



FlexLife

INDEXED UNIVERSAL LIFE – BUYER'S GUIDE

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Products issued by
National Life Insurance Company®

National Life Group® is a trade name of National Life Insurance Company, Montpelier, Vermont and its affiliates.

No bank or credit union guarantee | Not a deposit | Not FDIC/NCUA insured | May lose value | Not insured by any federal or state government agency

Guarantees are dependent upon the claims-paying ability of the issuing company.

FlexLife

Indexed Universal Life (IUL)

Flexibility for Life, Protection for Peace of Mind

FlexLife offers you:



Permanent death benefit protection for your loved ones



Flexible coverage and premiums¹



Living benefits to provide resources in the event of a qualifying terminal illness, chronic illness, critical illness, or critical injury — or a qualifying diagnosis of Alzheimer's disease or Lewy Body Dementia²



Optional Lifetime Income Benefit Rider provides the potential for guaranteed income for life³



Multiple index crediting strategies offer diversified choices for cash values



Cash value accumulation potential



Protection from market losses⁴



Protect What Matters Most

FlexLife provides an income tax-free benefit⁵ to your beneficiaries plus access to cash value during your lifetime.

Flexible Coverage

Compared to other permanent life insurance products, indexed universal life is perhaps the most flexible. That's because it lets you adjust the amount of insurance you own⁶ – and the level of premiums you pay – to best suit your changing needs.

There is also the potential to build cash value in your policy on a tax-deferred basis, which you can use during your lifetime. For example, you have the potential to take policy loans and withdrawals⁷ for sudden emergencies or for retirement income.

And because FlexLife is an Indexed Universal Life product, your policy values can be credited interest based in part on crediting strategies tied to major market indexes, such as the S&P 500[®].

Flexible Death Benefits

FlexLife offers two death benefit options:

- Level Death Benefit, where the death benefit stays constant.
- Increasing Death Benefit, where the protection increases as your policy's cash value grows.

Should your needs change after you've selected a death benefit option, you may switch options.⁸ For example, as your family grows you may feel the need for additional protection. By switching to an increasing death benefit amount your death benefit increase will occur as your cash value increases, which is much more convenient than buying additional insurance policies. Or, if your protection needs diminish and you want to focus on growing cash value only, you can choose to lower your death benefit so that more of your premiums are directed to building cash value.



FLEXIBILITY

to embrace the
changes in
your life



Helping Meet Lifetime Needs

Access to Cash Value⁹

Your FlexLife policy's cash value has the potential to grow, tax-deferred, over time. Cash value is different than your death benefit. If sufficiently funded, cash value can be accessed through policy loans and withdrawals to help meet a wide range of financial needs, including:

- Financial emergencies and opportunities
- Reducing premiums
- Retirement income

Income for Life

Retirement is about more than what you save. It's also important to make your income last a lifetime. FlexLife, with the Lifetime Income Benefit Rider,¹⁰ can help you turn your policy's cash value into retirement income that you can never outlive.

The Lifetime Income Benefit Rider is automatically added to your policy at issue. Once conditions are met to exercise the rider, your income is guaranteed for life. Income payments will lower the death benefit and cash value of your policy, but a portion of both is retained for your lifetime.

Illness or Injury

Accelerated Benefits Riders are optional, no-additional cost riders that can allow you to access all or part of the death benefit while you are living in the event of a qualifying terminal illness, chronic illness, critical illness, or critical injury — or a qualifying diagnosis of Alzheimer's disease or Lewy Body Dementia.

You can choose how to use your benefit, including for:

Household
Expenses



Home
Modifications



Nursing Home/
Adult Day Care



Regular Bills



Accelerated Benefits Riders

Accelerated Benefits Riders (ABRs) are optional, no additional cost features that allow you to access all or part of your death benefit in the event of a qualifying terminal illness, chronic illness, critical illness, or critical injury — or a qualifying diagnosis of Alzheimer's disease or Lewy Body Dementia.

Depending on where you live, you can use the benefit for any expenses, including but not limited to nursing home care, household bills, living expenses, and home modifications. There are no restrictions on benefit usages with the exception that in the state of Massachusetts, ABR benefits for chronic illness can only be used to pay for expenses incurred for Qualified Long-Term Care services, which are defined as the necessary diagnostic, preventative, therapeutic, curing, treating, mitigating and rehabilitative services, and maintenance or personal care services that are required by a chronically ill individual and are provided pursuant to a plan of care prescribed by a licensed health care practitioner.

