



SECURITY BENEFIT  
LIFE INSURANCE COMPANY

# Foundations Annuity

FIXED INDEX ANNUITY



Being close to or in retirement may not be the time to take risks with your retirement savings.

---

Does that mean you have to sacrifice growth for safety?



## Protect your retirement savings from all market risk but still benefit from market upswings.

As a fixed index annuity, Foundations helps grow retirement savings without investing in the stock market. You can receive interest credits based on a portion of the increase of a financial market index but are guaranteed to never lose money due to market loss.

# Sequence of Returns Risk

... or how the timing of market risk can impact your retirement investments.

What happens to the market as you near or are beginning your retirement can have a significant impact on your retirement savings. When you're in your accumulation years, time is on your side and you can ride out the ups and downs of the market. But, if market losses occur during the early years of retirement, the risk of running out of retirement

income is much higher than if such losses occur later in retirement. This principle is known as the sequence of returns risk. The example below illustrates how the timing of market performance in the first years of retirement can impact your retirement savings over time.

## Sequence of Returns Risk Example — Two Dramatically Different Decades

Anne

begins taking retirement income in 1991

Anne retires in 1991 and decides to withdraw \$30,000 annually from her \$500,000 account. She does this for 10 years. At the end of 10 years, she has withdrawn \$300,000, yet has an account balance of nearly \$1.4 million dollars. This is due to the tremendous performance of the stock market in the 1990s.

Date (Dec. 31)	S&P 500® Return	Withdrawals	Account Value
1990	--	--	\$500,000
1991	26.31%	\$30,000	\$601,534
1992	4.46%	\$30,000	\$598,388
1993	7.06%	\$30,000	\$610,605
1994	-1.54%	\$30,000	\$571,206
1995	34.11%	\$30,000	\$736,048
1996	20.26%	\$30,000	\$855,198
1997	31.01%	\$30,000	\$1,090,379
1998	26.67%	\$30,000	\$1,351,168
1999	19.53%	\$30,000	\$1,584,998
2000	-10.14%	\$30,000	\$1,394,292

David

begins taking retirement income in 2001

Anne's brother, David, doesn't retire until 2001 and does so with the same beginning balance and withdrawals as Anne. However, stock market performance is quite different from the previous 10 years, and he has taken major hits to his account early on. After 10 years of withdrawing the same \$300,000 as Anne, David's account balance was vastly depleted to only \$147,000.

Date (Dec. 31)	S&P 500® Return	Withdrawals	Account Value
2000	--	--	\$500,000
2001	-13.00%	\$30,000	\$404,787
2002	-23.37%	\$30,000	\$280,204
2003	26.38%	\$30,000	\$324,123
2004	8.99%	\$30,000	\$323,273
2005	3.00%	\$30,000	\$302,975
2006	13.62%	\$30,000	\$314,238
2007	3.53%	\$30,000	\$295,329
2008	-38.49%	\$30,000	\$151,669
2009	23.45%	\$30,000	\$157,242
2010	12.78%	\$30,000	\$147,342

# How can a fixed index annuity help?

## Foundations avoids sequence of returns risk by eliminating all market risk.

Unlike a fixed annuity, a fixed index annuity (FIA) offers options to have interest credits that are determined by part of the change in one or more financial market indices instead of interest rates.

Those index options limit both upside participation and downside risk, regardless of how well or poorly the benchmarked indices perform.

## Some Market Participation. No Market Downside.

This example shows how the annuity participates in some, but not all, of the Index's growth. However, the annuity does not lose value due to market downturns, which can be critical in protecting yourself from sequence of returns risk.

