

Annuity Settlement Option Summary

Period Certain:

This option provides a fixed payment for a specified period of time (at least five years). If the Annuitant lives beyond that time, payments cease at the end of the specified period. If the Annuitant dies before the specified period, the contract Beneficiary (ies) will continue to receive the remaining payments until the specified period of time has been met. If the contract is tax-qualified, the specified period may not exceed the Annuitant's life expectancy. If the contract is non-qualified, the specified period cannot exceed the Annuitant's 105th birthday. Certain restrictions may apply under this Settlement Option. Please refer to your contract for any specific contract provisions.

Surrender charges may apply to this option.

Please Note: Based on current market conditions, the annuitization length may not always return the premium. We will notify you if the option length chosen is providing a negative return and will allow you to change your option and/or length.

Specified Amount:

This option provides a pre-set payment amount of income until the proceeds are exhausted (at least 5 years), and will function like the Period Certain option stated above.

Life Annuity:

Three variations of this option are detailed below:

- A Life Annuity (non-refund) provides payments for the Annuitant's lifetime. No payments are due after the death of the Annuitant.
- A Life Annuity with Period Certain provides payment for as long as the Annuitant lives, but also guarantees payments for a specified period of time (at least 5 years), which could provide payment to the contract Beneficiary(ies) in the event of the Annuitant's early death. In the event of the Annuitant's death, the remaining payments would be paid to the contract Beneficiary (ies) until the specified period has expired.
- A Life Annuity with Installment Refund guarantees at least a return of the Contract Value when the contract is annuitized. It provides payment for the life of the Annuitant. In the event of the Annuitant's death before the investment is returned, the income payments would be paid to the contract Beneficiary (ies) until the total of all payments made are at least equal to the amount annuitized.

Joint and Survivor Life Annuity:

Three variations of this option are detailed below:

- A Joint and Survivor Life Annuity (non-refund) provides payments while either or both the Annuitant and Joint Annuitant are living and will cease upon the death of the survivor of them.
- A Joint and Survivor Life Annuity with Period Certain provides payments while either or both the Annuitant and Joint Annuitant are living and, in the event of death of both Annuitant and Joint Annuitant before receiving the income for the specified period of time, the payments will be continued to the designated contract Beneficiary(ies) until the specified period expires.
- A Joint and Survivor Life Annuity with Installment Refund guarantees at least a return of the Contract Value when the contract is annuitized. It provides payment while either or both the Annuitant and Joint Annuitant are living. In the event of death of both Annuitant and Joint Annuitant before the investment is returned, the income payments would be paid to the contract Beneficiary (ies) until the total of all payments made are at least equal to the amount annuitized.

When an individual is receiving payments from a non-qualified contract, a portion of each payment may be a return of cost basis, which is not taxable. The remainder of each payment is taxable gain. When the Annuitant or Joint Annuitant (when applicable) dies, this may not apply.

When receiving payments from a tax-qualified contract, the entire payment will be taxable.

Settlement Options listed in Contract:

Life Annuity – Option 1

Non-Refund – We will make payments during the lifetime of the Annuitant. No payments are due after the death of the Annuitant.

5-Years Certain – We will make payments for 5 years and, after that, during the lifetime of the Annuitant. No payments are due after the death of the Annuitant or, if later, the end of the 5-year period certain.

10-Years Certain – We will make payments for 10 years or, after that, during the lifetime of the Annuitant. No payments are due after the death of the Annuitant or, if later, the end of the 10-year period certain.

Installment Refund – We will make payments for a period certain and, after that, during the lifetime of the Annuitant. No payments are due after the death of the Annuitant or, if later, the end of the period certain. The number of period certain payments is equal to the amount applied under this Installment Refund Option divided by the amount of the first annuity payment; provided, however, that the amount of the final period certain payment shall be adjusted to return the amount applied under this Installment Refund.

Joint and Survivor Life Annuity – Option 2

Non-Refund – We will make payments during the joint lifetime of the Annuitant and Joint Annuitant. Payments will then continue during the remaining lifetime of the survivor of them. No payments are due after the death of the last survivor of the Annuitant and Joint Annuitant.

10-Years Certain – We will make payments for 10 years and, after that, during the joint lifetime of the Annuitant and Joint Annuitant. Payments will then continue during the remaining lifetime of the survivor of them. No payments are due after the death of the survivor of the Annuitant and Joint Annuitant or, if later, the end of the 10-year period certain.

For additional information regarding Settlement Options, please contact your registered representative. Once the annuity payments begin, a lump sum distribution of remaining Contract Value is no longer available.



Administrative Office:
 P.O. Box 5363
 Cincinnati, Ohio 45201-5363
 877.446.6020
 nslac.com

Individual Annuity Contract Annuitization Request

Please Print

Contract Number	Annuitant	Owner (If other than the Annuitant)
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- Please Start Annuity Payments Now**
- Please Defer Annuity Payments until** _____ / _____
 (Month) (Year)

Please note the following:

- The initial payment can take up to two weeks to be received.
- If a month/year is not selected and this is a variable contract, payments will begin on the 1st of the month following 30 days after receipt of notice at the home office, provided all requirements to process your request are received in good order.
- If a month/year is not selected and this is a fixed contract, payments will begin within 30 days of receipt of notice at the home office, provided all requirements to process your request are received in good order.
- The month/year above may not be later than the 1st of the month following the Annuitant's 95th birthday.
- If this contract is in a tax-qualified plan, the plan may restrict the settlement option you can select.
- If this is a variable contract, it will be subject to market fluctuation until the first annuity payment is made.
- Even if electing to defer payments, this entire form must be completed.
- If this form is not completed, we will use the Default Annuitization Option listed in the annuity contract.
- If this is a qualified contract and the period certain elected exceeds the Annuitant's life expectancy stated on the Uniform Lifetime Table, we will use the maximum period certain available to the Annuitant.
- If this is a non-qualified contract and the period certain elected exceeds the Annuitant's 105th birthday, we will use the maximum period certain available to the Annuitant.