Accelerated Benefit Riders are optional, may be subject to underwriting, exclusions and/or limitations, and may not be available in all states. Receipt of accelerated benefits reduces the death benefit and cash value (if any) otherwise payable under the policy, may be a taxable event and may affect your eligibility for public assistance programs, such as medical assistance (Medicaid), Aid to Families with Dependent Children, and Supplemental Security Income.

Please consult your personal tax advisor to determine the tax status of any benefits paid under this rider and with social service agencies concerning how receipt of such a payment will affect you, your spouse and your family's eligibility for public assistance. This rider is intended for favorable tax treatment under Section 101(g) of the Internal Revenue Code. Whether such benefits qualify depends on factors such as your life expectancy at the time benefits are accelerated or how benefits are used.

The actual payment you receive will be less than the portion of the death benefit accelerated because the benefits are paid prior to death. Values are based on a current interest rate and mortality rates. There is an initial administrative fee at the time the rider is exercised.

The total payout over the lifetime of the insured is limited to:

- Terminal illness, chronic illness, Alzheimer's disease, or Lewy Body Dementia: \$1,500,000.
- Critical illness or critical injury: \$1,000,000.

We reserve the right to change these limits in the future. However, this limit will never be less than \$500,000. Please refer to your policy for specific details about the riders.

Terminal Illness

Our Terminal Illness rider allows for the payment of a portion of an insured's death benefit, on a discounted basis, if the insured has an illness or chronic condition that can reasonably be expected to result in death in 24 months¹¹ or less. There is no additional premium for this rider.

Chronic Illness

Our Chronic Illness and Covered Chronic Illness riders allow for the payment of a portion of an insured's death benefit, on a discounted basis, if the insured is Chronically Ill. A chronic illness is defined as one that leaves you unable to perform, without substantial assistance, two of the six normal activities of daily living for a period of at least 90 days due to a loss of functional capacity, or an illness that requires substantial supervision to protect oneself from threats to health and safety due to severe cognitive impairment. The six activities of daily living include bathing, continence, dressing, eating, toileting, and transferring. There is no additional premium for this rider.

This product is a life insurance policy with a rider that accelerates the death benefit on account of chronic illness and is not a health insurance policy providing long-term care insurance subject to the minimum requirements of New York Law, does not qualify for the New York State Long-Term Care Partnership program and is not a Medicare supplement policy.

Alzheimer's Disease and Lewy Body Dementia

This rider allows for payment of a portion of an insured's death benefit, on a discounted basis, if the insured has a qualifying diagnosis of Alzheimer's disease or Lewy Body Dementia. The rider will not be available if the client has a first-degree relative (mother, father, or siblings) with a history of Alzheimer's disease.

Critical Illness and Critical Injury

Our Critical Illness and Critical Injury Riders allow for the payment of a portion of an insured's death benefit, on a discounted basis, if the insured is Critically Ill or Critically Injured.

Covered critical illnesses:

- Diagnosis of ALS (Lou Gehrig's Disease)
- Aorta Graft Surgery*
- Aplastic Anemia*
- Blindness**
- Cancer***
- Cystic Fibrosis*
- End-Stage Renal Failure
- Heart Attack
- Heart Valve Replacement*
- Major Organ Transplant
- Motor Neuron Disease*
- Stroke
- Sudden Cardiac Arrest*

Covered Critical Injuries:

- Coma*
- Paralysis*
- Severe Burns*
- Traumatic Brain Injury*

In California, your policy can only include the Critical Illness, Critical Injury, and Alzheimer's Disease riders if you have health insurance coverage. Critical Injury and Critical Illness rider availability is limited to issue ages 0-64.

Covered critical illnesses and covered critical injuries may vary by state. Please refer to your policy for specific details about these riders. There is no additional premium for this rider.



*Not qualified in NY.

