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Below is our fixed income investor relations update for the fourth quarter. We delivered fourth quarter business results in a very tough environment in line with the expectations provided at the December Outlook meeting. We expect 2009 to be extremely difficult, however, we have taken strong actions to prepare the company, including strengthening cash flow and liquidity; managing costs; taking restructuring charges; intensifying risk mitigation; accelerating cycle of management reviews and protecting revenue.

GE Company (continuing operations)

- Revenues of \$46.2 billion – down 5% from prior year
- Earnings of \$3.9 billion - down 43% from prior year
- EPS of \$0.37 before preferred dividend (including charges) - or \$.036 per share attributable to common shareowners

Capital Finance (continuing operations)

- Segment Revenues of \$14.8B – down 17% from prior year
- Segment Earning of \$1.0B for 4Q'08 – down 67% from prior year; achieved total year earnings of \$8.6B

Significantly strengthened GECC's liquidity and capital position

- CP down to \$72B from \$88B in 3Q'08 (\$101B at 12/31/2007); ahead of plan for \$50B at year end '09; current CP balance ~\$65B
- GECS cash at year end - \$36B...GE consolidated cash of \$48B at year end; currently ~\$50B
- Current bank lines plus cash >150+% of current CP outstanding
- Achieved target leverage of 7:1 at year end '08 (debt net of cash and includes hedged hybrid equity); goal of 6:1 by year end '09
- Long term funding needs for 2009 64% (\$29B of \$45B) complete through TLGP and non TLGP issuances
- Successfully reducing overall size of GE Capital as planned; assets (excluding cash) down \$42B from 3Q08
- In line with expectations; demonstrated collections > originations
- Commercial paper cost of funds favorable and maturities extended
- Long term debt and CDS spreads tightened significantly vs. 3Q'08

Portfolio Quality

- Strengthened reserves at year end by \$.07B to reflect worsening environment
- Coverage ratio at year end '08 of 1.41% (up from 1.10% at year end '07)
- US Cards & Sales Finance: reserves/non-earnings 224% at year end '08
- Consumer mortgages: reserves to non-earnings 11.5% at year end '08

No change to overall 2009 Framework (provided at December meeting)...Capital Finance total earnings target of \$5B, but adjusted view of key drivers...executing to higher cost outs in 2009 and tax benefit at higher end of range...to offset \$1B higher credit losses. Total '09... \$10B credit losses.

GE Capital Business Highlights

- In January '09, GE Capital completed the \$1.5B sale of the former GE Money businesses in Germany, Austria, Finland, its credit card and auto businesses in the UK, and its credit card business in Ireland to Banco Santander. As part of the transaction, in December '08 GE Capital also completed the acquisition of Interbanca S.p.A., a leading Italian corporate bank, from Banco Santander.
- GE Money agreed to sell its Wizard Home Loans brand and franchise network in Australia to Aussie Home Loans. In conjunction with Aussie's purchase, the Commonwealth Bank is acquiring up to A\$4 billion of mortgages originated by Wizard. This is an important part of our strategy to allocate capital more selectively for a reasonable return on investment. The extreme volatility and greatly increased cost of funds on the global and local wholesale markets have made this withdrawal from the home lending business necessary.
- GE Commercial Aviation Services (GECAS), announced it was named "Aircraft Leasing and finance Provider of the Year" by Aviation Business, the largest aviation publication in the Middle East. GECAS was chosen for distinguishing itself from its competitors by offering lower cash outlays, fleet flexibility, newer aircraft models and developing mutually beneficial structuring and financing solutions.
- GE Commercial Aviation Services Limited (GECAS) and Shanghai-based commercial Aircraft Corporation of China, LTD announced a signed contract for five ARJ21 regional jets, with options for 20 additional aircraft. With this contract GECAS becomes the first global lessor to add the ARJ21 to its fleet.
- GE Energy Financial Services and EPURON Pte. Ltd. Singapore launched Asia-Pacific's first renewable energy private trust to spur their growth and renewable power generation throughout the region. The Renewable Energy Trust Asia is an investment vehicle focused on the \$7B annual renewable energy markets of Southeast Asia, India and South Korea.
- GE Capital announced it co-led a \$400MM asset-based credit facility for JBS USA, Inc., the U.S. subsidiary of JBS S.A., the world's largest beef producer and exporter. The loan will be used for working capital needs.