### 100% Allocation Into the S&P 500® Annual Point to Point Index Account | Hypothetical 8.00% Annual Cap Applied

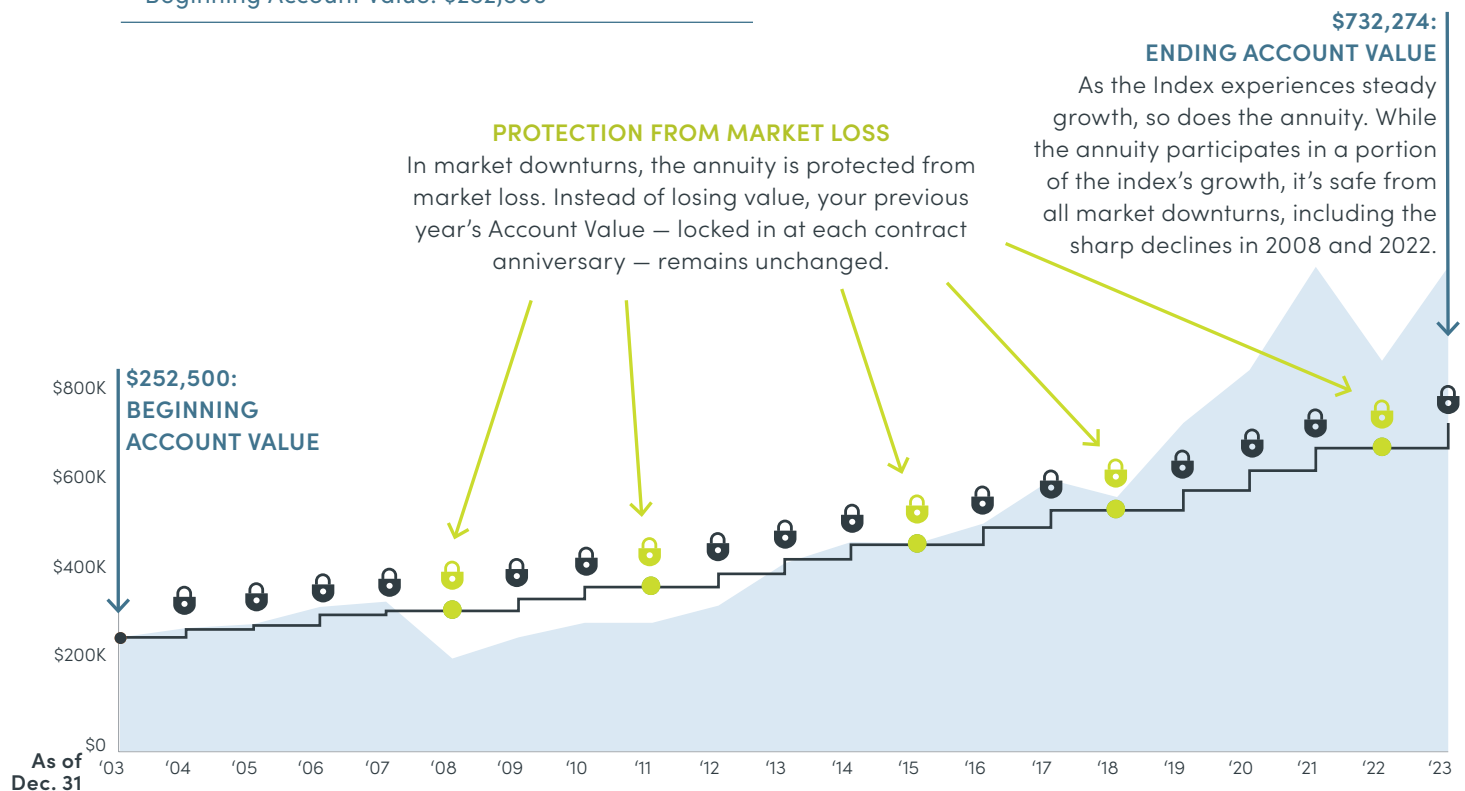
\$250,000 Foundations purchase on Dec. 31, 2003

1% Bonus of \$2,500

Beginning Account Value: \$252,500

S&P 500® Index (Price Return)

🔒 S&P 500® Annual Point to Point Index Account Value



The Foundations Annuity was not available until December 2012. Simulated index performance utilizes backward looking projections and should not be relied on as a predictor of future index performance, which may differ substantially from the simulated performance reflected in this example.