**Not a qualifier in CT, IL, KS, MD, MA, MN, NJ, NY, OH, PA, UT, VA, WA.

***Invasive Cancer in CA only.

Accelerated Benefits Riders (ABRs) vs. Long-Term Care (LTC) Insurance

Accelerated Benefits Riders are supplemental benefits that can be added to a life insurance policy and are not suitable unless you also have a need for life insurance. Receipt of benefits may reduce or eliminate the availability of other policy riders and benefits. Benefits available are calculated at time of claim based on the age of the policy and our expectation of your future mortality. The amount of Accelerated Benefit available will depend on your life policy's death benefit value when ABR benefits are claimed. For policies in good standing, if ABR benefits are not used, policy death benefits and other rider benefits are still available. California requires advertising for ABRs to provide a comparison to the benefits provided by Long-Term Care Insurance. However, Accelerated Benefits provided by the ABR riders are not Long-Term Care Insurance, and are not intended to be the same as, or an alternative to, Long-Term Care Insurance.

Long-Term Care (LTC) Insurance is not life insurance, and as such, has no death benefit or cash value. Long-Term Care Insurance benefits are specified at the time of the contract. LTC benefits are paid as a form of expense reimbursement for qualified Long-Term Care expenses. By comparison, for ABR benefits there is no restriction placed on the use of the accelerated benefits, they are paid once qualifications are met, and do not require you to provide receipt of specific expenses to qualify for the benefit. LTC premiums vary based on the level and length of benefit chosen by the policyholder. Premiums are paid on a recurring basis, and failure to pay premiums will generally lapse the policy. If LTC benefits are not claimed, they are typically forfeited. Long-Term Care Insurance policies may offer non-forfeiture benefits for additional premium.

This is a life insurance benefit that also gives you the option to accelerate some or all of the death benefit in the event that you meet the criteria for a qualifying event described in the policy. This policy or certificate does not provide Long-Term Care Insurance subject to California Long-Term Care Insurance law. This policy or certificate is not a California Partnership for Long-Term Care Program policy. This policy or certificate is not a Medicare supplement (policy or certificate).

Life Insurance with Upside Potential and Downside Protection

Important Terms to Know

Accumulated Value

A portion of your premium payments that can grow tax-deferred over time and may be used throughout your lifetime.

Basic Strategy

A fixed interest crediting account where any unallocated premium is held until it is moved into your chosen index crediting strategies on the 14th of every month.

Cap

The maximum interest or upper limit that may be credited. A Cap of 10% means that 10% is the most the chosen index crediting strategy will be credited.

Cash Value

The part of your Accumulated Value that can be accessed for policy loans and withdrawals.

Death Benefit

Money beneficiaries receive upon the death of the insured.

Floor

The minimum interest or bottom limit that may be credited. Most crediting options provide a 0% floor. A 1% Floor Strategy is also available (*see page 11*).

Fixed-Term Strategy

Earns a specific rate of interest declared by the company that is credited on a daily basis and guaranteed for one year.

Interest Bonus*

An interest bonus will be credited beginning in year 6.

Interest Crediting Strategy

Strategies you choose for the excess premium.



Indexed Strategies

Interest crediting may be tied to performance of a market index.

Participation Rate

The maximum percentage that an index account shares in the positive changes of the chosen index.

Policy Expenses

The cost of insurance and administering the policy, taken out of the policy's Accumulated Value every month.

Premiums

The regular payments you make on your policy.

S&P 500® Index

The S&P 500® is widely regarded as the best single gauge of the U.S. equities market. This world-renowned index includes a representative sample of 500 leading companies in leading industries of the U.S. economy.

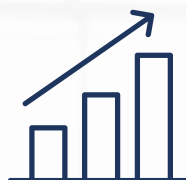
Although the S&P 500® focuses on the large-cap segment of the market, it is also an ideal proxy for the total market.

Balanced Trend Index

The Balanced Trend Index, provided by UBS, is a volatility-controlled index crediting strategy with returns based on an index of a global multi-asset investment universe comprised of equities, bonds, real estate, commodities, and cash.

US Pacesetter Index

The US Pacesetter Index, provided by Société Générale, is a U.S.-focused volatility targeted index. It seeks to provide less volatility than the highs and lows of the general market through a mix of different asset classes that cover exposure to U.S. equities, U.S. government debt, and commodities within the agriculture, metals, and energy sectors.



Upside Potential

Based on the positive growth of a market index.



Downside Protection

Guaranteed 0% or 1% interest crediting floors in the event of a decline in the index.

What is a market index?

While an investment cannot be made directly into a market index, it is used to track the performance of a group of stocks or other investments over time to give an indication of the overall performance of the market.

An investment cannot be made directly into an index.

