



Please check the appropriate box:

☐ Qualified Annuity

☐ Non-qualified Annuity

This Disclosure summarizes important points for you to consider before you purchase Standard Insurance Company's (The Standard's) Index Select Annuity.

The Index Select Annuity (ISA) is a single-premium deferred index annuity. You purchase the annuity with one premium payment, but premiums are accepted during the first 90 contract days to accommodate multiple roll-overs, transfers and exchanges. The ISA is an individual fixed deferred index annuity which means interest is earned during the accumulation phase and annuity benefit payments are deferred until the annuity date or upon annuitization. The ISA is an index annuity that offers annuity account allocation options: (a) fixed interest account; and (b) index interest account(s). You may allocate premium among the accounts. Under current tax law: (a) the principal and earnings are not subject to income taxes until funds are withdrawn or distributed; and (b) a 10% IRS early-withdrawal penalty may apply to withdrawals or distributions prior to age 59½. Tax law is subject to change. Please see your financial or tax professional for any exceptions to the early-withdrawal penalty.

The main purposes of a deferred annuity are: (a) to save money for retirement; and (b) to receive retirement income for life. It is not meant for short-term financial goals.

If you have any questions about the ISA, please ask your broker or financial advisor. You may also contact us at the phone number shown above.

THE ANNUITY CONTRACT. *How will the value of my annuity grow?*

Annuity. An annuity allows you to pay a premium for the contract and interest will be earned on a tax-deferred basis. The premium and interest earnings are not subject to income taxes until the funds are withdrawn or distributed.

Owner. The owner is the person or entity who has purchased the contract and to whom the contract is issued.

Annuitant. The annuitant is the person on whose life the amount and duration of annuity benefit payments are based.

Issue Age. An ISA5 will be issued to owners age 18-93 and annuitants age 0-93. (Note: Ages 91-93 must be for transfer of wealth or estate-planning purposes.) The ISA7 will be issued to owners age 18-90 and annuitants age 0-90. The ISA10 will be issued to owners age 18-80 and annuitants age 0-80.

Contract Effective Date. The contract effective date is the date premium is received in The Standard's home office. The effective date is shown on the contract cover.

Premium. An ISA may be established with an initial premium of \$15,000 to \$1,000,000 (or more with prior home-office approval). Additional premium payments may be made during the first 90 days of the contract. This generally allows for multiple roll-overs, transfers and exchanges. Premium is allocated among the fixed interest account and the index interest account(s) as you have indicated on the application. You must allocate a total of at least 15% of your premium to the index account(s), and no less than \$2,000 to any account to which you have allocated premium.

Annuity Fund. The annuity fund is the amount available to provide annuity benefit payments, surrender benefits and death benefits. The value of the annuity fund is: (a) premium plus credited interest; plus (b) the guaranteed minimum accumulation benefit; minus (c) net amounts surrendered, surrender charges and associated market value adjustments; minus (d) premium tax, if any.

Expense Charges. There are no expense charges under the contract. There are surrender charges, market value adjustments and premium tax in those states that require premium tax.

Safety and Guarantees. The Standard guarantees that the owner will never receive less than: (a) 87½% of the total premium payments, net of any withdrawals taken; accumulated at (b) an annual interest rate no less than 1.00%.

Interest Rates.

Fixed Interest Account. The portion of the initial premium allocated to the fixed interest account will receive the interest rate in effect as of the date the application and premium are received in the home office. Additional premium allocated to the fixed interest account received during the first 90 days of the contract will receive the interest rate in effect at the time it is received in the home office.

Premium payments are credited with a guaranteed interest rate for 1 year. Thereafter, the credited interest rate on the fixed interest account may change.

Interest compounds daily.

Index Interest Account(s). The portion of initial premium allocated to the index interest account(s) is credited with interest at the end of the applicable index term. The interest credited is based on the index change of the applicable index over the index term, subject to the index account's participation rate and index rate cap for the index term.

No interest will be credited or deducted if the index change is zero or less.

Index Term. An index term is the time period over which an index change is measured to determine the interest to be credited to funds in the index interest account. The initial index term begins on the day funds are first allocated to the index interest account(s). The index term is:

Participation Rate Index Interest Account: 1 year

Index Rate Cap Index Interest Account: 1 year

Participation Rate. The participation rate is the percentage of the index change that will be used to calculate the interest credited at the end of each index term. The interest credited to the fund will never be negative. After each index term a new participation rate will be declared. The participation rate is guaranteed for each index term for which it is declared.

Index Rate Cap. The index rate cap is the maximum interest rate that will be used to calculate the interest credited at the end of each index term. The interest credited to the fund will never be negative. After each index term a new index rate cap will be declared. The index rate cap is guaranteed for each index term for which it is declared.