In addition, the actual caps, spreads, and participation rates may be different than what is assumed for this example, which is provided for demonstration purposes only. Caps, spreads, and participation rates are set at our discretion at the beginning of each Index Term based upon factors we consider relevant, including market conditions. It was not possible for a consumer to have received the interest credits shown in this retrospective example. Actual interest credits for a purchased annuity contract will be based on the allocations selected by the owner, the performance of the underlying indexes for any index accounts to which contract value is allocated, and the respective caps, spreads, and participation rates applicable to those index accounts. The hypothetical values assume no withdrawals and no additional Purchase Payments. All returns shown are cumulative and not on an annualized basis. Withdrawals are subject to ordinary income tax and if made before age 59½ may incur a 10% IRS penalty tax and may be subject to product-specific charges.



# Diverse crediting options provide growth opportunity without the risk.

While non-market investments may have lower earnings than their riskier counterparts, placing a portion of your retirement savings in the Foundations Annuity can protect it from all market loss while still providing growth potential. Choose from one or any combination of the following crediting options to help safely grow your Account Value.<sup>1</sup>

## Fixed Account

The Fixed Account provides a predictable rate of interest each year.

When We Credit Interest	How We Calculate Interest
We credit interest daily.	Security Benefit credits an interest rate that is guaranteed to be no less than the contract's Guaranteed Minimum Interest Rate (GMIR) for each contract year. <sup>1</sup>

The following index accounts give you the potential to earn higher interest credits than the Fixed Account.

## S&P 500® Index (Price Return)

This Index is a widely recognized benchmark of U.S. stock market performance comprised of the stocks representing the top 500 U.S. companies.

When We Credit Interest	How We Calculate Interest
<b>S&amp;P 500® Annual Point to Point Index Account with Cap<sup>2</sup></b> We credit interest annually on your contract anniversary.	We calculate how much interest we credit to your Account Value based on the percentage change in the Index from one contract anniversary to the next. We credit a positive percentage difference, up to a cap, as interest on the amount you allocate to this Index Account.
<b>S&amp;P 500® Annual Average Index Account with Cap<sup>2</sup></b> We credit interest annually on your contract anniversary.	We calculate how much interest we credit to your Account Value based on the average of your monthly contract anniversary ending values of the Index compared to the Index value on the previous contract anniversary. We credit a positive percentage difference, up to a cap, as interest on the amount you allocate to this Index Account.
<b>S&amp;P 500® Monthly Sum Index Account with Cap<sup>2</sup></b> We credit interest annually on your contract anniversary.	On each contract anniversary, interest is calculated based on the sum of the capped monthly changes in the Index value for the previous year. A positive one-month change in the Index, subject to your monthly cap, increases the annual sum. A negative one-month change is subtracted in full from the annual sum. There is no floor on a negative return for that month. The positive sum of the 12 monthly Index returns is credited as interest.

<sup>1</sup> Fixed rates, caps, participation rates, and annual spreads may be changed after each Index Term but will not be lower than the guaranteed minimum or higher than the guaranteed maximum. Participation rates may be higher or lower than 100% and spreads may be 0%. Ask your financial professional for the current rate information. Refer to the Foundations Rate Sheet for current Fixed Account rates and Index Account caps, spreads, and participation rates.

<sup>2</sup> Without dividends

## S&P 500® Factor Rotator Daily RC2 7% Index (Excess Return)

This Index is a weighted return index that is designed to track the two best performing S&P 500® factor indices, based on past risk-adjusted return, out of the following five indices: S&P 500® Quality, S&P 500® Enhanced Value, S&P 500® Momentum, S&P 500® Low Volatility, and S&P 500® High Dividend with the ability to allocate to the S&P 2-year U.S. Treasury Note Futures Index or a cash account should all factor indices experience downturns at each monthly rebalancing. The goal of the Index is a weighted return while seeking to provide above-average risk-adjusted returns with a targeted level of volatility.

When We Credit Interest	How We Calculate Interest
<b>S&amp;P 500® Factor Rotator Daily RC2 7% Annual Point to Point Index Account with Participation Rate</b> We credit interest annually on your contract anniversary.	We calculate the interest we credit to your Account Value based on the percentage change in the Index from one contract anniversary to the next. We credit a positive percentage difference, multiplied by the participation rate and less any annual spread, as interest on the amount you allocate to this Index Account. <sup>2</sup>
<b>S&amp;P 500® Factor Rotator Daily RC2 7% 2-year Point to Point Index Account with Participation Rate<sup>3</sup></b> We credit interest on every second contract anniversary.	We calculate how much interest we credit to your Account Value based on the percentage change in the Index from each two-year contract anniversary to the next. We credit a positive percentage difference, multiplied by the participation rate and less any annual spread, as interest on the amount you allocate to this Index Account.

