

# **EXHIBIT C**



**SecurePlus Paragon**

Annual Statement  
Indexed Flexible Premium Adjustable Benefit Life

Statement Date: 09/26/2008

Report Period: 09/26/2007 to 09/25/2008

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#BWNCDPH



KIM BRUCE HOWLETT

**Account Summary**

Beginning Accumulated Value:	\$0.00
Gross Premium:	\$105,750.00
Withdrawals, including Withdrawal Fees:	\$0.00
Monthly Deductions:	\$25,204.26
Interest Credited:	\$562.34
Ending Accumulated Value:	\$81,108.08

**Policy Information**

Policy Number:	LS0149017
Primary Insured:	Kim Bruce Howlett
Policy Effective Date:	September 26, 2007
Issue Age:	58
Underwriting Class:	Male Standard Non-Tobacco
Death Benefit Option:	A (Level)

**Summary of Insurance Benefits**

	Beginning Values	Ending Values
Face Amount:	\$0.00	\$1,602,311.00
Death Benefit:	\$0.00	\$1,602,311.00
Accumulated Value:	\$0.00	\$81,108.08
Total Loan Balance:	\$0.00	\$0.00
Surrender Charge:	\$0.00	\$54,622.78
Cash Surrender Value:	\$0.00	\$28,018.64

The following riders are attached to this policy:

- Accelerated Benefit 1
- Accelerated Benefit 2
- Accelerated Benefit 3
- Overloan Protection Rider

Please refer to your policy for more information.

Interest credits on indexed strategies are determined one year after funds are allocated to the indexed strategy. This policy's first allocation to an indexed strategy occurred on 10/21/2007. Interest credits on these funds will be reported to you in your next annual statement. If you wish to know the amount of your interest credit sooner, please contact your agent or call 1-800-732-8939. You can also sign up to periodically view your policy's value on line at [www.nationallife.com](http://www.nationallife.com).

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Statement Date: 09/26/2008  
Policy Number: LS0149017  
Insured: Kim Bruce Howlett

**Loan Information**

Beginning Loan Balance: \$0.00  
New Loans Taken: \$0.00  
Loan Repayments: \$0.00  
Accrued Loan Interest: \$0.00  
Ending Loan Balance: \$0.00

**Strategy Allocation**

Indexed Strategy 1 50.0%  
Indexed Strategy 2 50.0%

The Variable Loan Interest Rate during this report period was 6.30%. For the next report period it will be 6.30%.

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Statement Date: 09/26/2008  
 Policy Number: LS0149017  
 Insured: Kim Bruce Howlett

**Transaction Summary**

Beginning Accumulated Value: \$0.00

Policy Month	Premiums Received	Expense Charges	Rider Charges	Cost of Insurance	Withdrawals	Withdrawal Fees	Interest Credited	Ending Accumulated Value
10/25/2007	105,750.00	7,437.06	0.00	480.21	0.00	0.00	89.01	97,921.74
11/25/2007	0.00	1,091.47	0.00	480.69	0.00	0.00	75.34	96,424.92
12/25/2007	0.00	1,090.87	0.00	481.17	0.00	0.00	66.90	94,919.78
01/25/2008	0.00	1,090.26	0.00	481.65	0.00	0.00	62.86	93,410.73
02/25/2008	0.00	1,089.66	0.00	482.13	0.00	0.00	56.61	91,895.55
03/25/2008	0.00	1,089.05	0.00	482.62	0.00	0.00	45.45	90,369.33
04/25/2008	0.00	1,088.44	0.00	483.10	0.00	0.00	43.98	88,841.77
05/25/2008	0.00	1,087.83	0.00	483.59	0.00	0.00	36.42	87,306.77
06/25/2008	0.00	1,087.22	0.00	484.08	0.00	0.00	31.26	85,766.73
07/25/2008	0.00	1,086.60	0.00	484.58	0.00	0.00	24.08	84,219.63
08/25/2008	0.00	1,085.98	0.00	485.07	0.00	0.00	18.44	82,667.02
09/25/2008	0.00	1,085.36	0.00	485.57	0.00	0.00	11.99	81,108.08
<b>Total</b>	<b>\$105,750.00</b>	<b>\$19,409.80</b>	<b>\$0.00</b>	<b>\$5,794.46</b>	<b>\$0.00</b>	<b>\$0.00</b>	<b>\$562.34</b>	