For presentations, news and additional information, please visit our investor website at www.ge.com/investor

Best regards,



GECS segment results – continuing operations:

(\$ in millions – net earnings)

	<u>4Q'08</u>	<u>4Q'07</u>	<u>V%</u>
CLL	\$(200)	\$1,168	U%
Real Estate	(60)	605	U
GE Money	832	963	(14)
GECAS	239	251	(5)
EFS	219	176	24
GECS Corporate & elims.	<u>(496)</u>	<u>212</u>	<u>U</u>
Total GE Capital Services	<u>\$534</u>	<u>\$3,375</u>	<u>(84)%</u>

GECS asset performance – GECS and consolidated affiliates:

(\$ in millions – net earnings)

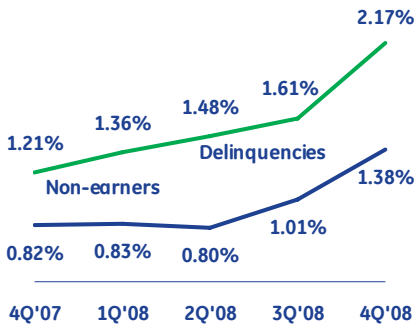
	<u>Non-earning assets/non-earnings % fin. rec.</u>				<u>Total write-offs/write-offs % ANI</u>		
	<u>4Q'08</u>	<u>3Q'08</u>	<u>4Q'07</u>		<u>4Q'08</u>	<u>3Q'08</u>	<u>4Q'07</u>
CLL	\$2,654 1.62%	\$2,138 1.19%	\$1,697 1.09%	CLL	\$524 0.96%	\$196 0.35%	\$181 0.36%
Real Estate	\$194 0.41	\$91 0.19	\$25 0.08	Real Estate	\$220 1.05	\$69 0.32	\$11 0.06
GECAS	\$146 0.95	\$146 0.94	- -	GECAS	- -	- -	- -
EFS	\$241 2.87	\$163 1.89	- -	EFS	- -	- -	\$7 0.17
GE Money	\$4,723 3.40	\$4,763 2.78	\$3,678 2.12	GE Money	\$1,239 2.67	\$1,033 2.04	\$760 1.59
GECS corp. & elims.	\$38 0.96	\$34 0.81	\$71 1.40	GECS corp. & elims.	\$2 0.03	\$7 0.12	\$10 0.22
Total GECS	\$7,997 2.12	\$7,335 1.72	\$5,472 1.41	Total GECS	\$1,985 1.36	\$1,305 0.87	\$969 0.72

Delinquency:

	<u>4Q'08</u>	<u>3Q'08</u>	<u>4Q'07</u>
Consumer			
On-book delinquency	7.35%	6.30%	5.22%
Off-book delinquency	8.24	7.21	6.64
Managed delinquency	7.47	6.39	5.38
Equipment Financing			
On-book delinquency	2.34%	1.75%	1.33%
Off-book delinquency	1.20	0.92	0.71
Managed delinquency	2.17	1.61	1.21

Portfolio quality (amounts in \$MM)

Commercial

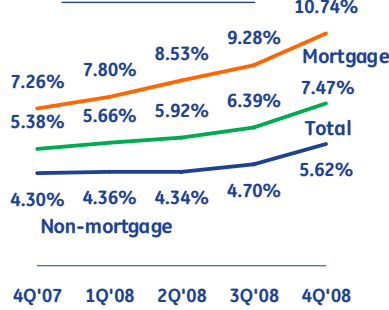


Drivers

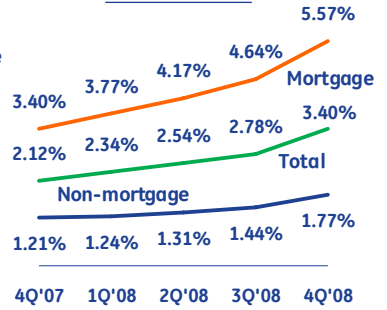
- ✓ Continued delinquency pressure across most portfolios +56 bps. vs. 3Q'08 ... Capital Solutions +38 bps., HFS +14 bps.
- ✓ Non-earners +37 bps./\$697 vs. 3Q'08
 - Driven by senior secured loans ... expect significant recovery

Consumer

30+ delinquency



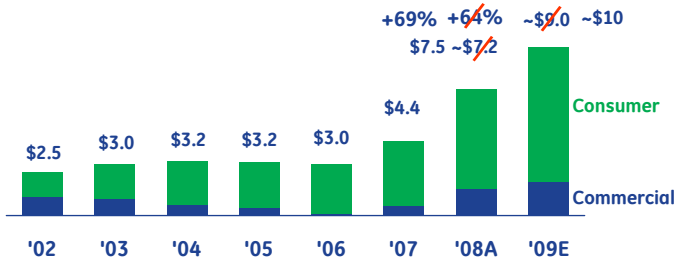
Non-earners



Drivers

- ✓ NA unsecured & U.K. mortgage markets deteriorate further
 - Delinquencies up 108 bps. vs. 3Q'08 ... NA +64 bps., U.K. +29 bps.
 - Non-earners up 62 bps. vs. 3Q'08 ... NA +17 bps., UK +28 bps.
 - Lower volume impacting rate ... mortgage down 69%
- ✓ Mortgage loss rates rising but remain low
 - 4Q'08 write-offs of \$109MM ... 0.67% of financing receivables
 - Current portfolio LTV at 76%, plus insurance coverage
 - UK repo stock flat vs. 3Q'08

