



NORTH AMERICAN PRIZM PLUSSM

The North American Prizm PlusSM is a fixed index annuity product offering:

- Participation Rate Only Product
- No annuitization required to receive applicable bonus.
- 100% Liquidity Nursing Home Rider!
- Up to four distinct account options: Monthly Average, Annual Point-to-Point, Monthly Point-to-Point and Fixed Account
- Up to thirteen options from which to choose.
- Safety of premium from market loss.
- Tax-deferred growth.
- Flexible premiums - No rolling surrender charge.

The Prizm PlusSM is a long-term annuity product that offers several different options, allowing your clients the flexibility to choose the option that is best for their situation. Listed below are the 3 surrender charge options and corresponding benefits they can choose from.

SURRENDER CHARGE PERIOD	7-YEAR	10-YEAR	14-YEAR
PREMIUM BONUS	NO PREMIUM BONUS	5% on all premium payments received during first 7 contract years	10% on all premium payments received during first 7 contract years
ANNUITIZATION BONUS	1% after the eighth contract year	1% after the tenth contract year	2% after the fourteenth contract year
ISSUE AGES	0-85	0-79	0-75

MINIMUM PREMIUM \$10,000 non-qualified & \$2,000 qualified (\$50/month TSA Salary Reduction).

INDEX AVAILABILITY The Prizm PlusSM offers potential stock-market related growth associated with the:

- Dow Jones Industrial AverageSM
- NASDAQ-100[®]
- Standard & Poor's 500 Index^{®2}
- Dow Jones EuroSTOXX 50[®]
- Russell 2000[®]
- Standard & Poor's MidCap 400 Index[®]
- Lehman Brothers U.S. Aggregate Index

ACCOUNTS

Monthly Average with Participation Rate: Interest Credit is credited annually and is based on the average of twelve previous monthly index values, subject to a Participation Rate. The Participation Rate is a percentage that is multiplied by the gain at the end of the Index Period to determine the Interest Credit to your client's contract. The Participation Rate is guaranteed for the first year, but can change each subsequent year. The Participation Rate is set in advance, never to be less than 10%.

Annual Point-to-Point with Participation Rate: Interest Credit for each year is determined by the change in the beginning and ending index values, subject to a Participation Rate. The Participation Rate is a percentage that is multiplied by the gain at the end of the Index Period to determine the Interest Credit to your client's contract. The Participation Rate is guaranteed for the first year, but can change each subsequent year. The Participation Rate is set in advance, never to be less than 10%.

Monthly Point-to-Point with Index Cap Rate: Interest Credit is credited annually and is based on the sum of all the monthly percentage changes in the index—which could be positive or negative. On each contract anniversary, these monthly changes, each not to exceed the monthly Index Cap Rate are added together to determine the Interest Credit for that year. The Index Cap Rate is declared on each contract anniversary, based upon current economic condition, and is guaranteed for the next contract year. At no time will this rate ever fall below the guaranteed 1% monthly Index Cap Rate.

Fixed Account: Premium allocated to this account will earn the current Fixed Account interest rate. This rate will be guaranteed for one contract year and the rate will renew annually thereafter, but will never fall below the minimum guaranteed fixed interest rate. See the Interest Rate Sheet (6745Z) for both the current and minimum interest rates.



TRANSFER OPTIONS

Each year, your clients may elect to transfer their values between the Fixed Account and Index Account options. They may also elect to transfer between indices within the Index Account on an annual basis. By current Company practice, your clients have 30 days following each contract anniversary to reallocate. Transfers are not allowed until your first contract anniversary. Based on current tax laws, these transfers between options will not be taxable or subject to surrender penalties.

PENALTY-FREE SURRENDERS

Up to 10% of Accumulation Value may be withdrawn once each contract year after your client's first contract anniversary. Withdrawals, surrenders and loans from this annuity prior to age 59½ may be subject to IRS penalties. Under current law, annuities grow tax deferred. An annuity is not required for tax deferral in qualified plans.

SURRENDER VALUE

The surrender value is the amount that is available at the time of surrender. The surrender value is equal to the Accumulation Value, subject to the Interest Adjustment, less applicable surrender charges and state premium taxes. The surrender value will never be less than the minimum requirements set forth by state laws at the time of issue.

SUBSEQUENT PREMIUMS

All subsequent premiums are deposited into the Fixed Account and will earn the then-current Fixed Account interest rate until the contract anniversary date. On each contract anniversary, North American will allocate any premiums received since the prior contract anniversary among the Fixed Account and Index Accounts according to your clients most recent instructions.

ANNUITY PAY-OUT OPTIONS

Should your client decide to receive an income from their annuity after the surrender charge period, they will have several annuity pay-out options from which to choose. Annuity pay-out options are a benefit of deferred annuities, but annuitization is not a requirement with the Prizm PlusSM.

With the exception of the Life Income options, annuity pay-out options are for a minimum of five years and a maximum of 20 years. The following options are available:

Income for a Specified Period	Life Income
Income of a Specified Amount	Joint and Survivor Life Income
Life Income with a Period Certain	

DEATH BENEFIT

North American will pay out, as the Death Benefit, the Accumulation Value to your client's beneficiary upon the death of the annuitant or an owner. Their beneficiary may choose to receive the payouts in either a lump sum or a series of income payments. If joint annuitants are named, the Death Benefit will be paid on the death of the second annuitant. If joint owners are named, the Death Benefit will be paid out on the death of the first owner.

NURSING HOME CONFINEMENT RIDER

The Nursing Home Confinement Rider provides a benefit to annuitants who are confined to a qualified nursing care center. This rider will be automatically added to the contract in states where available. This rider provides the penalty-free withdrawal amount allowed under the base annuity to be 100% of the Accumulation Value. Nursing home confinement must be:

- After the first contract anniversary;
- For at least 90 days; and
- Medically necessary.

We must receive acceptable proof of confinement. This rider is available to annuitants age 75 or younger on the issue date of the annuity. Please see the Prizm PlusSM product brochure for specific details regarding this rider.

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