



March 21, 2011

John Q. Public
123 Main Street
Apartment #1
Anywhere, IN 46280

CONTRACT NO: 02xxxxxxxx

RE: Contract Owner notice of Standard Life Insurance Company of Indiana Reorganization.

Dear Customer,

We are writing about your policy issued by Standard Life Insurance Company of Indiana ("Standard Life"). As you know, Standard Life is operating under an order of rehabilitation ("Order of Rehabilitation") entered on December 18, 2008 by the Marion Circuit Court (the "Court") located in Indianapolis, Indiana. The Indiana Insurance Commissioner, including his successors in office, was appointed by the Court as "Rehabilitator" of the Company.

Under the Order of Rehabilitation and Indiana Law, the Rehabilitator has all the powers of the directors, officers, and managers of Standard Life, including the power to deal with the property and business of Standard Life. The Rehabilitator is administering the assets of Standard Life under the general supervision of the Court.

We are writing to let you know that Standard Life has entered into certain agreements with Guggenheim Life and Annuity Company ("Guggenheim Life"), which affect your Standard Life policy. Please read this notice carefully as it provides important information in connection with your policy.

Reorganization of Standard Life and Transaction with Guggenheim Life and Annuity Company

On December 15, 2010, Standard Life, Guggenheim Life, and the Rehabilitator entered into an Agreement and Plan of Reorganization (the "Reorganization Agreement"), pursuant to which Standard Life is being reorganized.

On January 18, 2011, the Court issued an order approving the reorganization of Standard Life pursuant to the Reorganization Agreement.

As contemplated by the Reorganization Agreement, on March 2, 2011, Standard Life and Guggenheim Life entered into a reinsurance agreement (the "Reinsurance Agreement"). Under the Reinsurance Agreement, Guggenheim Life has agreed to reinsure certain Standard Life annuity contracts and health and life insurance policies (the "Reinsured Contracts") as follows:

Initially, Guggenheim Life is providing 100% indemnity reinsurance for all of the Reinsured Contracts during the term of the Reinsurance Agreement. This means that Standard Life continues to be your

insurance company but Guggenheim Life is responsible to reimburse Standard Life for any payments made to you under the specific terms and conditions of your policy. In addition, during this period, the administration and servicing of the Reinsured Contracts, including your policy, is being handled by Guggenheim Life.

In addition, you may be offered alternatives with respect to your policy, including the possible assumption of your policy by Guggenheim Life as its direct obligation. You will be provided further information about your specific policy at a later date.

Guggenheim Life is a subsidiary of Guggenheim Partners, LLC, a privately held, global financial services firm headquartered in New York and Chicago with more than \$100 billion in assets under supervision. Guggenheim Partners provides investment management, investment advisory, insurance, investment banking and capital markets services. Over the past decade, Guggenheim Partners has built an asset management enterprise that includes more than \$45 billion in insurance general account assets under management. In 2010, a Guggenheim Partners-led group of investors acquired Security Benefit Corporation, based in Topeka, Kansas. Guggenheim Life has been predominately a reinsurer of fixed annuities and at December 31, 2010 had total assets of \$2.8 billion and statutory surplus of \$190.6 million.

Loan and Cash Surrender Moratorium

Since December 18, 2008, by Court order, the right to take a loan on or surrender your policy for cash has been put on hold. Under Court orders dated March 29, 2010 and January 18, 2011, the existing moratorium will continue until and including **September 2, 2011**. This moratorium period does not apply to the health policies. For the duration of the moratorium and under the Court order, (a) Guggenheim Life will apply hardship procedures (these procedures are similar to the procedures previously provided to you and applied by Standard Life), and (b) Guggenheim Life will continue the current 10% (ten percent) free withdrawal procedures for policyholders whose contracts contain such options.

Additional Information

You are not required to do anything with respect to your policy at this time. Further information will be provided to you when any further actions may be necessary on your part.

If you have any questions regarding this notice, please contact Standard Life Insurance Company of Indiana at (800) 222-3216 or Guggenheim Life at (800) 990-7626.

Sincerely yours,



Randolph D. Lamberjack
Special Deputy Rehabilitator
Standard Life Insurance Company of Indiana



Jeffrey S. Lange
Chief Executive Officer
Guggenheim Life and Annuity Company

Neither Standard Life nor Guggenheim Life provides legal or tax advice to its contract holders. For legal or tax advice concerning your specific situation, you are encouraged to consult with your attorney, accountant or tax advisor.