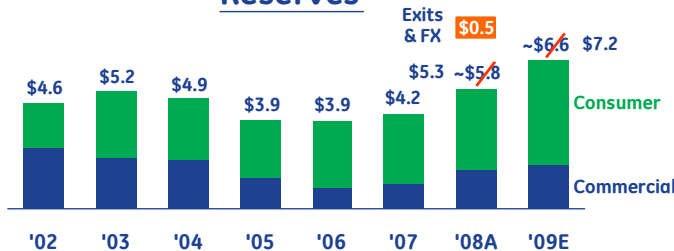
Credit losses (pretax)



Consumer

- ✓ U.S. Card & Sales Finance
 - Increased reserves by \$0.5B in 4Q
 - Coverage rate +178 bps. to 6.15%
 - Reserves/non-earnings 224%
- ✓ Mortgage
 - Coverage rate ↑ 56% to .64%
 - Reserves/non-earnings 11.5%
 - Average LTVs 76%

Reserves



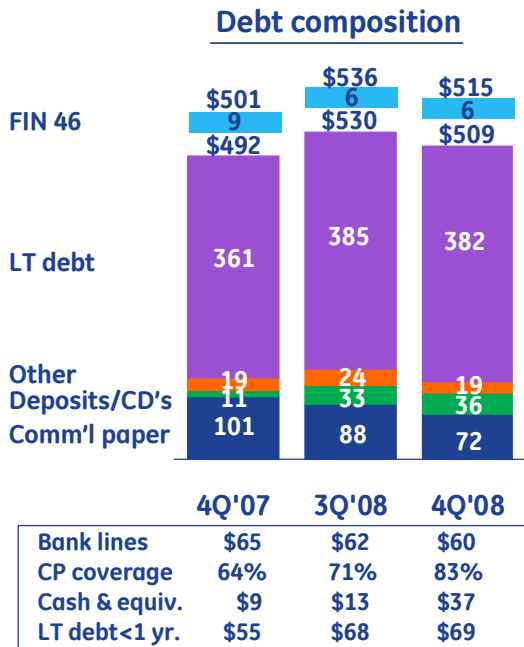
Commercial

- ✓ Reserves increased by \$0.4B in 4Q'08
 - Coverage rate ↑ 40% to .74%
- ✓ Well underwritten portfolio of assets & strong asset management capabilities

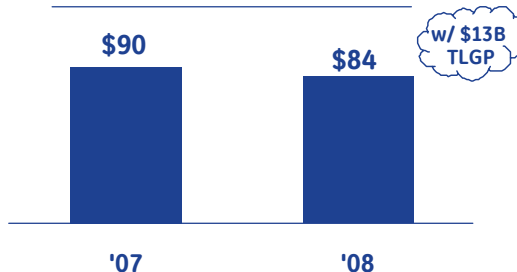
Cov. 2.44% 2.36% 1.85% 1.42% 1.21% 1.10% 1.38% 1.61% 1.96%

Planning for tougher loss environment than we showed on 12/2

GECS Funding (\$ in billions):



Unsecured term issuances



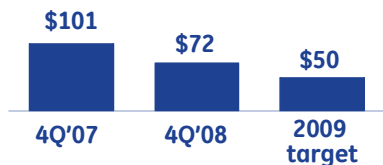
Highlights

- Completed LT debt funding plan despite market volatility ... diversified funding ... \$25B growth in bank deposits/CDs
- Global presence ... unsecured term issuances in 18 currencies ... 53% issuances in non-U.S. currencies
- CP already below \$75B target & \$20B+ ↑ in B/S cash due to assets reduction/pre-funding

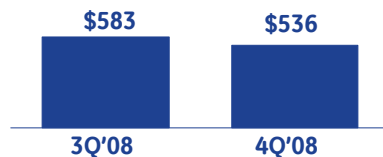
Strengthening liquidity profile while diversifying funding

Financial Services liquidity (\$ in billions):

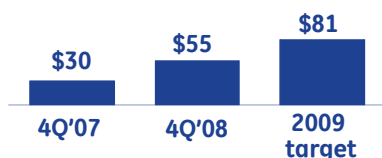
Commercial paper



ENI (ex. cash)