*The interest bonus is referred to as the Annual Accumulated Value Enhancement (AAVE) rider in your contract.

How Interest Crediting Works

If the index goes up, you may earn interest, but if the index goes down, the values of your interest crediting strategies are protected from loss due to the market decline.¹² Indexed interest accounts calculate interest using a participation rate or a cap.

How Your Cash Value Grows

Take advantage of positive changes in the stock market (upside) without the risk of market volatility (downside) with a 0% floor. FlexLife also offers a 1%, Floor Option that guarantees your policy will always earn at least 1%, no matter how much the market declines.



STEP 1.
Pay your premium.



STEP 2.
Premium is allocated to the crediting strategies of your choice.



STEP 3.
After 1 year, we calculate the change in your chosen interest crediting strategies.

- If the change is **positive**, your policy is credited interest after applying any caps and participation rates.
- If the change is **negative**, your policy is credited 0%, unless you elected the 1% Floor Strategy, in which case your policy would receive a 1% credit.

Positive Calculated Change in Chose Strategy

Index % Change =	14.924%
Interest Credited =	10.000%

Negative Calculated Change in Chosen Strategy

Index % Change =	-1.290%
Interest Credited with 0% Floor Strategy =	0.000%
Interest Credited with 1% Floor Strategy =	1.000%

Assumes Participation Rate 100%, Cap 10%



STEP 4.
Any credited interest is added to your chosen interest crediting strategies based on the accumulated value at the end of the year.

- This means you have the potential to earn compound interest, further growing your cash value.
- Monthly policy expenses will be deducted from the accumulated value prior to the calculation of interest credits.

Annual premiums

If you choose to pay your premiums annually, you can opt to add the Systematic Allocation Rider. This allows you to spread out your net annual premium over a 12-month period to help capitalize on more potential interest rate crediting dates and reduce risk associated with one annual crediting anniversary. Systematic allocation does not, however, guarantee an advantage over the annual crediting method. Premiums will earn interest in a fixed interest crediting account until allocated into a monthly crediting strategy.

Monthly deductions, withdrawals, and the initiation of certain types of loans, may require that funds be removed from the systematic allocation account. When this happens, funds will continue to be transferred until the account is depleted and the number of remaining months of transfers will be reduced.

Calculating Indexed Interest

Once the change in the Index is known, the Participation Rate and Cap will be applied to determine how much interest will be credited to account values.

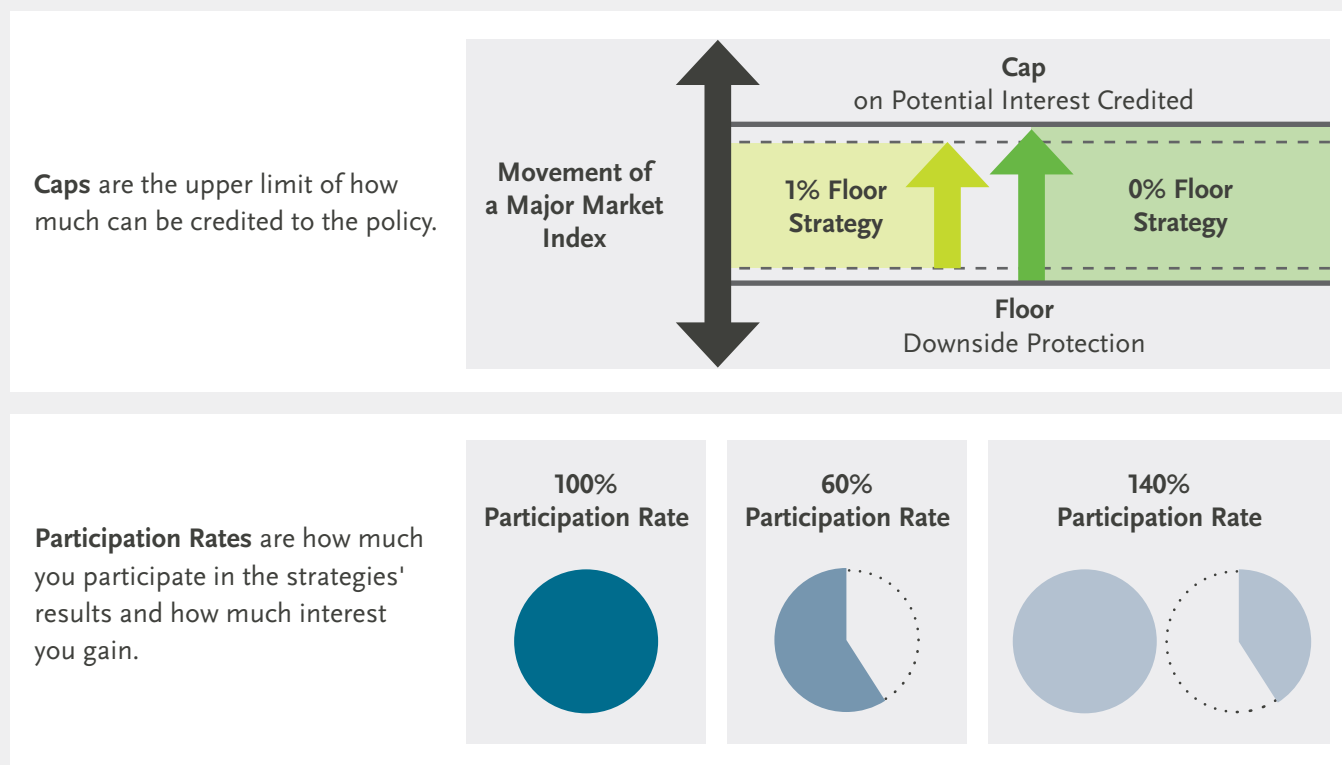
For example, if the index growth is 10% and the Participation Rate is 100%, the full 10% may be used to determine interest credited. But, if the Participation Rate is 80%, 8% is used in the calculation of interest credited ($10\% \times 80\% = 8\%$).

