

Issued by Midland National[®] Life Insurance Company

The benefits of a tax-deferred annuity

What is a tax-deferred annuity?

A tax-deferred annuity is a contract between you and an insurance company for a guaranteed interest bearing contract. The Company credits interest, and you don't pay taxes on the earnings until you make a withdrawal or begin receiving an annuity income.

What is tax deferral?

Tax deferral means that you are postponing paying taxes on interest earned until a future date. During that "deferral" time you are earning interest on dollars that would otherwise be paid as taxes. Leaving you the potential to accumulate more money over a shorter period of time, which ultimately can provide you with a greater return.

The following additional benefits make an annuity an attractive way to set aside retirement income—for yourself and your loved ones.

Ability to avoid probate

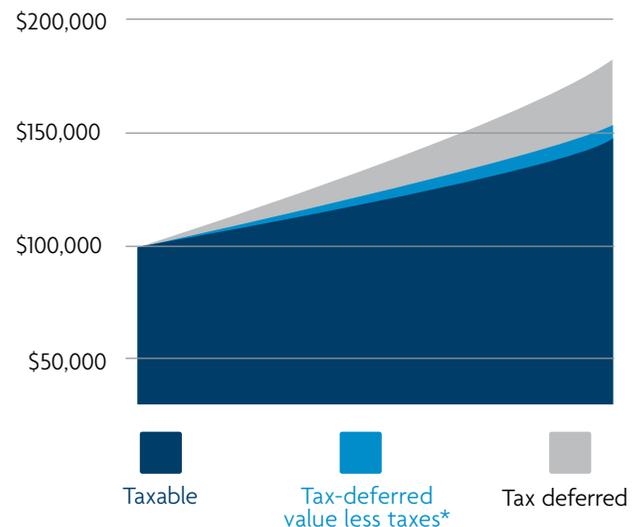
Passing along the value in your annuity to a named beneficiary can avoid the delays and costs of probate-making for a simplified way to transfer assets during a difficult time.

Lifetime income

Annuities can provide you with a guaranteed income stream with the purchase of a tax-deferred annuity. You can convert an annuity into payments based on your needs—whether that be payments for life or over a specified period.

We encourage you to consult with and rely on your legal or tax advisor to fully understand the tax effects annuities can have for you and your estate.

The power of tax deferral



*The chart is a hypothetical example of tax deferral and assumes an initial premium of \$100,000 earning 4% compounded annual rate of return for 15 years. It is not intended to predict or project performance. *The tax-deferred value less taxes represents the increase in value, due to tax deferral, less taxes at an assumed rate of 32% with no surrender charge or market value adjustment (MVA), also known as interest adjustment, applied.*

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Under current law, annuities grow tax deferred. An annuity is not required for tax deferral in qualified plans. Annuities may be subject to taxation during the income or withdrawal phase. Please note that neither Midland National[®] Life Insurance Company, nor any financial professionals acting on its behalf, should be viewed as providing legal, tax or investment advice. Your client should be advised to rely on their own qualified adviser. In such instances, you should consider whether other features, such as the death benefit, lifetime annuity payments and optional riders make the Contract appropriate for your needs.

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