## S&P 500® Low Volatility Daily Risk Control 5% Index (Total Return)

This Index is comprised of a portfolio of the S&P 500® Low Volatility Index plus a cash component. The Index is a total return index (uncapped index credits, includes dividends) designed to measure the performance of the 100 least volatile stocks within the benchmark index. As an uncapped strategy, you may benefit from higher interest credits compared to capped index account strategies. The goal of these Index Accounts is to reduce volatility that's normally associated with a single-component Index while increasing your opportunity to receive interest credits.

When We Credit Interest	How We Calculate Interest
<b>S&amp;P 500® Low Volatility Daily Risk Control 5% Annual Point to Point Index Account with Spread</b> We credit interest annually on your contract anniversary.	We calculate the interest we credit to your Account Value based on the percentage change in the Index from one contract anniversary to the next. We credit a positive percentage difference, multiplied by the participation rate and less an annual spread, as interest on the amount you allocate to this Index Account.
<b>S&amp;P 500® Low Volatility Daily Risk Control 5% 2-year Point to Point Index Account with Spread<sup>3</sup></b> We credit interest on every second contract anniversary.	We calculate how much interest we credit to your Account Value based on the percentage change in the Index from each two-year contract anniversary to the next. We credit a positive percentage difference, multiplied by the participation rate and less an annual spread, as interest on the amount you allocate to this Index Account.

<sup>3</sup> It is important to understand that the S&P 500® Low Volatility Daily Risk Control 5% 2-year, the S&P 500® Factor Rotator Daily RC2 7% 2-year, the S&P Multi-Asset Risk Control (MARC) 5% 2-year, and the Morningstar Wide Moat Focus Barclays VC 7% 2-year Point to Point Index Accounts have two-year terms. No transfers to the Fixed Account or other Index Account from the multi-year Index Account are permitted before the end of the respective Index Term. In addition, to receive the full index interest from a two-year Index Account, no withdrawals, deductions, or amounts for annuitization can be taken from the multi-year Index Accounts.

## S&P Multi-Asset Risk Control (MARC) 5% Index (Excess Return)

The S&P Multi-Asset Risk Control (MARC) 5% Index, developed by S&P Dow Jones Indices LLC and calculated daily by S&P, is designed to track the performance of a risk-weighted portfolio consisting of three asset classes — equities, commodities, and fixed income — with a target volatility level of 5%. The three component indexes include the S&P 500® Excess Return Index, the S&P GSCI Gold Excess Return Index, and the S&P 10-year U.S. Treasury Note Futures Excess Return Index. Should one or more of the markets experience a downturn, the index systematically rebalances to the less volatile asset classes. If all asset classes are volatile, the index risk control seeks to reduce market exposure and increase the allocation to interest free cash.

When We Credit Interest	How We Calculate Interest
<b>S&amp;P Multi-Asset Risk Control (MARC) 5% Annual Point to Point Index Account with Participation Rate</b> We credit interest annually on your contract anniversary.	We calculate the interest we credit to your Account Value based on the percentage change in the Index from one contract anniversary to the next. We credit a positive percentage difference, multiplied by a participation rate and less an annual spread, as interest on the amount you allocate as interest in this Index Account.
<b>S&amp;P Multi-Asset Risk Control (MARC) 5% 2-yr Point to Point Index Account with Participation Rate<sup>3</sup></b> We credit interest on every second contract anniversary.	We calculate the interest we credit to your Account Value based on the percentage change in the Index from each two-year contract anniversary to the next. We credit a positive percentage difference, multiplied by a participation rate and less an annual spread, as interest on the amount you allocate as interest in this Index Account.