The Cap is the maximum earnings percent that will be credited. For example, if the index growth is 10% and the Participation Rate is 100%, but the Cap is set at 6%, 6% is credited.

The index strategy credits are locked-in annually. Once interest is credited, it can never be lost due to a future decline in the Index. **Keep in mind, no index strategy earnings are credited for funds allocated to the index strategies for periods shorter than a full year.**

Caps and Participation Rates

Guarantees to protect from market loss (i.e, 0% and 1% Floors) are not without some *cost*. Our Caps and Participation Rates are part of that *cost*.



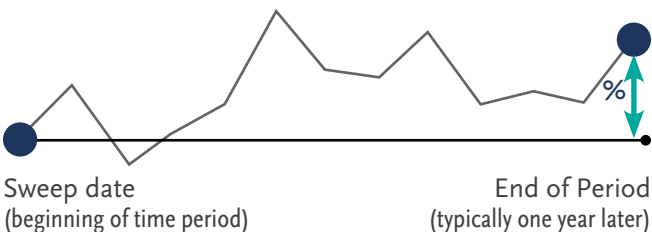
Understanding Indexing

Measuring a Point-to-Point Index Strategy

Point-to-Point

Compares the value of the index at the beginning and the ending date, typically one year later.

If the value is lower, the strategy is protected from losing any cash value with a 0% Floor Strategy or could gain 1% interest with the optional 1% Floor Strategy.



Strategy Performance 2012–2022¹³

Interest credited represents a 100% participation rate and the cap that was in effect at the time.

Beginning Date	End Date	S&P 500® Index Growth Rate	Interest Credited
5/21/12	5/21/13	26.837%	13.000%
5/21/13	5/21/14	13.113%	13.000%
5/21/14	5/21/15	12.859%	12.859%
5/21/15	5/21/16	-3.684%	0.000%
5/21/16	5/21/17	16.051%	12.000%
5/21/17	5/21/18	14.749%	12.500%
5/21/18	5/21/19	4.806%	4.806%
5/21/19	5/21/20	2.938%	2.938%
5/21/20	5/21/21	40.948%	9.750%
5/21/21	5/21/22	-6.124%	0.000%



Account Strategies

US Pacesetter Index

Participation Focus Strategy (Point-to-Point)

- Participation Rate will always be equal to or greater than 50%.
- We guarantee no Cap on this strategy.¹⁴
- Guaranteed 0% Floor.

Balanced Trend Index

Participation Focus Strategy (Point-to-Point)

- Participation Rate will always be equal to or greater than 50%.
- We guarantee no Cap on this strategy.¹⁴
- Guaranteed 0% Floor.

