

Pricing Supplement

Filed pursuant to Rule 424(b)(5)
Registration Statement Nos. 333-129157 and 333-129157-01
Pricing Supplement No. 5 Dated January 16, 2007
(To Prospectus dated March 15, 2006 and
Prospectus Supplement dated March 15, 2006)
CUSIP: 02003MAW4

**Allstate Life Global Funding
Secured Medium Term Notes
Issued Through
Allstate Life Global Funding Trust 2007-1**

The description in this pricing supplement of the particular terms of the Secured Medium Term Notes offered hereby (the “Notes”), the Funding Agreement(s) (specified below) issued by Allstate Life Insurance Company (“Allstate Life”) and deposited into Allstate Life Global Funding Trust 2007-1 (the “Trust”) by Allstate Life Global Funding (“Global Funding”) and the Funding Note (specified below) issued by Global Funding to the Trust supplements the description of the general terms and provisions of the notes, the funding agreements and the funding notes set forth in the accompanying prospectus and prospectus supplement, to which reference is hereby made.

The Notes will represent the obligations of the issuing entity only and will not represent the obligations of, or interest in, any other person or entity, including Global Funding, Allstate Life or any of their respective affiliates. The Notes will constitute asset-backed securities within the meaning of Regulation AB under the Securities Act of 1933, as amended.

THE NOTES

Principal Amount: \$50,000,000	Agent(s) Discount: 0.02000%
Issue Price: 100.00%	Original Issue Date: January 22, 2007
Net Proceeds to the Trust: \$49,990,000	Stated Maturity Date: January 22, 2009
Specified Currency: U.S. Dollars	Depository: The Depository Trust Company
Interest Payment Dates:	January 22 and July 22 in each year subject to Following Business Day Convention.
Initial Interest Payment Date:	July 22, 2007
Regular Record Date:	15 calendar days prior to the Interest Payment Date

Following Business Day Convention:

If any Interest Payment Date or the Stated Maturity Date would otherwise be a day that is not a Business Day, any principal, premium, if any, and/or interest, as the case may be, shall be paid on the immediately succeeding Business Day and no additional interest will accrue in respect of the payment made on that next succeeding Business Day. The final Interest Payment Date for the Notes will be the relevant maturity date and interest for the final Interest Period will accrue from and including the Interest Payment Date immediately preceding such maturity date to but excluding the relevant maturity date.

Fiscal Year of Trust (not applicable unless different than as specified in the prospectus and prospectus supplement):

Type of Interest Rate: Fixed Rate Floating Rate

Fixed Rate Notes: Yes No. If, Yes,

Interest Rate: 5.17%

Floating Rate Notes: Yes No. If, Yes,

Regular Floating Rate Notes: Yes No. If, Yes,

Interest Rate: Interest Rate Basis plus Spread
Interest Rate Basis(es): See below

Inverse Floating Rate Notes: Yes No. If, Yes,

Fixed Interest Rate:

Floating Interest Rate:

Interest Rate Basis(es):

Floating Rate/Fixed Rate Notes: Yes No. If, Yes,

Floating Interest Rate:

Interest Rate Basis(es):

Fixed Interest Rate:

Fixed Rate Commencement Date:

Initial Interest Rate, if any: Not applicable

Interest Rate Basis(es). Check all that apply:

- | | |
|--|---|
| <input type="checkbox"/> CD Rate | <input type="checkbox"/> Federal Funds Rate |
| <input type="checkbox"/> CMT Rate | |
| <input type="checkbox"/> Commercial Paper Rate | <input type="checkbox"/> LIBOR |
| <input type="checkbox"/> Constant Maturity Swap Rate | <input type="checkbox"/> EURIBOR |
| <input type="checkbox"/> Eleventh District Cost of Funds | <input type="checkbox"/> Prime Rate |
| <input type="checkbox"/> Federal Fund Open Rate | <input type="checkbox"/> Treasury Rate |

If LIBOR:

LIBOR Page:	Not applicable
o LIBOR Moneyline Telerate:	o LIBOR Reuters:
LIBOR Currency:	U.S. Dollars
If CMT Rate:	
Designated CMT Moneyline Telerate Page:	Not applicable
If CMT Moneyline Telerate Page 7052:	o Weekly Average o Monthly Average
Designated CMT Maturity Index:	Not applicable
Index Maturity:	Not applicable
Spread (+/-):	Not applicable
Spread Multiplier:	Not applicable
Interest Reset Date(s):	Not applicable
Interest Determination Date(s):	Not applicable
Maximum Interest Rate, if any:	Not applicable
Minimum Interest Rate, if any:	Not applicable
Calculation Agent, if any:	The Bank of New York Trust Company, N.A.
Exchange Rate Agent, if any:	Not applicable
Computation of Interest (not applicable unless different than as specified in the prospectus and prospectus supplement):	
Day Count Convention (not applicable unless different than as specified in the prospectus and prospectus supplement):	
Amortizing Notes:	o Yes [X] No. If, Yes,
Amortizing Schedule:	
Additional/Other Terms:	
Discount Notes:	o Yes [X] No. If, Yes,
Total Amount of Discount:	
Initial Accrual Period of Discount:	
Additional/Other Terms:	

Redemption Provisions: o Yes [X] No. If, Yes,
Initial Redemption Date:
Initial Redemption Percentage:
Annual Redemption Percentage Reduction (if any):
Redemption: o In whole only and not in part
o May be in whole or in part
Additional/Other Terms:

Repayment: o Yes x No. If, Yes,
Repayment Date(s):
Repayment Price: o In whole only and not in part
Repayment: o May be in whole or in part
Additional/Other Terms:

Sinking Fund (not applicable unless specified):

Additional Amounts to be Paid for Withholding Tax (not applicable unless specified):

Securities Exchange Listing: o Yes [X] No. If Yes, Name of Exchange:

Authorized Denominations: \$1,000

Ratings:

The Notes issued under the Program are rated “AA” by Standard & Poor’s, a division of The Mc-Graw Hill Companies, Inc. (“**S&P**”). It is anticipated that Moody’s Investors Service, Inc. (“**Moody’s**”) will rate the Notes “Aa2” on the Original Issue Date.

