

This is a summary of the provisions of your annuity, but it is not a part of your contract. Your annuity policy contains complete details.

The WNL Security Builder 5 Annuity is a single premium deferred annuity which offers a premium guarantee backed by Western National Life Insurance Company ("Company"). You may return your WNL Security Builder 5 Annuity at any time for an amount equal to the single premium paid less withdrawals (if any), or the withdrawal value (annuity value less any early withdrawal charges), whichever value is greater.

ANNUITIES: are not a deposit; are not FDIC-insured; are not insured by any federal government agency; are not guaranteed by the bank; and may lose value.

Initials (Select only one interest rate option.)

_____ **1 Year Effective Annual Interest Rate (1-Year Guarantee):** The present effective annual interest rate on the single premium is _____% and is guaranteed for one year from the Policy Date. This rate includes a _____% enhancement to the current credited interest rate and is payable for the first twelve (12) months only. After twelve months, the enhancement is no longer payable. To achieve this rate, the premium must be left in the annuity for a full year without any withdrawals. Interest is credited and compounded daily to achieve the annual rate.

_____ **3 Year Effective Annual Interest Rate (3-Year Guarantee):** The guaranteed effective annual interest rate on the single premium is _____% for years one through three. This rate includes a _____% enhancement to the current credited interest rate and is payable for the first three (3) years only. After three years, the enhancement is no longer payable. To achieve this rate, the premium must be left in the annuity for a full year without any withdrawals. Interest is credited and compounded daily to achieve the annual rate.

_____ **5 Year Effective Annual Interest Rate with Market Value Adjustment (MVA):** The MVA Term for the single premium is five years. The effective annual interest rate credited to the premium during the MVA Term is _____% for year one and _____% for years two through five. At the end of the MVA Term, a new interest rate will be set from time to time. Interest is credited and compounded daily to achieve the annual rate.

_____ **5 Year Effective Annual Interest Rate with Guaranteed Annual Increase:** The current effective annual interest rate on the single premium is _____% and is guaranteed for one year from the Policy Date. After the first policy year, the rate on the single premium will increase by 0.15% each year through the fifth policy year. Interest is credited and compounded daily to achieve the annual rate.

Guaranteed Minimum Interest Rate: (The current guaranteed minimum interest rate is predetermined by the Company.) The effective annual interest rate will be declared from time to time by the Company's Board of Directors and is guaranteed to always be at least _____. This guaranteed minimum interest rate will remain in effect for the life of your policy and is not subject to change.

Withdrawal Privileges: After 30 days from the Policy Date, you may take multiple penalty-free withdrawals each year not exceeding in total the greater of (1) the accumulated interest earned or (2) up to 15% of the previous anniversary annuity value. If you do not use all of the 15% free withdrawal percentage in a policy year, you may carry over the unused portion to the next policy year up to a maximum of 20% of the previous anniversary annuity value. Withdrawals in excess of the permitted free withdrawals are subject to an early withdrawal charge for five years from the Policy Date. If the "5 Year Effective Annual Interest Rate with Market Value Adjustment (MVA)" option is selected, a market value adjustment, as described on the back of this form, may also apply to withdrawals made during an MVA Term.

Withdrawal Charge Schedule

Policy Year	1	2	3	4	5	6
Charge	7%	7%	6%	5%	3%	0%

(% of Excess Amount Withdrawn)

By signing below, I/we acknowledge that I/we have read and understand the above items, **including the information on the back of this form**, have received a copy of this acknowledgment and certify that I/we have paid a single premium of \$_____ to purchase a WNL Security Builder 5 Annuity from Western National Life Insurance Company. I/we further certify that my/our financial objectives and situation were assessed and that this annuity is suitable for me/us.

Signed this _____ day of _____, _____.

AGENT'S NAME (Please Print)

OWNER'S NAME (Please Print)

JOINT OWNER'S NAME, IF ANY (Please Print)

AGENT'S SIGNATURE

OWNER'S SIGNATURE

JOINT OWNER'S SIGNATURE, IF ANY

Market Value Adjustment (applies to “5-Year Effective Annual Interest Rate with MVA” option only): During the MVA Term, withdrawals in excess of permitted free withdrawals will be subject to a market value adjustment. Depending on current interest rates, the effect of the market value adjustment may be positive or negative. The MVA is an amount determined by the relationship of an index rate* determined at the beginning of the MVA Term to an index rate* determined at the time of withdrawal or cancellation.

*Index rates are based on the U.S. Treasury Yield.

Tax qualified contracts such as IRAs, 401(k)s, etc. are tax deferred regardless of whether or not they are funded with an annuity. If you are considering funding a tax-qualified retirement plan with an annuity, you should know that an annuity does not provide any additional tax-deferred treatment of earnings beyond the tax-qualified plan or program itself. However, annuities do provide other features and benefits such as death benefits and income payment options.

The expense charges may be higher and/or the interest credits may be lower for a contract with a bonus than the charges or credits for a contract without a bonus. The amount of the bonus may be more than offset by the charges and/or reduced interest associated with the bonus.

Extended Care Rider: (Not available in all states and provisions may vary from state to state.) Early withdrawal charges may be waived in the event an Owner receives qualifying extended care. I/we understand that:

- Extended care must begin at least one year after the Policy Date;
- Extended care must be provided in a qualified institution for at least ninety consecutive days; and
- Coverage terminates on the date income payments begin or the date on which the annuity policy terminates.

Waiver of Early Withdrawal Charges: (Not available in all states and provisions may vary from state to state.) Early withdrawal charges and any market value adjustment may be waived if:

- A Licensed Health Care Practitioner certifies that the Owner is unable to perform at least 2 of 6 Activities of Daily Living for at least 90 consecutive days; and
- Certification by a Licensed Health Care Practitioner occurs at least one year after the Policy Date (coverage terminates on the date income payments begin or the date on which the policy terminates.)

Federal Tax Penalty: Withdrawals from your annuity prior to age 59 ½ are generally subject to a 10% federal income tax penalty.

Annual Statements: A statement of your account will be provided at least once each policy year.