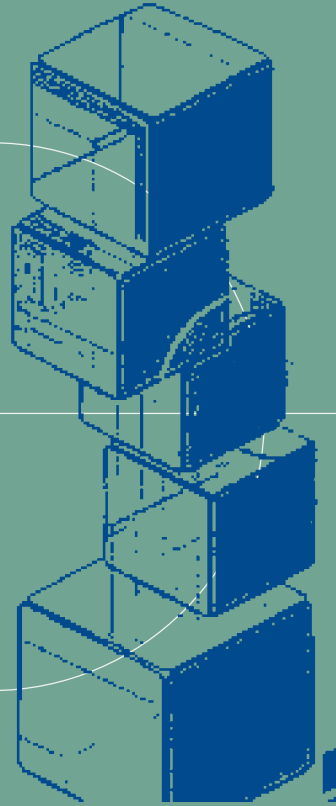


**NORTH
AMERICAN
BUILDER®**

CREATING A FINANCIAL FUTURE

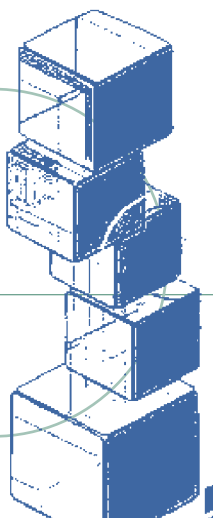


NORTH
AMERICAN
BUILDER®

The North American Builder®,
from North American Company
for Life & Health Insurance
is a single premium, multi-year
guarantee annuity that includes
many features to help you achieve
your goals for retirement. It
provides a 10-year guarantee
interest period with a guaranteed
increasing interest rate.

*Please consult your sales representative for
current interest rates and interest rate
increases.*

CREATING A FINANCIAL FUTURE



Building a retirement nest egg for the future can be difficult. Will interest rates go up or down in the future? No one knows for sure. But with the North American Builder®, rates are guaranteed to increase during the 10-year term, and you can guarantee your investment growth. After the 10-year term, you can renew your North American Builder® for a new term at then current guarantee rates, or you can withdraw all or a part of your funds without a surrender charge.

The North American Builder® from North American Company for Life and Health Insurance offers you peace of mind through the protection of your principal and an interest rate that starts high, goes even higher, and is guaranteed.

Liquidity Features

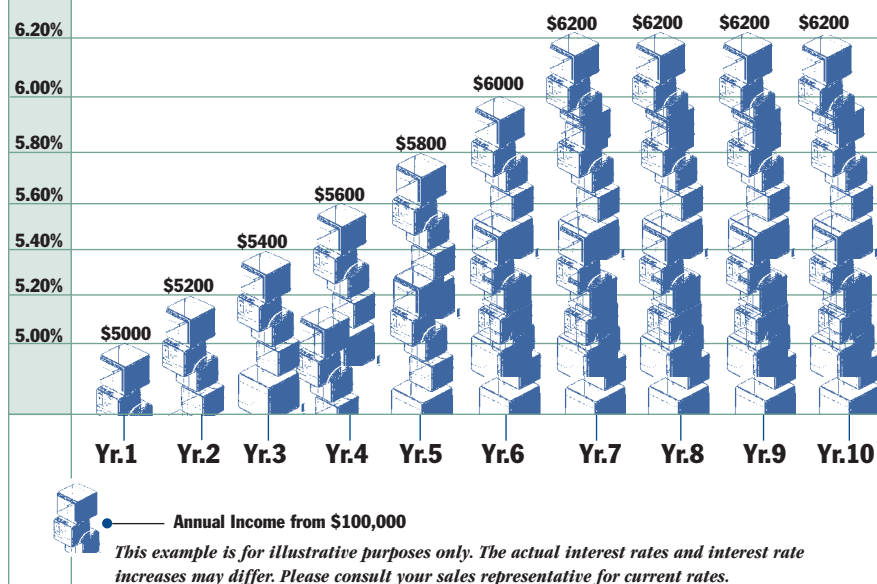
Emergencies do arise, so accessing your money is always an important concern. The North American Builder® offers a variety of liquidity features, including the following:

Penalty Free Withdrawals

The North American Builder® allows you to take a penalty-free withdrawal equal to the interest earned each year after the first year, without incurring any surrender charges or interest adjustments. Under current company practice, this interest withdrawal can begin as early as 30 days after your annuity is issued and can be received on a Systematic Withdrawal Program. You can elect to receive payments monthly, quarterly, semi-annually or annually as long as each payment is at least \$50. Withdrawals prior to age 59½ may be subject to IRS penalties.

EXAMPLE :

This graph shows an example of \$100,000 initial premium deposited into the North American Builder®, and the effect of an increasing rate on the annual withdrawal of interest.



Nursing Home Confinement Rider

After the first anniversary, should the annuitant become confined to a qualified nursing home facility for at least 90 consecutive days, we will increase the penalty-free withdrawal by 10% of the total Accumulation Value each year while the annuitant is confined. For ages 75 and younger, this rider is automatically included in your annuity¹.