Agent(s) Purchasing Notes as Principal: [X] Yes o No. If Yes,

<u>Agent(s)</u> Booking Agents	<u>Principal Amount</u>
Merrill Lynch, Pierce, Fenner and Smith Inc.	<u>\$50,000,000</u>
	<u>\$50,000,000</u>

Total:

Agent(s) Acting as Agent: o Yes [X] No. If Yes,

Additional/Other Terms: None

Special Tax Considerations: None

THE FUNDING AGREEMENT(S)

Funding Agreement Issuer: Allstate Life Insurance Company

Funding Agreement No.: FA – 41095

Deposit Amount: \$50,000,000

Issue Price: 100.00%

Net Deposit Amount: \$49,990,000

Effective Date: January 22, 2007

Specified Currency: U.S. Dollars

Interest Payment Dates: January 22 and July 22 in each year, subject to the Funding Agreement Following Business Day Convention.

Initial Interest Payment Date: July 22, 2007

Funding Agreement Following Business Day Convention: If any Interest Payment Date or the Stated Maturity Date would otherwise be a day that is not a Funding Agreement Business Day, any principal, premium, if any, and/or interest, as the case may be, shall be paid on the immediately succeeding Funding Agreement Business Day and no additional interest will accrue in respect of the payment made on that next succeeding Funding Agreement Business Day. The final Interest Payment Date for the Funding Agreement will be the relevant maturity date and interest for the final Interest Period will accrue from and including the Interest Payment Date immediately preceding such maturity date to but excluding the relevant maturity date.

Type of Interest Rate: Fixed Rate Floating Rate

Fixed Rate Funding Agreement: Yes No. If Yes,

Interest Rate: 5.17%

Floating Rate Funding Agreement: Yes No. If Yes,
Interest Rate:
Interest Rate Basis(es):

Inverse Floating Rate Funding Agreement: Yes No. If Yes,
Fixed Interest Rate:
Floating Interest Rate:
Interest Rate Basis(es):

Floating Rate/Fixed Rate Funding Agreement: Yes No. If Yes,

Floating Interest Rate:
Interest Rate Basis(es):
Fixed Interest Rate:
Fixed Rate Commencement Date:

Initial Interest Rate, if any: Not applicable

Interest Rate Basis(es). Check all that apply:

- | | |
|--|---|
| <input type="checkbox"/> CD Rate | <input type="checkbox"/> Commercial Paper Rate |
| <input type="checkbox"/> CMT Rate | <input type="checkbox"/> Eleventh District Cost of Funds Rate |
| <input type="checkbox"/> Constant Maturity Swap Rate | <input type="checkbox"/> Federal Funds Open Rate |
| <input type="checkbox"/> LIBOR | <input type="checkbox"/> Federal Funds Rate |
| <input type="checkbox"/> EURIBOR | <input type="checkbox"/> Treasury Rate |
| <input type="checkbox"/> Prime Rate | |

If LIBOR:

LIBOR Page: Not applicable

LIBOR Moneyline Telerate: LIBOR Reuters:

LIBOR Currency: U.S. Dollars

If CMT Rate:

Designated CMT Moneyline Telerate Page: Not applicable

If CMT Moneyline Telerate Page 7052:
 Weekly Average
 Monthly Average

Designated CMT Maturity Index: Not applicable

Index Maturity: Not applicable

Spread (+/-): Not applicable

Spread Multiplier: Not applicable

Interest Reset Date(s): Not applicable

Interest Determination Date(s): Not applicable

Maximum Interest Rate, if any: Not applicable

Minimum Interest Rate, if any: Not applicable

Calculation Agent, if any: The Bank of New York Trust Company, N.A.

Day Count Convention: 30/360

Amortizing Funding Agreement: o Yes x No. If Yes,
Amortizing Schedule:
Additional/Other Terms:

Discount Funding Agreement: o Yes x No. If Yes,

Total Amount of Discount:
Initial Accrual Period of Discount:

Additional/Other Terms:

Redemption Provisions: o Yes [X] No. If Yes,

Initial Redemption Date:
Initial Redemption Percentage:
Annual Redemption Percentage Reduction (if
any):

Redemption: o In whole only and not in part
o May be in whole or in part

Additional/Other Terms:

Repayment: o Yes [X] No. If Yes,

Repayment Date(s):
Repayment Price:
Repayment:

o In whole only and not in part
o May be in whole or in part

Additional/Other Terms:

Sinking Fund (not applicable unless specified):

Additional Amounts to be Paid For Withholding Tax (not
applicable unless specified):

Ratings:

The Funding Agreements issued under the Program are rated AA by S&P. It is anticipated that the Funding Agreement(s)
will be rated Aa2 by Moody's on the Original Issue Date.

Additional/Other Terms, if any: None

Special Tax Considerations: None

THE FUNDING NOTE

Funding Note Issuer: Allstate Life Global Funding

Funding Note No.:

FA – 41095

Principal Amount:

\$50,000,000

The Funding Note will otherwise have payment and other terms substantially similar to the Funding Agreement(s) and the Notes, except that the terms of the Funding Note will provide that it will be cancelled immediately upon the sale of, and deposit into, the Trust by Global Funding of the Funding Agreement(s).