Annuitization Payout Options (Select One) - If this is a fixed annuity, the payout must be 100% Fixed.

Life Annuity – Option 1

- Life Annuity, Non-Refund¹ _____ % Fixed _____ % Variable²
- Life Annuity, 5-Years Certain¹ _____ % Fixed _____ % Variable²
- Life Annuity, 10-Years Certain¹ _____ % Fixed _____ % Variable²
- Life Annuity, Installment Refund¹ _____ % Fixed _____ % Variable²

Joint and Survivor Life Annuity – Option 2 (Please include Joint Annuitant Information on page 2.)

- Joint and Survivor Life Annuity, Non-Refund^{1,3} _____ % Fixed _____ % Variable²
- Joint and Survivor Life Annuity, 10-Years Certain^{1,3} _____ % Fixed _____ % Variable²

Alternate Annuity – Option 3 - 100% Fixed (Only option available)

- Period Certain for _____ Years (Minimum of 5 years)
- Life Annuity, _____ Years Certain
- Joint & Survivor Life Annuity, _____ Years Certain
- Joint and Survivor Life Annuity, Installment Refund^{1,3}

Joint Annuitant Information

Complete only if electing a Joint and Survivor Payout Option. *This is not a beneficiary designation.*

If you would like to change your beneficiary, please contact us at 877.446.6020 for an Individual Annuity Beneficiary Change Request (Form V-4614-NSLAC).

Joint Annuitant Name¹ _____ Social Security Number _____

Address _____

Date of Birth _____ Relationship to Annuitant _____ Sex _____

¹Please provide a copy of a driver’s license, birth certificate or passport for Annuitant and Joint Annuitant (if applicable).

²If you elect the Variable Payout Option and would like to elect a different portfolio allocation, please contact us at 877.446.6020 for an Individual Annuity Portfolio Change Request (Form V-4619.2-NSLAC). Complete and return it with this form.

³If electing a Joint and Survivor Life Annuity Option, please complete the Joint Annuitant Information above.

Income Frequency (Select One) – If none selected, a monthly frequency will be provided.

Monthly Quarterly Semi-Annually Annually

Income Tax Withholding Notice and Election

SSN of Annuitant _____

Payments are subject to income tax withholding unless you elect not to have withholding apply. Withholding applies only to the portion of your payment that is subject to federal income tax. You may elect not to have withholding apply by checking the box below. Your election will remain in effect until revoked. If you elect no withholding, or if you do not have enough tax withheld from your distribution, you may have to pay an estimated tax. If your withholding and estimated tax payments are insufficient, you may be penalized under the estimated tax rules. You may revoke your election at any time. Other federal or state mandatory withholding rules may apply to your distribution. You may want to consult a tax adviser regarding this matter.

If you want National Security to withhold taxes from your payments, check the box below and indicate the percentage to be withheld. You must check either yes or no.

Yes. I want National Security to withhold taxes from my payments.

Please withhold _____ % for federal taxes.

Please withhold _____ % for _____ (name of state) income tax.

We will withhold state income tax if: (1) you specifically request that we do so on this form and we are able to do so in your state; or (2) we are required to do so under state law.

Other federal or state mandatory withholding rules may apply to your withdrawal.

No. I do not want National Security to withhold taxes from my payments.

Ownership

Please note: Ownership of the annuity contract may change to the Annuitant upon annuitization.

If you would like to keep ownership of the annuity contract the same, please check this box.

Electronic Funds Transfer (EFT) Agreement for Direct Deposits

You are hereby authorized to have my systematic withdrawal directly deposited to my checking or savings account via EFT and are directed to pay to:*

Name of Financial Institution

Account Number

Address and Phone Number of Financial Institution

ABA/Transit Routing Number

Name as it appears on the Account

Type of account: Checking (please attach a voided check) Savings (please attach a voided pre-encoded deposit slip)

For credit to my/our account, all funds payable by National Security Life and Annuity Company (hereafter referred to as National Security) representing payment requested from my/our above-referenced contract(s).

This authority is to remain in full force and effect until National Security has received notification at the Home Office in Cincinnati, OH from me/us of the termination of this agreement in such time and in such manner as to afford National Security and the Financial Institution reasonable opportunity to act on it.

I/we authorize the Financial Institution named above to reimburse National Security, from this or any other account I/we may hold in such institution, for any payment received by the Financial Institution to which I/we was/were not entitled due to death prior to the due date of the payment.

I/we understand that National Security is relying on the information that I/we have provided on this form, and further understand that National Security will not be liable for any losses or charges due to incorrect, outdated, or incomplete information that has been provided on this form.

Please note: In order to validate this information with your financial institution, please allow up to 14 days to process your initial request.

Signature(s)

The undersigned hereby consents to the provisions contained herein.

Signature of Owner**

Date

Signature of Joint Owner**

Date

Social Security Number of Contract Owner***

Daytime Phone Number

You are signing as the (Check One):

Owner Trustee Power of Attorney Guardian/Conservatorship Other _____

*Payments must be made payable for the benefit of the contract owner(s).

**If trust, partnership, corporate, or custodial owned must include a title after signature (e.g., Trustee, General Partner, President, etc.)

***Certification: Under the penalties of perjury, I certify that the information provided on this form is true, correct, and complete. I have not been notified by the Internal Revenue Service that I am subject to withholding for under-reporting under Section 3406(a)(1)(c). I am a U.S. citizen or a U.S. resident alien.