No Initial Sales Charges or Administrative Fees

Since there are no initial charges or fees, your entire premium is immediately working for you, earning tax-deferred interest.

Tax-Deferred Growth

The **North American Builder**[®] gives your money the advantage of tax deferral. This allows you to earn more interest every year. You earn more interest every year for three reasons;

- 1 Your interest rate is guaranteed for 10 years.
- 2 You earn interest on previously earned interest (compounding), if you do not withdraw any money from your contract.
- 3 Because your **North American Builder**[®] is tax deferred, you don't pay any current income taxes on your interest until it is withdrawn... your money is earning more money every day.

Death Benefit²

North American will waive all surrender charges upon the death of the owner or annuitant and will pay out the full Accumulation Value to your beneficiary.

Renewal Feature

At the end of each guarantee period, you may choose to renew your annuity for another guarantee interest period. Or you can choose to take all or a portion of your Accumulation Value within a 30-day window. After the end of the guarantee period, renewal of another ten year guarantee period is automatically processed for your convenience if no other election is taken within 30 days.

Surrender Charges

A surrender charge will be assessed in the event of a full or partial surrender exceeding the penalty-free withdrawal privileges described earlier. Surrender charges on IRS-Required Minimum Distributions exceeding the penalty-free amount will be waived by current Company practice. Surrender charges for the nine year period are as follows: 8%, 8%, 8%, 8%, 8%, 8%, 6%, 4%, 2%, 0%.

Interest Adjustment

The **North American Builder**[®] includes an interest adjustment, which allows the Company to credit interest rates that are higher than those on products without an interest adjustment. This interest adjustment is applied only during the guarantee period to full surrenders and to any partial surrender in excess of the penalty-free amount. The adjustment will increase or decrease the Accumulation Value, based on the change in interest rates during the period since you purchased your **North American Builder**[®].

EXAMPLE:	CURRENTLY TAXED	NORTH AMERICAN BUILDER [®]
Dollar Amount	\$100,000	\$100,000
Interest Rate	5%	5%
Interest Earned	\$5,000	\$5,000
Tax Bracket	28%	28%
Tax Payable	\$1,400	0*
After-Tax Interest	\$3,600	\$5,000
After-Tax Yield	3.6%	5.0%

* Assuming no withdrawals

Settlement Options

Should you decide to receive an income from The **North American Builder**[®] after the surrender charge period, you will have several settlement options from which to choose. With the exception of the Life Income option, our settlement options are for a minimum of 5 years and a maximum of 20 years. The following options are available:

- Income for a Specified Period
- Income of a Specified Amount
- Life Income with a Period Certain
- Life Income
- Joint and Survivor Income

By current Company practice, you may receive an income from the Accumulation Value after the first year (without surrender charges) if you choose a Life Income option during the surrender period or if the annuity has been in force for at least five years and payments are received over at least a 5-year period.³

Additional Benefits

- Guaranteed Rate Increase
- Safety of Your Principal
- May Avoid Probate
- Tax-Deferred Growth
- Loan Provision [TSA only; after first year]
- Income Guarantee for Life [if Life Income Settlement Option is chosen]

The North American Builder® is backed by the strength of North American Company for Life & Health Insurance . . .

Since 1886, Chicago-based North American Company for Life and Health Insurance has established a tradition of producing quality insurance products. North American's product lines are marketed in 49 states and the District of Columbia.

Portrait of Financial Stability

Independent rating agencies are an important source of information on an insurance company's ability to meet its obligations. Based on its financial strength and operating performance, North American continues to receive high ratings from the most well-respected ratings services, including:

AA (Very Strong) from Standard & Poor's Corporation (S&P)

Standard & Poor's awarded its "AA" rating for insurer financial strength on October 22, 2002 to North American Company as part of the Sammons Financial Group. The AA rating, which is the third highest out of twenty-two, reflects the Sammons Financial Group's (which is comprised of North American Company for Life and Health Insurance, North American Company for Life and Health Insurance of New York, and Midland National Life Insurance Company) financial strength.

A (Excellent) from A.M. Best

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 third highest rating out of 15.)

PREMIUM TAXES: Contractholder values will be reduced for premium taxes as required by the state of residence. North American does not give tax or legal advice. Please consult with your attorney or tax advisor.

The North American Builder® is issued on Form LC117 (group certificate) or LS117A (individual contract) or appropriate state variations. This product and its features may not be available in all states.

1 In states where Rider is approved. Please contact your sales representative for state availability.

If joint annuitants are named on the annuity, Rider will apply to the first annuitant who qualifies for the benefit.

2 If joint annuitants are named on the annuity the Death Benefit will be paid at the second death. If joint owners are named in the annuity, the Death Benefit will be paid at the first death.

3 Benefits are not guaranteed and are subject to change.



**NOT FDIC INSURED.
NO BANK GUARANTEE.**