## Morningstar Wide Moat Focus Barclays VC 7% Index (Excess Return)

Morningstar Wide Moat Focus Barclays VC 7% Index comprises an equity component and a U.S. Treasury component. The equity component is the Morningstar® Wide Moat Focus Index<sup>SM</sup>. The Treasury component comprises four Barclays U.S. Treasury futures indices. The index uses a volatility control overlay that aims to reduce risk and maintain its annual volatility level at or below 7% and measures portfolio performance of the most undervalued stocks with a “wide” economic moat determined by Morningstar’s Equity Research team. The Index, created and maintained by Barclays Bank PLC, is calculated daily by Bloomberg Index Services Limited. Morningstar, Inc. owns the underlying Morningstar Wide Moat Focus Index and has licensed its use in the Index.

When We Credit Interest	How We Calculate Interest
<b>Morningstar Wide Moat Focus Barclays VC 7% Annual Point to Point Index Account with Participation Rate</b> We credit interest annually on your contract anniversary.	We calculate the interest we credit to your Account Value based on the percentage change in the Index from each two-year contract anniversary to the next. We credit a positive percentage difference, multiplied by a participation rate and less an annual spread, as interest on the amount you allocate as interest in this Index Account.
<b>Morningstar Wide Moat Focus Barclays VC 7% 2-year Point to Point Index Account with Participation Rate<sup>3</sup></b> We credit interest on every second contract anniversary.	We calculate the interest we credit to your Account Value based on the percentage change in the Index from each two-year contract anniversary to the next. We credit a positive percentage difference, multiplied by a participation rate and less an annual spread, as interest on the amount you allocate as interest in this Index Account.



## Diversify Your Retirement Portfolio

The 60/40 portfolio — 60% equities and 40% fixed income and cash equivalents — has been a traditional benchmark for a balanced growth portfolio. However, in a rising rate environment, the value of many fixed income investments declines — putting your potential retirement savings and income at risk. In this hypothetical example we show how you could allocate a portion of your fixed income portfolio into the Foundations Annuity.

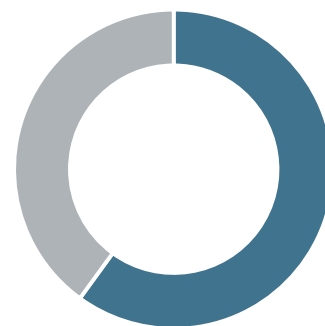
## Advantages of Foundations in Your Portfolio

- ✓ Higher Potential Growth Than Fixed Income in a Rising Rate Environment
- ✓ Tax-deferred Growth
- ✓ Safety of Principal

## Traditional 60/40 Portfolio

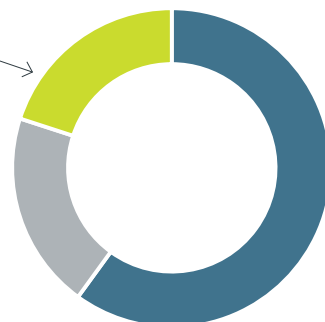
### Equities

Fixed Income  
and Cash



## Portfolio With Foundations

### Foundations Annuity



### Foundations Features

1% Bonus	An advantage of the Foundations Annuity is the bonus on all Purchase Payments made within the first contract year. The bonus goes directly into your contract and gives an immediate increase in your Account Value. For example:		
	First Year Purchase Payment	1% Bonus	Account Value Upon Issue
	\$100,000	\$1,000	\$101,000
	\$250,000	\$2,500	\$252,500
Higher Potential Growth	As the market index goes up, you can receive interest rate credits up to a cap, spread, or participation rate defined in your contract; however, in a down market, you're guaranteed to never lose principal (minus withdrawals and fees). With Foundations, you aren't invested in the market, which means you can never lose your principal due to market losses or performance.		
Tax-deferred Growth	Like a traditional IRA or 401(k) plan, Foundations benefits from tax-deferred accumulation. <sup>4</sup> This means that when your contract is credited with interest, the interest isn't taxed until it's withdrawn. <sup>5</sup> You benefit from compounded growth, which can lead to a larger account value than that of a similar taxable account with the same rate of interest.		
No Risk to Your Account Value	If the market experiences negative returns, there is no risk of your Account Value declining. Your principal and minimum interest rates within the contract are guaranteed (principal may be reduced by withdrawals and fees).		
10% Free Withdrawals	After the first contract anniversary and during the surrender charge period, you may withdraw up to 10% of your Account Value, free of surrender charges or market value adjustments. Free withdrawals don't apply to full surrender or annuitization.		
RMD Friendly	Currently, on qualified contracts during the surrender charge period and upon request, we process Required Minimum Distributions (RMDs) with no surrender charge or market value adjustment assessed on withdrawal amounts for clients who have reached RMD age. This is not a guaranteed feature; Security Benefit reserves the right to change or cancel this feature in the future.		