Guaranteed Minimum Accumulation Benefit. If at the end of the surrender charge period the value of the annuity fund is less than the guaranteed minimum accumulation value, the contract will be credited with a one-time payment of a guaranteed minimum accumulation benefit (GMAB). The GMAB is equal to the difference between the guaranteed minimum accumulation value and the value of the annuity fund. The GMAB will be credited to each account in the proportion each account has to the value of the annuity fund as of the day immediately preceding the guaranteed minimum accumulation benefit eligibility date.

INDEX INTEREST ACCOUNT GROWTH. *How is the growth of funds in the Index Interest Account(s) determined?*

Interest is credited at the end of the index term for funds in the index interest account(s). For example, assume the following:

- The index term is one year.
- The participation rate in the Participation Rate index interest account for the annual index term is 40%.
- The index rate cap in the Index Rate Cap index interest account for the annual index term is 5.00%.

The index growth rate equals: (a) the index at the end of the annual index term; minus (b) the index at the beginning of the annual index term; divided by (c) the index at the beginning of the annual index term. For example, if the index at the beginning of the annual index term is 1000 and the index at the end of the annual index term is 1100, the index growth rate is:

$$(1100 - 1000) / 1000 = 10.00\%$$

For the Participation Rate index interest account, the index growth rate is multiplied by the participation rate:

$$10.00\% * 40\% = 4.00\%$$

For the Index Rate Cap index interest account, the index growth rate is compared to the index rate cap:

$$\text{The lesser of } 10.00\% \text{ and } 5.00\% = 5.00\%$$

The interest credited to each account will never be less than zero. Assuming each index interest account begins with \$20,000 in premium, the following table shows the percentage and dollar amount of interest credited after one year given various index growth rates:

Index Growth Rate	<u>-5.0%</u>	<u>3.0%</u>	<u>10.0%</u>	<u>20.0%</u>
Participation Rate index interest account	0.0% / \$0	1.2% / \$240	4.0% / \$800	8.0% / \$1,600
Index Rate Cap index interest account	0.0% / \$0	3.0% / \$600	5.0% / \$1,000	5.0% / \$1,000

SURRENDER BENEFITS. *May I take money out of my annuity?*

You may take money out of your annuity any time before annuity benefit payments begin. You may take out all of your annuity's fund value (**full surrender**) or part of it (**partial surrender**). Withdrawals must be \$500 or more. At least \$2,000 must remain in the annuity fund for the contract to remain in force. A 10% IRS penalty may apply to withdrawals made before you reach age 59½.

A surrender charge will be assessed on amounts you withdraw during the surrender charge period, as follows:

ISA 10

Contract Year	1	2	3	4	5	6	7	8	9	10
Surrender Charge	9.4%	8.5%	7.5%	6.5%	5.5%	4.5%	3.5%	2.5%	1.5%	0.5%

ISA 7

Contract Year	1	2	3	4	5	6	7
Surrender Charge	9.4%	8.5%	7.5%	6.5%	5.5%	4.5%	3.5%

ISA 5

Contract Year	1	2	3	4	5
Surrender Charge	9.4%	8.5%	7.5%	6.5%	5.5%

Example: If you withdrew \$5,000 during the first contract year, a 9.4% surrender charge would apply. $\$5,000 \times .094 = \470 . A \$470 surrender charge would be deducted from the \$5,000 withdrawal amount, i.e. $\$5,000 - \$470 = \$4,530$. The resulting \$4,530 is then subject to a market value adjustment.

MARKET VALUE ADJUSTMENT. *How does the market value adjustment work?*

Market Value Adjustment. The Index Select Annuity includes a market value adjustment feature. During the market value adjustment period, any amount surrendered is subject to a market value adjustment (MVA). The MVA may increase or decrease the amounts payable. Generally, if interest rates rise after the beginning of the market value adjustment period, the MVA will decrease the surrender value; and, if interest rates fall, the MVA will increase the surrender value. The MVA is waived for any surrender or benefit payment for which surrender charges are waived.

Market Value Adjustment Period. The Market Value Adjustment Period begins on the date the Surrender Charge Period begins and runs concurrently with the Surrender Charge Period.

Example. Consider the combined charges for an early surrender when the MVA index rates increase or decrease. The examples below assume the index is 3.00% as of the contract effective date, then either rises to 5.00% or drops to 1.00%. This is for example purposes only. Actual results may vary.