Standard & Poor's Composite Index of 500 Stocks (S&P 500®)

Cap Focus Strategy (Point-to-Point)

- Higher Cap Rate than our other strategies.
- Participation Rate will always be equal to or greater than 100%.
- Guaranteed Minimum Cap 3.1%.
- Guaranteed 0% Floor.

Participation Focus Strategy (Point-to-Point)

- Higher Participation Rate than our other strategies.
- Participation Rate will be at least 110% or greater.
- Guaranteed Minimum Cap 3.0%.
- Guaranteed 0% Floor.

1% Floor Strategy (Point-to-Point)

- Guarantees a Floor of 1%.
- Participation Rate will always be equal or greater than 100%.
- Guaranteed Minimum Cap is 2.1%.

Fixed Accounts

Fixed Term Strategy

- Credited daily, a fixed interest rate declared by the company and guaranteed for one year.
- 2.0% Guaranteed

Historical Values*

Dec. 14th of Year	S&P 500® Index	1 Year Change	Balanced Trend Index	1 Year Change	US Pacesetter	1 Year Change
2015	2,021.94	0.98%	213.65	-0.42%	245.80	1.92%
2016	2,253.28	11.44%	221.09	3.48%	251.42	2.29%
2017	2,652.01	17.70%	242.93	9.88%	287.44	14.33%
2018	2,599.95	-1.96%	236.67	-2.58%	282.31	-1.78%
2019	3,168.80	21.88%	261.47	10.48%	319.95	13.33%
2020	3,647.49	15.11%	264.35	1.10%	365.31	14.18%
2021	4,634.09	27.05%	279.95	5.90%	380.39	4.13%

* Historical performance is not indicative of future results.

The total return on stocks comprising the indices has two components:

- **Price changes** on the underlying stocks
- **Dividends paid** on the underlying stocks

Changes in the indices reflect only the price changes on the underlying stocks and do not reflect dividends paid on those underlying stocks. Interest credit that your policy receives is based on changes in the indices, and does not reflect any dividends paid.

Which Index Strategy Is Best?

This is up to you!

No one can predict how the market will perform and just because a strategy performed a certain way in the past does not mean it will perform that way in the future.

Interest is credited to your policy based on how the strategy performed over the previous year. By knowing how the strategies work you can better decide which to choose.

You can change strategies.

Don't worry — you're not locked in. New premiums can be redirected before they go into an index account and premiums that are already in a strategy can be changed on the strategy anniversary. Remember, the strategy anniversary is the date the funds were put into the index strategy buckets.

You can pick more than one strategy.

Choose one or a combination — it's up to you.

If you want a growth-oriented strategy and believe the growth of the S&P 500® will be:

- At or near the Caps — Consider the S&P 500® Cap Focus Indexed Strategy.
- Below the Caps — Consider the S&P 500® Participation Focus Strategy.

If you want to add a measure of volatility control

- Using a tactical, multi-asset approach — Consider the Balanced Trend Index Strategy or the US Pacesetter Index Strategy.

Diversification does not assure any gains.

Here's Our History

As you consider ways to diversify your policy's crediting strategy, it's important to know how your options have performed in the past.

	5 Year Average 11/21/2016 – 12/21/2021	Lifetime Average 5/21/2008 – 12/21/2021
Fixed Account	3.056%	4.378%
S&P 500® Index		
Point-to-Point Cap Focus	9.044%	8.208%
Point-to-Point Participation Focus	7.759%	7.580%

Past performance is not indicative of future index performance nor past or hypothetical performance of our indexed universal life products. There are administrative, cost of insurance, and other charges associated with these IUL policies. The hypothetical crediting rates based on changes in the S&P 500® shown in this exhibit do not reflect these charges. The Hypothetical Participation Rates shown are not guaranteed and subject to change.

FlexLife Indexed Universal Life insurance is designed to be held for a long period of time. Holding the product for a short period of time is not in your best interest, or in the best interest of the company.

Options not shown are new to FlexLife and historical returns are not yet available.



Other Policy Enhancements

FlexLife offers additional optional riders that can be added to provide an extra safety net for you and your loved ones. Availability may vary by state. Your financial professional can help you determine which riders may be right for you.



Fertility Journey Rider¹⁵

Provides a one-time Accumulated Value Credit in the event of qualifying reproductive assistance.



Children's Term

Provides term life insurance on all your children until they reach age 25.



