
FOR IMMEDIATE RELEASE

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**Delphi Financial Prices Public Offering of \$250 Million
of 7.875% Senior Notes due 2020**

Wilmington, Delaware, January 14, 2010 -- Delphi Financial Group, Inc. (NYSE: DFG) announced today that it has priced a registered underwritten public offering of \$250 million aggregate principal amount of its 7.875% senior unsecured notes due 2020. The offering is expected to settle and close on January 20, 2010, subject to customary closing conditions. Net proceeds from the offering are expected to be used for general corporate purposes, including the repayment of corporate debt, which may include the repayment of debt outstanding under Delphi's revolving credit facility.

Banc of America Securities LLC and Wells Fargo Securities, LLC are the joint book-running managers of the offering. The offering will be made only by means of a preliminary prospectus supplement and accompanying base prospectus, copies of which may be obtained from: Banc of America Securities LLC at 1-800-294-1322 or dg.prospectus_distribution@bofasecurities.com and Wells Fargo Securities, LLC at 1-800-326-5897 or prospectus.specialrequests@wachovia.com. A copy of the preliminary prospectus supplement and accompanying base prospectus may also be obtained at no charge at the Securities and Exchange Commission's website, at www.sec.gov.

This press release does not constitute an offer to sell or a solicitation of an offer to buy notes or any other securities, nor will there be any sale of the notes in any state or jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of any such state or jurisdiction.

In connection with, and because it desires to take advantage of, the "safe harbor" provisions of the Private Securities Litigation Reform Act of 1995, Delphi cautions readers regarding certain forward-looking statements in the foregoing discussion and in any other statements made by, or on behalf of, Delphi, whether in future filings with the Securities and Exchange Commission or otherwise. Forward-looking statements are statements not based on historical information and which relate to future operations, strategies, financial results, prospects, outlooks or other developments. Some forward-looking statements may be identified by the use of terms such as "expects," "believes," "anticipates," "intends," "judgment," "outlook" or other similar expressions. Forward-looking statements are necessarily based upon estimates and assumptions that are

inherently subject to significant business, economic, competitive and other uncertainties and contingencies, many of which are beyond Delphi's control and many of which, with respect to future business decisions, are subject to change. Examples of such uncertainties and contingencies include, among other important factors, those affecting the insurance industry generally, such as the economic and interest rate environment, federal and state legislative and regulatory developments, including but not limited to changes in financial services, employee benefit and tax laws and regulations, changes in accounting rules or interpretation, market pricing and competitive trends relating to insurance products and services, acts of terrorism or war, and the availability and cost of reinsurance, and those relating specifically to Delphi's business, such as the level of its insurance premiums and fee income, the claims experience, persistency and other factors affecting the profitability of its insurance products, the performance of its investment portfolio and changes in Delphi's investment strategy, acquisitions of companies or blocks of business, and ratings by major rating organizations of Delphi and its insurance subsidiaries. These uncertainties and contingencies can affect actual results and could cause actual results to differ materially from those expressed in any forward-looking statements made by, or on behalf of, Delphi. Forward-looking statements contained in the foregoing discussion are made as of the date of this press release and Delphi disclaims any obligation to update these or any other forward-looking statements.