

Strength & Stability

Midland National's continued financial strength is a result of our conservative and disciplined investment strategy, our private ownership structure and doing what's right for our policyowners and distribution partners.

Ownership

We are part of Sammons® Financial Group, Inc. (SFG)¹, whose affiliated companies offer a diverse portfolio of investment services, including life insurance, annuities, securities and retirement solutions. SFG's parent company, Sammons Enterprises Inc.², is a multi-faceted, global holding corporation which ranks among the largest privately held companies in the United States.

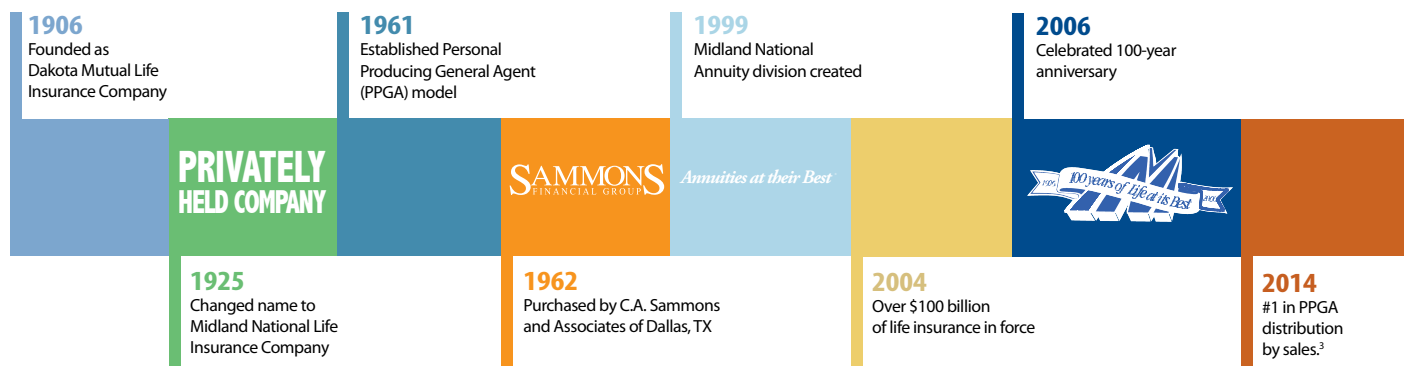
As an affiliate of the privately held Sammons Financial Group, Midland National is not subject to the short-term earning pressures that publicly held companies often face. We make decisions for the long term and stay focused on what matters most – protecting our policyowners and supporting our distribution partners.

Financial Strength Ratings

Midland National consistently receives strong ratings from third-party reporting and rating companies.

- **A+ (Superior) A.M. Best**
- **A+ (Strong) Standard & Poor's**
- **Comdex Rating of 91**

Midland National holds over one million life insurance and annuity policies with assets of over \$41 billion.



BALANCE SHEET¹:

Midland National Life & Annuity Business

ASSETS

Bonds.....	\$30,218,068
Stocks.....	1,043,509
Cash & Short-Term Investments.....	806,554
Mortgage Loans.....	2,920,819
Loans to Policyholders.....	360,590
Other Invested Assets.....	1,549,025
Accrued Investment Income.....	280,079
Separate Account Assets.....	3,543,809
All Other Assets.....	416,283
Total Assets.....	\$41,138,736

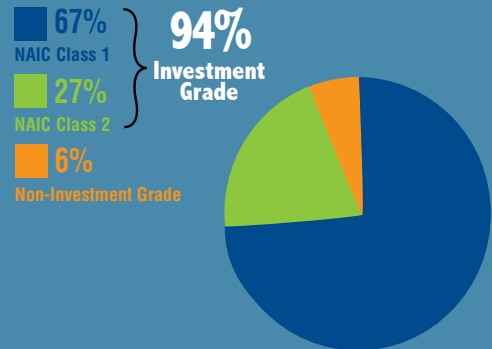
LIABILITIES & CAPITAL

Life and Annuity Reserves.....	\$25,179,700
Interest Maintenance Reserve (IMR).....	361,463
Asset Valuation Reserve (AVR).....	363,833
Funds Withheld under Coinsurance.....	4,390,325
Accounts Payable and Other Liabilities.....	4,547,361
Separate Account Liabilities.....	3,502,007
TOTAL LIABILITIES.....	38,344,689
CAPITAL AND SURPLUS.....	2,794,047
TOTAL LIABILITIES, CAPITAL AND SURPLUS.....	\$41,138,736

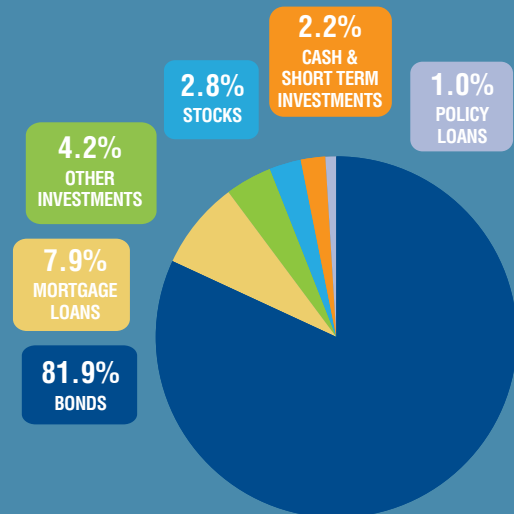
1. Midland National Balance Sheet as of 12/31/14 (in thousands). Information presented is on a Statutory Accounting basis.

STRENGTH:

BONDS BY NAIC QUALITY RATING



INVESTMENTS BY TYPE²



2. Stated as a percent of total invested assets.



1. Sammons® Financial Group, Inc. is comprised of Midland National® Life Insurance Company, Sammons Annuity GroupSM (a division of Midland National), Sammons® Corporate Markets Group (a division of Midland National), North American Company for Life and Health Insurance®, Sammons Retirement Solutions® Inc., and Sammons Financial Network® LLC.

2. Ranked No. 81 on Forbes' 2014 List of America's Largest Private Companies. The list includes 221 closely held corporations that had sales of more than \$2 billion.

3. Source: LIMRA International, U.S. Retail Individual Life Insurance Sales, fourth quarter 2014 results. Sales based on annualized premium plus excess.

A.M. Best is a large third-party independent reporting and rating company that rates an insurance company on the basis of the company's financial strength, operating performance and ability to meet its obligations to policyholders. A+ is the second highest rating out of 15 categories and was affirmed for Midland National as part of Sammons Financial Group on May 30, 2014. For the latest rating, access www.ambest.com.

Standard and Poor's awarded its "A+" (Strong) rating for insurer financial strength on February 26, 2009 and affirmed on May 15, 2014 to Midland National Life Insurance Company as part of Sammons Financial Group. The "A+" (Strong) rating, which is the fifth highest out of 22 available ratings, reflects the financial strength of Midland National Life Insurance Company and North American Company for Life and Health Insurance, members of Sammons Financial Group.

The Comdex is a composite index based on the ratings received by a company from the ratings services. It is the average percentile ranking for all of the ratings received by a company. As such, it is not another rating, but rather an objective scale that can be used to easily compare the ratings of different companies.

The above ratings apply to Midland National's financial strength and claims paying ability. These ratings do not apply to the safety or performance of the variable accounts which will fluctuate in value.