Charitable Matching Gift Death Benefit

If an IRS-qualified charitable beneficiary is named, we will match the amount allocated to the charity up to 2% of your policy's base face amount, up to \$30,000.



Guaranteed Insurability Option

You're allowed to add more death benefit coverage at certain points during your lifetime regardless of insurability.



Qualified Plan Exchange Privilege

For Qualified Pension and Profit Sharing Plan trust-owned life insurance, it allows the policy to be surrendered while owned under the qualified plan and to elect to have a new policy written outside of the qualified plan.

FlexLife

Indexed Universal Life Insurance

A financial solution in case you...



Lifetime Protection

Protecting who and what you love as a top priority.

Living Benefits

Helping you and your budget survive a qualifying illness or injury.¹⁶

Potential for Income for Life Guaranteed

So you can make the most of your retirement.¹⁷



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- 1 It is possible that coverage will expire when either no premiums are paid following the initial premium, or subsequent premiums are insufficient to continue coverage.
 - 2 Living benefits are provided by optional, no additional premium, Accelerated Benefits Riders.
 - 3 Riders are optional, may be available at additional cost, and may not be available in all states or on all products.
 - 4 Monthly deductions continue to be taken from the accumulated value, including a monthly policy fee, monthly expense charge, monthly accumulated value charge, cost of insurance charge, and applicable rider charges, regardless of interest crediting. Indexed universal life insurance policies do not directly participate in any stock or equity investments.
 - 5 Internal Revenue Code § 101(a)(1). There are some exceptions to this rule. Please consult a qualified tax professional for advice concerning your individual situation.
 - 6 Increasing the death benefit will require additional underwriting approval.
 - 7 Policy loans and withdrawals reduce the policy's cash value and death benefit and may result in a taxable event. Surrender charges may reduce the policy's cash value in early years.
 - 8 Switching from increasing death benefit to level death benefit when the policy has significant cash value may cause the policy to become a Modified Endowment Contract. Distributions other than death proceeds from a Modified Endowment Contract (MEC), including policy loans and partial surrenders of funds will be treated as taxable gain received first and recovery of premium second. In addition to regular income tax, a 10% federal tax penalty is applicable to any taxable distribution from the MEC before the insured reaches age 59½. Your agent can help you decide if changing death benefit options will negatively impact your policy.
 - 9 The ability of a life insurance contract to accumulate sufficient cash value to help pay expenses or meet accumulation goals will be dependent upon the amount of extra premium paid into the policy, and the performance of the policy, and is not guaranteed. Policy loans and withdrawals reduce the policy's cash value and death benefit and may result in a taxable event. If remaining cash value and scheduled premiums are insufficient, additional out-of-pocket payments may be needed to keep the policy. Surrender charges may reduce the policy's cash value in early years.
 - 10 The Lifetime Income Benefit Rider provides a benefit for the life of the insured if certain conditions are met, including but not limited to the insured's attained age being between age 60 and 85, and that the policy has been in force at least 10 years. Insufficient policy values, outstanding policy loans and other considerations may also restrict exercising the rider. Receipt of income benefits will reduce the policy's cash value and death benefit and may terminate other riders or reduce their benefits. There is a monthly charge from the accumulated value during the income payment period. The Lifetime Income Benefit Rider is optional and available at policy issue. Benefit payments are funded via tax-free policy loans, which will reduce the policy's cash value and death benefit. The policyholder cannot make additional premium payments or request additional withdrawals or policy loans during the benefit payment period or the rider will terminate. Terminating the rider may result in a lapsed policy and substantial tax consequences.
 - 11 Varies by state
 - 12 Monthly deductions continue to be taken from the accumulated value, including a monthly policy fee, monthly expense charge, monthly accumulated value charge, cost of insurance charge, and applicable rider charges regardless of interest crediting. Indexed universal life insurance policies do not directly participate in any stock or equity investments.
 - 13 Numbers shown represent the performance of our strategies, which are based on the growth of the S&P 500® index, excluding dividends, without direct market participation and with guaranteed protection against negative returns. Policy values may decline if premiums paid out-of-pocket are insufficient to cover insurance costs and other charges. Interest credited represents 100% participation rate and the cap that was in effect at the time. The interest credited to the indexing strategy is limited by a "cap," which is the maximum amount of the increase that will be credited as interest.