Alternative funding



Liquidity considerations

- 1 CP dynamics are more positive
 - + Market stabilized
 - + GE CP demand ↑; cost down; maturity on target
 - + Balance down to \$72B ... ahead of plan
 - + Back-up lines + cash > CP
 - + No CPFF use since November
- 2 Demonstrating ability to manage long-term debt maturities through origination & collections
 - + Cash \$36B vs. \$13B in 3Q
- 3 Retail funding sources growing successfully ...
 - CDs/deposits up \$25B in '08 to \$36B
 - + Consistent with December outlook

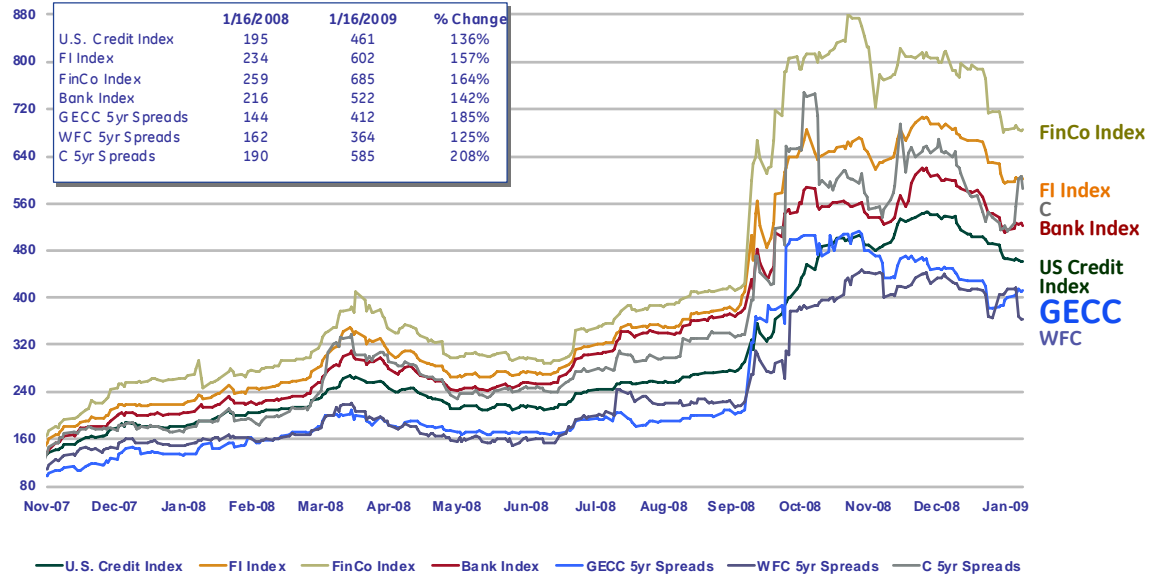
Executing liquidity plan ahead of schedule

Bond performance (USD):

GECC Spreads Comparison v/s Peers

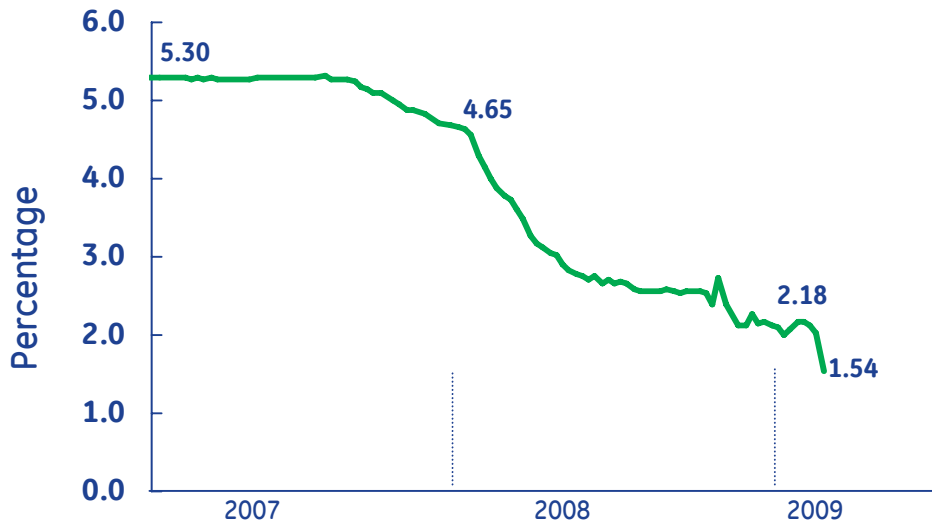
Most financial companies have underperformed the Credit Index since Fall 2007

OAS (bps)



Source: Barclays Capital

GECC USD Portfolio cost %



USD GECC Commercial paper spread to Libor (3M):

