

Flexible Premium Deferred Variable Annuity (Prior Contract, issued 2002 – 2005)

Objective

The contract allows for the accumulation of assets (generally for retirement) by allowing premium payments to be invested into one or more variable subaccounts and/or the Fixed Account. Then, starting on or before the maturity date, the contract provides for a stream of income for life or some other period of time through a settlement option selected by the contract owner. Investments made into variable subaccounts are not guaranteed and may lose value.

Pricing Factors

Premiums paid into this contract are allocated to investment options (*i.e.*, the Portfolios of Thrivent Series Fund, Inc. and/or the Fixed Account option). The value of the contract will be, in part, a function of the premium payments made, surrenders taken (if any) and the performance of and/or interest generated by these investment options and the Fixed Account. Because of the fluctuating value of the variable investments, this annuity can lose value.

The following optional benefits/features will also affect the annuity value, if selected.

Return Protection Allocation (RPA). The RPA benefit is no longer offered for this product. The RPA, that was offered as an amendment, is an optional benefit that guarantees a certain minimum percentage return by the end of a 7 and/or 10-year period. The guaranteed return for contracts sold after January 19, 2012, is 0%, meaning that amounts invested in the RPA subaccounts, adjusted for withdrawals (if any), are guaranteed not to decline in value by the end of the 7 and/or 10-year period. Prior to January 19, 2012, the guaranteed return on contracts was between 0 and 2%.

Additional Death Benefits.

The basic death benefit can be supplemented by selecting one or more of the following additional death benefits on the date the contract is issued: Maximum anniversary death benefit (MADB), premium accumulation death benefit (PADB) and earnings addition death benefit (EADB). None of these optional death benefits may be added in combination with the GLWB. PADB and EADB may not be added in combination with the RPA, but the MADB and RPA are permitted on the same contract. The total death benefit paid will be the EADB (if selected) plus the greater of the account value, the basic death benefit, the MADB (if selected), and the PADB (if selected). Additional death benefits are only available if the annuitant is age-nearest 74 or younger at the time the contract is issued.

Distribution Options/Features

At maturity or sooner, the contract owner chooses to start receiving annuity payments by selecting an annuity income option: Fixed period, specified amount, life income or joint and survivor life income (each, a “settlement option”). If the contract owner chooses life income or joint and survivor life income, then payments are based, in part, on the age of annuitant(s) and the guaranteed period selected, if any. Annuity payment amounts will also, in part, be a function of the value of the contract and the settlement option chosen.

If the contract owner dies after the annuity payments begin, the beneficiary may choose to receive the remaining annuity payments in the guaranteed period or may choose a lump sum commuted value that is calculated to be the present value of remaining annuity payments in the guaranteed period. The present value is calculated using an interest rate that is 0.25% higher than the interest rate used to determine the annuity payments.

Fees

In the first six years the contract is in force, and before annuity payments begin, a non-rolling surrender charge will apply. The surrender charge will apply to amounts surrendered in each contract year that are in excess of 10% of the value of the contract (calculated as of the date of the first surrender in that contract year). The surrender charge in the first contract year is 6% and declines by 1% each contract anniversary. After the first six years the contract is in force, the surrender charge will be 0%. The surrender charge will be waived in certain situations, such as in the event the annuitant dies, becomes totally disabled or is confined to a nursing home. Surrender charges will also be waived upon annuitization if the contract has been in force for at least 3 years.

There is a mortality and expense risk charge guaranteed to be no more than 1.25% of the average contract value (included as an annual operating expense).

A transfer charge of \$25 will apply to any transfers in excess of 12 in a contract year (excluding automatic transfers made through dollar cost averaging or asset rebalancing). The amount allocated or transferred to a Fixed Period Allocation in the Fixed Account cannot be less than \$1,000. Amounts transferred from a Fixed Period Allocation must generally be at least \$200. Transfers from the Fixed Account are not permissible after the annuity date.

A market value adjustment (MVA) is made to amounts surrendered from a Fixed Period Allocation more than 30 days before the end of an interest rate guarantee period. The MVA is calculated, in part, based on Treasury rates and may result in a positive or negative adjustment. However, upon full surrender any negative adjustments due to MVA cannot reduce interest to less than the guaranteed minimum rate.

There is no annual administrative charge for this contract.

For full or partial surrender of annuity payments, the commuted value, which is the present value of remaining payments in the guaranteed period, will be paid. The present value is calculated using an interest rate of up to 0.25% above the current interest rate that is used to determine the annuity payments.

Maximum Charges for Optional Benefits (included in the price of the contract as an annual operating expense, if selected)

RPA: 0.75% MADB: 0.10% PADB: 0.25% EADB: 0.20%

There is a 0.05% reduction if 2 death benefits are selected and a 0.10% reduction if all 3 optional death benefits are selected.

Interest Rates

Interest rates on amounts allocated to the Fixed Account will remain in effect for at least one year. Subsequent rates are set no more than once every 12 months. Interest rates on amounts allocated to a Fixed Period Allocation will be guaranteed for the duration of the period selected. Guaranteed minimum interest rates on the Fixed Account depend upon date and state of contract issue, as well as the number of years since contract issue. Current interest rate information is available by calling 1-800-847-4836.

The guaranteed minimum interest rate for the Fixed Account on contracts may vary from 1.50% to 3.00%.

Disclaimer

Certain variable annuity features may not be available in certain states or to certain types of retirement plans.