Past performance is not indicative of future index performance and historical interest rates should not be construed as interest rates to be paid in the future on any product offered by the insurance companies of National Life Group. There are administrative, cost of insurance and other charges associated with indexed universal life policies. The rates shown in this exhibit do not reflect these charges. All historical interest rates are based on Life Insurance Company of the Southwest (LSW) SecurePlus Paragon indexed universal life insurance, form series 8387/83871D (04/07), underwritten by Life Insurance Company of the Southwest. Paragon's interest crediting history is being provided as a proxy for FlexLife because it used the same interest crediting methods but has a longer history. LSW SecurePlus Paragon is no longer available for sale.
 - 14 The interest credited on certain index accounts is based on the change in an index that implements volatility control. Volatility control acts to reduce the potential positive or negative change in the index. When included in a point-to-point index account with the protection of a 0% floor, the benefit of reduced negative change will not be realized.

For the UBS Balanced Trend index there is a servicing cost to cover expenses which include but are not limited to rebalancing and replication costs that are deducted prior to computing the index value. This cost may vary over time with market conditions and may reduce the potential positive change in the index and thus the amount of interest that will be credited.

For an index with volatility control and the additional costs deducted from the index value, the positive index value change may be less than that of similar indices that do not include volatility contract and do not deduct these costs. This may result in less interest that will be credited.
 - 15 Fertility Journey Rider, form series 20836(0922), provides an Accumulated Value Credit that is 3 times the minimum monthly premium or the minimum guaranteed premium at issue, whichever is greater. Paid as a lump sum in the event of qualifying reproductive assistance.
 - 16 Provided by the optional Accelerated Benefits Riders and may not be available in all states. Receipt of Accelerated Benefits will reduce the cash value and death benefit otherwise payable under the policy, may result in a taxable event, and may affect your eligibility for public assistance programs. Riders may not be available in all states.
 - 17 Provided by the optional Lifetime Income Benefit Rider once qualifications are met to exercise the rider. There is an additional premium for this rider.

This is a solicitation for life insurance. An insurance agent may contact you.

FlexLife, Indexed Universal Life Insurance, form series 20607(0119)/ICC19-20607(0119), Annual Accumulated Value Enhancement (AAVE) rider, form series 20748(1020)/ICC20-20748(1020), Lifetime Income Benefit Rider, form series 20152(0413)/20235(0414)/20412(0616), Charitable Matching Gift Death Benefit Rider, form series 20403(0616)/ICC16-20403(0616), Children's Term Rider, form series 20404(0616)/ICC16-20404(0616), Guaranteed Insurability Rider, form series 6564(0493), Qualified Plan Exchange Privilege Rider, form series 20629(0119)/ICC19-20629(0119), and Accelerated Benefits Riders, form series 7490(0200)/7493(0200)8765(0609)/ICC10-8843(0310)/20803(0222)/ICC22-20803(0222)/20804(0222)/ICC22-20804(0222), 20817(0622)/ICC22-20817(0622), and Fertility Journey Rider, form series 20836(0922) are underwritten by National Life Insurance Company.

The Participation Rate is the maximum percentage of the annual increase in the index that will be credited. The Cap is the maximum earnings percent that will be credited. Participation Rates and Caps are subject to change annually for a given indexed segment.

Monthly deductions from the accumulated value include a monthly policy fee, monthly expense charge, monthly accumulated value charge, cost of insurance charge, and applicable rider charges. In addition there is a surrender charge if the policy is lapsed or surrendered in the first 10 years from issue or following an increase. Surrender charges vary based on gender, rate classification, issue age, and policy year.

Excess Interest Formula: Index earnings for each indexed segment are calculated at the end of the crediting period as follows: index growth is multiplied by the segment's participation rate, adjusted so that this rate is no greater than the segment's index earnings cap, and no less than the floor; multiplied by the value in the indexed segment value. Failure to maintain the index segment to maturity (the next crediting date for the index strategy segment) will result in no participation in the index for that crediting period. Index earnings are not direct participation in any stock or equity investment.

There are two death benefit options from which to choose: Option A: Level Death Benefit = Face Amount; Option B: Increasing Death Benefit = Face Amount + Cash Value. Upon death of the insured, a death benefit equivalent to the death benefit at the time of the insured's death less any policy debt and less other amounts owed to the insurance company will be paid to the beneficiary. The policy will then be terminated and all rights including access to the cash surrender value shall cease.

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