

**NEWS RELEASE
SAGICOR FINANCIAL CORPORATION
FOR IMMEDIATE RELEASE**

February 1, 2008

Sagicor Capital Life Insurance Company Limited (Sagicor Capital Life) has acquired from the Canadian company, Industrial Alliance Insurance and Financial Services Inc. (IA) insurance business in Aruba, Barbados, Bonaire, Cayman Islands, Curacao and St. Maarten, which was previously owned by The National Life Assurance Company of Canada before that company's business operations were combined with the business operations of IA in 2005.

The acquisition of the portfolio represents an increase of 56% to Sagicor Capital Life's policy count which will be increased to just over 25,000 policies. For Curacao and Aruba it represents increases of 64% and 182% respectively to their blocks of business.

Sagicor Capital Life received all the regulatory approvals for the acquisition this portfolio.

Commenting on the acquisition, Dr Patricia Downes-Grant, President and CEO of Sagicor Capital Life Insurance Company Limited said, "The acquisition is in keeping with the strategy of the Sagicor Group to create a leading financial services company which provides world class products and services to our customers. One of the elements of the strategy is expansion internationally and in the Caribbean. This acquisition is in keeping with that strategy as we increase our Sagicor Capital Life portfolio."

About Sagicor Capital Life

Sagicor Capital Life is a wholly owned subsidiary of Sagicor Life Inc (Sagicor Life), the principal operating entity of the Sagicor Group. In 1987, Sagicor Life acquired a subsidiary of Travelers Insurance and renamed it Capital Life Insurance Company Limited. On November 9, 2004 Capital Life Insurance Company was officially rebranded Sagicor Capital Life Insurance Company Limited.

Sagicor Capital Life operates and maintains offices and branches in Belize, Aruba, Curacao and St. Maarten. The company provides comprehensive financial advice and a wide range of financial services including Life and Health Insurance, General (property and casualty) insurance, Residential and commercial mortgages, Pensions investment and administration services.

About the Sagicor Group

Sagicor Financial Corporation is the holding company of the Sagicor Group. The Group is a leading provider of financial services with operations in 22 countries throughout the Caribbean, as well as Panama, the United Kingdom and the United States, and with total assets in excess of US\$3.3 billion. The Sagicor Group offers a wide range of products and services including life insurance, annuities and group and individual health, and has a policyholder base of approximately 600,000. Sagicor is a widely-held publicly-traded company with approximately 40,000 shareholders and is listed on the stock exchanges of Barbados, Trinidad and Tobago and the United Kingdom.

Additional information about Sagicor can be obtained by visiting www.sagicor.com

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