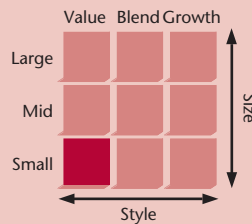


## Portfolio Overview

### Investment Management Style



### Portfolio Information

Inception date: **04/30/03**  
 Total Net Assets: **\$177.9 million**  
 Benchmark: **Russell 2000 Value Index**

## Investment Objective

To seek long-term growth of capital by investing primarily in a diversified portfolio of small company common stocks and securities convertible into small company common stocks.

## Investment Strategy

- Focuses on the stocks of smaller companies with market capitalizations within or below those included in the Russell 2000 Value Index.
- Identifies smaller-company stocks that appear to be undervalued or temporarily out-of-favor, but possess solid prospects for long-term capital appreciation.

## Investment Performance - Average Annual Total Return\*

	3 Mo.	YTD	1 Yr.	3 Yr.	5 Yr.	10 Yr.	Inception
Without Charges**	(2.52)%	(2.52)%	(7.68)%	7.33%	N/A	N/A	15.52%
With Charges***	(7.39)%	(7.39)%	(12.30)%	5.51%	N/A	N/A	14.33%
Lipper Small-Cap Value Median	(6.15)%	(6.15)%	(14.46)%	3.99%	N/A	N/A	—
Russell 2000 Value Index	(6.53)%	(6.53)%	(16.88)%	4.33%	N/A	N/A	—

\* All data represents past performance and should not be viewed as an indication of future results. Total investment returns and principal value of an investment will fluctuate and your units when redeemed may be worth more or less than your original cost. Current performance may be lower or higher than the performance data quoted. Market volatility can significantly affect short-term performance, and more recent returns may be different from those shown. Call 800-THRIVENT or visit [www.thrivent.com](http://www.thrivent.com) for most recent month end performance results.

Periods less than one year are not annualized. Subaccount total return calculations assume an initial investment of \$10,000. At various times, the Portfolio's adviser may have reimbursed Portfolio expenses. Had the adviser not done so, the Portfolio's total returns would have been lower. This reimbursement of expenses may be discontinued at any time.

Average annual total returns are calculated for the contract subaccount of the underlying Thrivent Financial Variable Universal Life underlying portfolio. The portfolio was in existence prior to the subaccount's inception on 12/31/03. Portfolio inception date was 04/30/03. All returns shown reflect the deduction of the applicable investment advisory fee and the current maximum mortality and expense charge.

\*\*Rates labeled "Without Charges" do not reflect the premium expense charge of 5%, the basic monthly charge, decrease charges, cost of insurance charges or other charges deducted at the individual contract level. If these charges had been deducted, the performance quoted would have been significantly lower.

\*\*\*Rates labeled "With Charges" do reflect the premium charge of 5%, but do not reflect the basic monthly charge, decrease charges, cost of insurance charges or other charges deducted at the individual contract level. If these charges had been deducted, the performance quoted would have been significantly lower.

Since charges and fees vary from individual to individual at the contract level based on several factors, including the amount of the death benefit, the contract value, the insured's attained age, sex and risk classification, it is not possible to include them in this report. You are urged to contact your registered representative for a personalized illustration to determine what additional charges and fees you may incur. You can also review the hypothetical illustrations in the prospectus to see the effects of fees and charges on performance.

Lipper figures do not include charges or fees. If included, returns would have been lower.

The Russell 2000 Value Index measures the performance of small cap value stocks. An index is unmanaged, and investments cannot be made directly into an index.

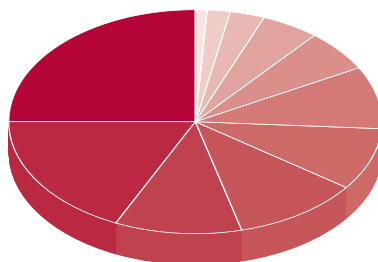
## Portfolio Management



*Risks: The Portfolio is exposed to the risks of investing in equity securities of smaller companies. Small company stock prices are generally more volatile than large company stock prices. Value portfolios are subject to style risk in that value investing may fall out of favor with investors. These and other risks are described in the Portfolio's prospectus.*

## Portfolio Diversification<sup>3</sup>

Industrials	25%
Financials	18%
Information Technology	11%
Consumer Discretionary	11%
Materials	9%
Energy	9%
Health Care	6%
Utilities	5%
Cash & Cash Equivalent	3%
Consumer Staples	2%
Telecommunication Services	1%



## Portfolio Statistics<sup>3</sup>

Number of holdings:	148	
Weighted Average Market Cap:	\$1.2 billion	
Median Market Cap:	\$0.9 billion	
Turnover ratio:	31%	
Beta <sup>1</sup> :	1.03	
Standard Deviation <sup>2</sup> :		
	3-year	5-year
	12.61%	N/A
		10-year
		N/A

### Top Ten Holdings

Kirby Corporation	1.97%
ProAssurance Corporation	1.89%
W-H Energy Services, Inc.	1.75%
Forest Oil Corporation	1.58%
Mariner Energy, Inc.	1.58%
AptarGroup, Inc.	1.56%
Aaron Rents, Inc.	1.51%
Owens & Minor, Inc.	1.51%
Whiting Petroleum Corporation	1.49%
Nordson Corporation	1.45%

<sup>1</sup>Beta: A measure of the 3-year volatility of an investment compared to the S&P 500 Index.

<sup>2</sup>Standard Deviation: A statistical measure of volatility. The higher the standard deviation, the riskier an investment is considered to be.

<sup>3</sup>This is subject to change.

When not presented as part of the complete booklet, these pages must be preceded or accompanied by the current prospectus for the Thrivent Flexible Premium Variable Life Insurance.

**Investing in a variable insurance product involves risks, including the possible loss of principal. The prospectus contains more complete information on the objectives, risks, charges and expenses of the investment company which investors should read and consider carefully before investing. To obtain a prospectus contact a registered representative or visit [www.thrivent.com](http://www.thrivent.com).**

Variable insurance products, where available, are offered and underwritten by Thrivent Financial for Lutherans, Appleton, WI 54919-0001 and distributed by Thrivent Investment Management Inc., 625 Fourth Ave. S., Minneapolis, MN 55415-1665, (800-THRIVENT; 800-847-4836), a wholly owned subsidiary of Thrivent Financial for Lutherans. Member FINRA. Member SIPC.