<sup>4</sup> Security Benefit does not offer tax advice. Please seek independent tax, accounting, or legal advice. If you are purchasing an annuity to fund a retirement plan, such as an IRA that receives preferential tax treatment under the Internal Revenue Code, you should consider that an annuity does not provide any additional tax advantages to those already available from a retirement plan. However, an annuity does offer other features and benefits in addition to tax deferral that other funding vehicles may not offer, including death benefit protection for your beneficiaries and annuity options that guarantee income for life. You should consult your financial professional about whether the overall benefits and costs of an annuity are appropriate considering your circumstances.

<sup>5</sup> Withdrawals are taxable as ordinary income and, if made before age 59½, may be subject to a 10% IRS penalty tax.

## Choose Between Two Surrender Charge Schedules

	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8
<b>Foundations 5-year</b>								
Standard	9.00%	8.00%	7.00%	6.00%	5.00%	0.00%	--	--
CT & DE	8.25%	7.25%	6.50%	5.50%	4.50%	0.00%	--	--
<b>Foundations 7-year</b>								
Standard	9.00%	8.00%	7.00%	6.00%	5.00%	4.00%	3.00%	0.00%
CT & DE	8.25%	7.25%	6.50%	5.50%	4.50%	3.50%	2.50%	0.00%

<b>Foundations Annuity Overview</b>		
<b>Purchase Payment</b>	Minimum Initial Purchase Payment	\$25,000
	Minimum Subsequent Purchase Payment	\$1,000
	Maximum Without Prior Approval	\$1,000,000
<b>Account Types</b>	Non-qualified, 403(b), 403(b) Roth, IRA, Roth IRA, SEP IRA rollover	
<b>Issue Ages</b>	0-85 years (oldest Owner or Annuitant) May vary by state. For details, talk with your financial professional.	
<b>Fixed Account Crediting Option</b>	The Fixed Account's Guaranteed Minimum Interest Rate (GMIR) is set at issue, is guaranteed for the life of the contract, and will be between 1% and 3%.	
<b>Terminal Illness and Nursing Home Waivers</b>	If after you purchase the annuity you are confined to a nursing home or hospital for longer than 90 days or diagnosed with a terminal illness, surrender charges and any applicable MVA may be waived if you request a withdrawal after the third contract anniversary. A request to waive these charges must be made on forms provided by Security Benefit and must be accompanied by a physician's statement. The Nursing Home Waiver is not available in CA and MA, and the Terminal Illness Waiver is not available in CA and NJ. Other state variations may apply.	
<b>Death Benefit</b>	The Foundations Annuity provides the reassurance of a death benefit. If the Annuitant dies before receiving annuity payments (annuitization), the beneficiaries will receive 100% of the Account Value, less any applicable premium tax, or the cash surrender value if higher. An annuity with properly named beneficiaries may also avoid the expenses and delays of probate. Talk with your financial professional for more information about your death benefit.	

## Foundations Annuity Overview

### Understanding the Surrender Charge

The Security Benefit Foundations Annuity has two versions of the surrender charge period from which you may choose:

- Foundations 5-yr: five-year surrender charge period
- Foundations 7-yr: seven-year surrender charge period

The Security Benefit Foundations Annuity offers flexibility to avoid some or all surrender charges, depending on your circumstances through the free withdrawal option, the Terminal Illness Waiver, the Nursing Home Waiver, and the death benefit paid upon the death of the Annuitant or Joint Owner if he or she is the spouse of the Annuitant.

