	22.1%	134.9	36.6%	71.7	33.0%		
Total	\$ 316.8	100.0%	\$ 224.2	100.0%	\$ 301.2	100.0%	\$ 368.3	100.0%	\$ 217.1	100.0%		

	For the Three Months Ended						For the Twelve Months Ended	
	Dec. 31, 2010	Sep. 30, 2010	Jun. 30, 2010	Mar. 31, 2010	Dec. 31, 2009	Dec. 31, 2010	Dec. 31, 2009	
MBS Prepayment Speed Adjustment: ²								
Group Division	\$ -	\$ -	\$ 0.1	\$ -	\$ -	\$ 0.1	\$ -	
Retirement Division:								
Deferred Annuities	0.2	0.1	(0.2)	0.3	(0.2)	0.4	0.1	
Income Annuities	3.2	0.1	(0.1)	(0.2)	(0.1)	3.0	2.4	
Life Division	1.1	-	0.2	(0.1)	0.1	1.2	1.5	
Other	0.1	0.1	(0.1)	-	-	0.1	0.1	
Total	\$ 4.6	\$ 0.3	\$ (0.1)	\$ -	\$ (0.2)	\$ 4.8	\$ 4.1	

¹ Credit quality is based on NAIC (National Association of Insurance Commissioners) designation with presentation of the S&P equivalent credit ratings.

² MBS prepayment speed adjustment is the impact to net investment income due to the change in prepayment speeds on the underlying collateral of mortgage-backed securities.

Symetra Financial Corporation
4Q 2010 Financial Supplement
Sales by Segment and Product
(In millions)

	For the Three Months Ended					For the Twelve Months Ended	
	Dec. 31, 2010	Sep. 30, 2010	Jun. 30, 2010	Mar. 31, 2010	Dec. 31, 2009	Dec. 31, 2010	Dec. 31, 2009
Group Division							
Medical stop-loss	\$ 11.7	\$ 15.1	\$ 13.9	\$ 38.4	\$ 10.2	\$ 79.1	\$ 77.7
Limited benefit medical	2.9	2.8	5.4	2.2	2.0	13.3	10.5
Group life & disability	0.5	0.5	1.3	0.8	1.2	3.1	3.1
Total	\$ 15.1	\$ 18.4	\$ 20.6	\$ 41.4	\$ 13.4	\$ 95.5	\$ 91.3
Retirement Division — Deferred Annuities							
Fixed annuities	\$ 514.0	\$ 276.5	\$ 616.8	\$ 369.5	\$ 249.9	\$ 1,776.8	\$ 2,152.0
Variable annuities	4.4	5.4	4.0	4.7	6.7	18.5	20.2
Retirement plans ¹	4.5	4.5	3.1	3.3	5.3	15.4	56.2
Total	\$ 522.9	\$ 286.4	\$ 623.9	\$ 377.5	\$ 261.9	\$ 1,810.7	\$ 2,228.4
Retirement Division — Income Annuities							
SPIA	\$ 31.9	\$ 31.4	\$ 47.2	\$ 43.1	\$ 62.1	\$ 153.6	\$ 189.5
Structured settlements	36.0	26.6	20.6	23.2	21.7	106.4	62.3
Total	\$ 67.9	\$ 58.0	\$ 67.8	\$ 66.3	\$ 83.8	\$ 260.0	\$ 251.8
Life Division							
Term life insurance	\$ 0.4	\$ 1.1	\$ 1.1	\$ 1.5	\$ 1.5	\$ 4.1	\$ 5.1
Permanent life insurance	2.0	1.5	1.3	1.3	1.2	6.1	5.4
BOLI	35.9	7.5	—	2.7	—	46.1	2.5
Total	\$ 38.3	\$ 10.1	\$ 2.4	\$ 5.5	\$ 2.7	\$ 56.3	\$ 13.0

¹ Includes Symetra's sales of third party mutual funds which were discontinued in 2009. Symetra recognizes fee-based income and does not include sales of this product in account value figures.

Symetra Financial Corporation
4Q 2010 Financial Supplement
Book Value, Adjusted Book Value and Statutory Book Value per Share
(In millions, except per share amounts)

	As of				
	Dec. 31, 2010	Sep. 30, 2010	Jun. 30, 2010	Mar. 31, 2010	Dec. 31, 2009
Book value per common share ¹	\$ 17.35	\$ 19.77	\$ 17.08	\$ 14.39	\$ 12.83
Non-GAAP Financial Measures:					
Adjusted book value per common share ²	\$ 16.48	\$ 16.01	\$ 15.58	\$ 15.35	\$ 15.99
Adjusted book value per common share, as converted ³	\$ 15.79	\$ 15.38	\$ 15.02	\$ 14.81	\$ 15.23
Statutory book value per common share ⁴	\$ 16.39	\$ 15.97	\$ 15.58	\$ 15.26	\$ 16.56
Numerator:					
Total stockholders' equity	\$ 2,380.6	\$ 2,711.3	\$ 2,342.8	\$ 1,971.7	\$ 1,433.3
AOCI ⁵	432.5	819.4	501.1	159.5	(49.7)
Adjusted book value	\$ 1,948.1	\$ 1,891.9	\$ 1,841.7	\$ 1,812.2	\$ 1,483.0
Assumed proceeds from exercise of warrants	218.1	218.1	218.1	218.1	218.1
Adjusted book value, as converted	\$ 2,166.2	\$ 2,110.0	\$ 2,059.8	\$ 2,030.3	\$ 1,701.1
Total stockholders' equity	\$ 2,380.6	\$ 2,711.3	\$ 2,342.8	\$ 1,971.7	\$ 1,433.3
Stockholders' equity of non-insurance entities	(238.6)	(227.0)	(214.0)	(224.2)	(154.1)
Statutory adjustments	(389.7)	(597.2)	(287.9)	54.9	136.2
Asset valuation reserve (AVR)	185.1	159.8	133.8	135.6	120.5
Statutory book value	\$ 1,937.4	\$ 1,887.1	\$ 1,840.9	\$ 1,802.4	\$ 1,535.9
Denominator: ⁶					
Basic common shares outstanding	118.216	118.171	118.175	118.086	92.729
Diluted common shares outstanding	137.192	137.147	137.151	137.062	111.705

