

**An Open Letter to Investors and Connecticut Citizens Regarding  
Citigroup Decision From Connecticut State Treasurer Denise L.  
Nappier**



December 14, 2007

Dear Investors and Connecticut Citizens:

As part of our commitment to keep you informed of developments with your Short-Term Investment Fund (STIF) investments, I am pleased to pass on some positive news regarding our investments in structured investment vehicles (SIVs) advised by Citigroup.

Just yesterday, Citigroup announced that it was going to back up the programs' senior notes -- such as ours -- and take the programs onto its balance sheet. This decision to take responsibility significantly increases the status and security of STIF's \$300 million invested in Citi SIVs, and provides even greater assurance of full payment of scheduled principal and interest. As we wrote to you last week, the credit rating agencies had recently expressed some concerns about the outlook of the Citi SIVs. The Aaa credit ratings of these investments had been placed under review by Moody's. They were also subsequently assigned a AAA rating with negative outlook by S&P.

At a time when our credit markets need stability, we welcome Citi's decision and look forward to ongoing strategic efforts as exemplified by this company to get us through this difficult time in our economy and ensure the vibrancy of our financial markets.

As always, if you have any questions regarding STIF, please contact Larry Wilson, Assistant Treasurer for Cash Management at 860 702-3126 or [lawrence.wilson@ct.gov](mailto:lawrence.wilson@ct.gov), or Lee Ann Palladino, Principal Investment Officer, at 860 702-3229 or [leeann.palladino@ct.gov](mailto:leeann.palladino@ct.gov).

Sincerely,

A handwritten signature in black ink that reads "Denise L. Nappier".

Denise L. Nappier  
Connecticut State Treasurer