If you take withdrawals that are greater than the free withdrawal amount during the surrender charge period (either the first five or seven years of the contract), your Account Value will be subject to a surrender charge. Surrender charges will also generally apply if you annuitize during the surrender charge period and may apply under certain circumstances involving death and joint ownership. The amount of the surrender charge is equal to the amount withdrawn (less any free withdrawal amount) after any applicable MVA is applied, multiplied by the applicable surrender charge percentage.

### Market Value Adjustment (MVA)

In order to more effectively manage changing market conditions and interest rates, Security Benefit applies an MVA to withdrawals that exceed the free withdrawal amount during the surrender charge period. The MVA will also apply if you annuitize during the surrender charge period and may apply under certain circumstances involving death and joint ownership. In general, if at the time of withdrawal the interest rates in the market, as measured by the 10-year Constant Maturity Treasury rate, are higher than when you purchased your annuity, an additional amount is deducted from your annuity. Conversely, if market interest rates are more than 0.25% lower than when you purchased your annuity, an additional amount will be added to your annuity, which reduces the amount deducted from your contract. The MVA will not apply to withdrawals that are less than the free withdrawal amount or to the death benefit paid upon the death of the Annuitant or the death of the Joint Owner if the Joint Owner is the spouse of the Annuitant. For contracts issued in AK, CA, IN, MN, MO, NH, NJ, OH, OR, PA, SC, TX, UT, and WA, an MVA does not apply. Ask your financial professional for more information on the MVA.



To view current rates for Foundations Annuity, go to [SecurityBenefit.com/FoundationsRates](https://SecurityBenefit.com/FoundationsRates) or scan the QR code.

# Your path *To and Through Retirement*<sup>®</sup> begins here.

Talk to your financial professional to see whether the Foundations Annuity can complement your retirement portfolio or contact us at 800.888.2461.

Security Benefit Life Insurance Company is not a fiduciary and the information provided is not intended to be investment advice. This information is general in nature and intended for use with the general public. For additional information, including any specific advice or recommendations, please visit with your financial professional.

This material contains highlights only. Please refer to the annuity contract for a full explanation of the product and any charges or limitations. The Security Benefit Foundations Annuity, form 5800 (11-10) and ICC10 5800 (11-10), a fixed index flexible premium deferred annuity, is issued by Security Benefit Life Insurance Company. Product features, limitations, and availability may vary by state. In Idaho, Foundations is issued on form ICC10 5800 (11-10).

The "S&P 500 Index," "S&P 500 Low Volatility Daily Risk Control 5% Index," "S&P Multi-Asset Risk Control (MARC) 5% Index," and "S&P 500 Factor Rotator Daily RC2 7% Index" are products of S&P Dow Jones Indices LLC or its affiliates ("SPDJI") and have been licensed for use by Security Benefit Life Insurance Company (SBL). S&P®, S&P 500®, US 500, The 500, iBoxx®, iTraxx® and CDX® are trademarks of S&P Global, Inc. or its affiliates ("S&P"); Dow Jones® is a registered trademark of Dow Jones Trademark Holdings LLC ("Dow Jones"), and these trademarks have been licensed for use by SPDJI and sublicensed for certain purposes by SBL. The Foundations Annuity is not sponsored, endorsed, sold or promoted by SPDJI, Dow Jones, S&P, their respective affiliates, and none of such parties make any representation regarding the advisability of purchasing the Foundations Annuity nor do they have any liability for any errors, omissions, or interruptions of the above named indices.

Neither Barclays Bank PLC (**BB PLC**) nor any of its affiliates (collectively **Barclays**) is the issuer or producer of the Foundations Annuity (the **Product**) and Barclays has no responsibilities, obligations, or duties to purchasers in the Product. The Morningstar Wide Moat Focus Barclays VC 7% Index ER (the **Index**), together with any Barclays indices that are components of the Index, is a trademark owned by Barclays and, together with any component indices and index data, is licensed for use by Security Benefit Life Insurance Company (**Security Benefit**) as the issuer or producer of the Product (the **Issuer**).