¹ Book value per common share is calculated based on stockholders' equity divided by diluted common shares outstanding.

² Adjusted book value per common share is calculated based on stockholders' equity less AOCI, divided by basic common shares outstanding.

³ Adjusted book value per common share, as converted gives effect to the exercise of the outstanding warrants and is calculated based on stockholders' equity less AOCI plus the assumed proceeds from the warrants, divided by diluted common shares outstanding.

⁴ Statutory book value per common share is calculated based on statutory book value divided by basic common shares outstanding.

⁵ Accumulated other comprehensive income (loss) (net of taxes).

	As of				
	Dec. 31, 2010	Sep. 30, 2010	Jun. 30, 2010	Mar. 31, 2010	Dec. 31, 2009
⁶ Share reconciliation:					
Basic common shares outstanding, beginning of period	118.171	118.175	118.086	92.729	92.729
Primary shares issued in IPO	-	-	-	25.260	-
Employee stock purchase plan shares issued	0.033	-	-	-	-
Restricted shares issued	0.030	0.010	0.137	0.097	-
Restricted shares forfeited	(0.018)	(0.014)	-	-	-
Shares repurchased/retired	-	-	(0.048)	-	-
Basic common shares outstanding, end of period	118.216	118.171	118.175	118.086	92.729
Outstanding warrants	18.976	18.976	18.976	18.976	18.976
Diluted common shares outstanding, end of period	137.192	137.147	137.151	137.062	111.705

Symetra Financial Corporation
4Q 2010 Financial Supplement
ROE and Operating ROAE
(In millions)

	Twelve Months Ended				
	Dec. 31, 2010	Sep. 30, 2010	Jun. 30, 2010	Mar. 31, 2010	Dec. 31, 2009
ROE:					
Net income for the twelve months ended ¹	\$ 200.9	\$ 170.8	\$ 158.3	\$ 169.5	\$ 128.3
Average stockholders' equity ²	\$ 2,167.9	\$ 1,987.9	\$ 1,598.4	\$ 1,169.5	\$ 832.4
ROE	9.3%	8.6%	9.9%	14.5%	15.4%
Operating ROAE:					
Adjusted operating income for the twelve months ended ¹	\$ 175.2	\$ 159.9	\$ 153.8	\$ 157.6	\$ 147.9
Average adjusted book value ³	\$ 1,795.4	\$ 1,695.9	\$ 1,598.8	\$ 1,502.4	\$ 1,407.7
Operating ROAE	9.8%	9.4%	9.6%	10.5%	10.5%

¹ The twelve months ended information is derived by adding the four most recent quarters of net income or adjusted operating income.

² Average stockholders' equity is derived by averaging ending stockholders' equity for the most recent five quarters.

³ Average adjusted book value is derived by averaging ending stockholders' equity less AOCI, for the most recent five quarters.

Calculation of average stockholders' equity:

The following data can be used to recalculate the average stockholders' equity and average adjusted book value amounts used in the calculation of ROE and operating ROAE.

		As of		
		2010	2009	2008
Stockholders' Equity				
	Dec. 31	\$ 2,380.6	\$ 1,433.3	\$ 286.2
	Sep. 30	2,711.3	1,480.5	560.9
	Jun. 30	2,342.8	763.7	998.8
	Mar. 31	1,971.7	198.5	1,178.1
AOCI				
	Dec. 31	\$ 432.5	\$ (49.7)	\$ (1,052.6)
	Sep. 30	819.4	29.8	(782.8)
	Jun. 30	501.1	(642.9)	(349.7)
	Mar. 31	159.5	(1,161.1)	(141.9)

Reconciliation of adjusted operating income:

The following data in connection with other data found throughout the supplement can be used to recalculate adjusted operating income for the twelve months ended June 30, 2010, March 31, 2010, and December 31, 2009.

	Three Months Ended		
	Sep. 30, 2009	Jun. 30, 2009	Mar. 31, 2009
Net income	\$ 44.1	\$ 47.0	\$ 5.1
Less: Net realized investment gains (losses) (net of taxes)	7.3	1.8	(28.0)
Add: Net investment gains (losses) on FIA options (net of taxes)	0.9	0.1	(0.9)
Adjusted operating income	\$ 37.7	\$ 45.3	\$ 32.2