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Statement Date: 09/26/2008  
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 Insured: Kim Bruce Howlett

**Strategy Allocation Summary**

Date	Fixed Term Strategy		Indexed Strategy 1-(Point to Point)		Participation Rate		Indexed Strategy 2-(Point to Point)		Participation Rate		Cap
	Strategy	Interest Rate	1-(Point to Point)	39,128.93	100.00	16.00	39,128.93	140.00	11.50		
10/21/2007	0.00	5.00									

  

Date	Indexed Strategy 3-(Point to Point)		Indexed Strategy 4-(Point to Average)		Standard and Poor's 500 Index Value	
	Participation	Rate	Participation	Rate	1,500.63	
10/21/2007	0.00	75.00	140.00			

**Forecast Information**

The following one-year projection of values is mandated by state insurance regulations. The assumptions used in the projection comply with state requirements and are shown below. The projection demonstrates results under one possible set of assumptions and is not a prediction of future policy values.

**Assumptions used in forecast**

- Minimum Guaranteed Interest of 2.50%
- Guaranteed Maximum Charges
- Payment of Planned Periodic Premiums
- No loan principal repayments
- Loan Interest paid in cash when due
- No Acceleration of Proceeds

Projection Date: September 25, 2009  
 Projected Death Benefit: \$1,602,311.00  
 Projected Accumulated Value: \$165,311.56  
 Projected Cash Surrender Value: \$97,101.18

**IMPORTANT POLICY OWNER NOTICE:** You should consider requesting more detailed information about your policy to understand how it may perform in the future. You should not consider replacement of your policy or make changes in your coverage without requesting a current illustration. You may annually request, without charge, such an illustration by contacting the Home Office or your agent. If you do not receive a current illustration of your policy within 30 days from your request, you should contact your state insurance department.

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Insured: Kim Bruce Howlett

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**Glossary Of Terms**

**Beginning Accumulated Value:** The value of all funds in your policy on the first day of the policy year prior to any financial transactions processed on that day except for any dividend credited.

**Premiums Received:** The actual premium payments for your policy received during the month shown.

**Expense Charges:** The dollar amount deducted from your premium payment or accumulated value to cover administrative costs. It includes the monthly administrative charges, the percent of premium expense charge and premium payment processing fee.

**Rider Charges:** The charge for any riders included in your policy.

**Cost of Insurance:** The current monthly cost of pure insurance protection for your policy including any Substandard Charges.

**Withdrawals:** The amount of surrender value that was withdrawn from the policy at your request. Withdrawals reduce the accumulated value of your policy and the current death benefit.

**Interest Credited:** The amount of interest credited to the accumulated value for the month shown. Current interest rates are declared monthly for new premium payments and are never less than the 2.50% guaranteed in this policy.

**Ending Accumulated Value:** The value of all funds in this policy at the end of the month shown. It is equal to the preceding month's ending accumulated value plus premiums received and interest credited minus cost of insurance, rider charges, expense charges, withdrawals, and substandard charges.



**For Service Contact:**

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**Or Our Local Office:**

Asset Marketing Systems Llc  
Unit C  
5757 Adobe Falls Rd  
San Diego CA 92120-4671

**Policy Information Available on the Web**

Customers can access policy information from the National Life Group website at [www.nationallife.com](http://www.nationallife.com).

By registering at the website, you can log in for secure policy information, including: Policy Values, Coverage and Features, Daily Unit Values, Loan Balances, Change of Address, and Electronic Document Distribution.

If you need assistance or have questions, please contact Customer Services directly through the web.