Barclays' only relationship with the Issuer in respect of the Index is the licensing of the Index, which is administered, compiled, and published by BB PLC in its role as the index sponsor (the **Index Sponsor**) without regard to the Issuer or the Product or purchasers in the Product. Additionally, Security Benefit as issuer or producer of the Product may for itself execute transaction(s) with Barclays in or relating to the Index in connection with the Product. Purchasers acquire the Product from Security Benefit and purchasers neither acquire any interest in the Index nor enter into any relationship of any kind whatsoever with Barclays upon making an investment in the Product. The Product is not sponsored, endorsed, sold, or promoted by Barclays and Barclays makes no representation regarding the advisability of the Product or use of the Index or any data included therein. Barclays shall not be liable in any way to the Issuer, purchasers, or to other third parties in respect of the use or accuracy of the Index or any data included therein.

Bloomberg Index Services Limited is the official index calculation and maintenance agent of the Index, an index owned and administered by Barclays. Bloomberg Index Services Limited does not guarantee the timeliness, accurateness, or completeness of the Index calculations or any data or information relating to the Index. Bloomberg Index Services Limited makes no warranty, express or implied, as to the Index or any data or values relating thereto or results to be obtained therefrom and expressly disclaims

all warranties of merchantability and fitness for a particular purpose with respect thereto. To the maximum extent allowed by law, Bloomberg Index Services Limited, its affiliates, and all of their respective partners, employees, subcontractors, agents, suppliers, and vendors (collectively, the **protected parties**) shall have no liability or responsibility, contingent or otherwise, for any injury or damages, whether caused by the negligence of a protected party or otherwise, arising in connection with the calculation of the Index or any data or values included therein or in connection therewith and shall not be liable for any lost profits, losses, punitive, incidental, or consequential damages.

The Index is created and maintained solely by Barclays using a combination of U.S. Treasury Futures holdings selected by Barclays and the Morningstar Wide Moat Focus Index<sup>SM</sup> (**Wide Moat Focus Index**) in its entirety. Morningstar, Inc. (**Morningstar**) has no relationship to Barclays, other than to license Barclays the right to use the Wide Moat Focus Index in the Index. Under this licensing arrangement, Barclays must include the Wide Moat Focus Index in its entirety in the Index. Morningstar has no responsibility for the compilation or maintenance of the Index or its performance, and no liability to anyone for its use. The Morningstar name and logo are registered marks of Morningstar. Morningstar does not guarantee the accuracy, completeness, or timeliness of the Wide Moat Focus Index or any data included in it and expressly disclaims any warranties associated with it.

The Product is a fixed index annuity created and maintained by Security Benefit. The Product is not sponsored, endorsed, sold, or promoted by Morningstar or any of its affiliates (collectively, the Morningstar Entities). The Morningstar Entities make no representation or warranty, express or implied, to the owners of the Product or any member of the public regarding the advisability of acquiring any financial product, including, without limitation, the Product. The Morningstar Entities are not responsible for and have not participated in: (i) the determination of the participation of the crediting strategy of the Product; (ii) the timing of the issuance or sale of the Product; or (iii) the determination or calculation of the equation by which the Product is converted into cash; and the Morningstar Entities have no obligation or liability in connection with the purchase, administration, marketing, or crediting of interest for the Product.

Guarantees provided by annuities are subject to the financial strength of the issuing insurance company. Annuities are not FDIC or NCUA/NCUSIF insured; are not obligations or deposits of and are not guaranteed or underwritten by any bank, savings and loan, or credit union or its affiliates; and are unrelated to and not a condition of the provision or term of any banking service or activity.

Fixed index annuities are not stock market investments and do not directly participate in any equity, bond, other security, or commodities investments, and therefore do not reflect the total return of the underlying stocks. Neither an index nor any fixed index annuity is comparable to a direct investment in the equity, bond, other security, or commodities markets.

Neither Security Benefit nor its representatives offer legal or tax advice. Please consult with your personal attorney and/or advisor regarding any legal or tax matters.

Bonus annuities may include changes to the elements used to determine the index interest credits or changes to the interest rate that are not included in similar annuities without a bonus. These changes may include lower current interest rates, higher surrender charges, longer surrender charge periods, lower participation rates or caps, higher spreads, or other changes. The amount of charges or reduction of interest credits may exceed the amount of the bonus.