ISA 10

End of MVA Period Year	1	2	3	4	5	6	7	8	9	10
Unchanged at 3.00%	9.4%	8.5%	7.5%	6.5%	5.5%	4.5%	3.5%	2.5%	1.5%	0.5%
Increased to 5.00%	13.9%	15.3%	16.7%	16.8%	14.3%	11.7%	9.1%	6.3%	3.5%	0.7%
Decreased to 1.00%	4.9%	1.7%	-1.7%	-5.0%	-4.4%	-3.5%	-2.5%	-1.6%	-0.6%	0.3%

ISA 7

End of MVA Period Year	1	2	3	4	5	6	7
Unchanged at 3.00%	9.4%	8.5%	7.5%	6.5%	5.5%	4.5%	3.5%
Increased to 5.00%	13.9%	15.2%	14.5%	11.9%	9.2%	6.5%	3.7%
Decreased to 1.00%	4.9%	1.8%	-0.2%	0.7%	1.6%	2.4%	3.3%

ISA 5

End of MVA Period Year	1	2	3	4	5
Unchanged at 3.00%	9.4%	8.5%	7.5%	6.5%	5.5%
Increased to 5.00%	13.8%	13.8%	11.1%	8.4%	5.7%
Decreased to 1.00%	5.0%	2.8%	3.6%	4.5%	5.3%

ANNUITY BENEFITS. *What payment options are available under my annuity?*

Annuity Date. The annuity date is: (a) the contract anniversary coinciding with or next following the date the (older) annuitant's 115th birthday; or (b) the 10th contract year; whichever is later. The contract will automatically annuitize and begin its payout phase, unless otherwise directed.

Payout Options. You may choose from the following payment options:

Life Income – A guaranteed income for as long as the annuitant lives.

Joint & Survivor Life Income – A guaranteed income for as long as one of the annuitants lives.

Certain Period – A guaranteed income for your chosen time period, e.g. 5, 10, 15 or 20 years.

Life Income with Certain Period – A guaranteed income for your minimum chosen time period. If the annuitant is still living at the end of that period, payments continue as long as the annuitant lives.

Lump Sum – One lump-sum payment of the annuity fund.

If a payment option is not chosen, we will automatically pay under the 10-year certain and life payment option.

Annuitization. The annuity may be converted into an income annuity with The Standard at any time. No surrender charges will apply if you choose a life income or at least a 5-year certain period payment option. If your state imposes a premium tax, it will be deducted from your annuitized payments.

Annuity Benefit Payments. The contract may not be surrendered once annuity benefit payments have begun.

ACCESSING FUNDS. *Are there ways to access funds without incurring a surrender charge?*

Your annuity offers a number of ways to access funds without incurring a surrender charge. There are no surrender fees associated with the following options, but an IRS early-withdrawal penalty may apply to withdrawals before you reach age 59½.

Terminal condition of the owner.

Nursing home confinement of the owner.

Annual withdrawals after the first contract year of up to 10% of the annuity fund (inclusive of all other partial withdrawals).

Annuitization.

Death of Annuitant.

Waiver of Surrender Charge.

IRS Required Minimum Distributions.

Out-of-surrender-charge-period withdrawals.

DEATH BENEFITS. *What happens to my annuity if I die?*

The death benefit is paid to the beneficiary if the owner dies before the annuity date, with a choice of payment options. The death benefit is equal to: (a) the value of the annuity fund as of the date of death; or (b) the minimum nonforfeiture value as of the date of death (the regulatory guaranteed minimum); whichever is greater. The death benefit will be credited with its pro-rata share of interest, subject to any applicable participation rate or index rate cap. Death benefits must begin within one year of the date of death and may not extend beyond the beneficiary's life expectancy. If the surviving beneficiary is the spouse as recognized under federal law, that spouse does not need to have death benefits paid. Rather, that spouse may continue the contract as though that spouse were the original owner.

PARTIAL INDEX INTEREST CREDIT. *Are there instances in which I will get a partial index credit?*

Generally, interest is credited to the index interest account(s) at the end of an index term. However, for surrender benefits associated with nursing home confinement or terminal condition, for death benefits and for annuity benefits, a pro-rata share of interest will be credited to the benefit payment attributable to the index interest account(s). The pro-rata share for each index interest account is subject to any applicable participation rate and index rate cap.

ADVANTAGES OF TAX DEFERRAL UNDER CURRENT TAX LAW. *How will payouts and withdrawals from my annuity be taxed?*

Your annuity grows tax deferred. Taxes will be due only when withdrawals or distributions are paid from the annuity. As a result, interest accumulates on the principal, earnings and on money that otherwise would be paid in income taxes (often referred to as triple-compounding). An IRS early-withdrawal penalty may also apply to payouts and withdrawals paid before you reach age 59½. A tax-deferred annuity may be exchanged for another tax-deferred annuity without being assessed income tax on the earnings. There are no additional tax advantages to purchasing an annuity as part of a qualified plan other than those provided by the qualified plan itself. Please consult your broker or financial advisor.

OTHER INFORMATION. *What else do I need to know about my annuity?*

Free Look. You have 30 days to look over the annuity contract. You may return the contract to the agent who sold it or to our home office within that 30 days. Any premium paid, including any contract fees or other charges, will be refunded, less any benefits paid. The contract will be void and considered never in force.

Commission. We pay a commission to the agent, broker or firm selling you the annuity.

OWNER ACKNOWLEDGEMENT

I affirm that I am purchasing an Index Select Annuity from Standard Insurance Company. I understand the ISA product features to the extent summarized in this disclosure. I understand that the contract is intended as a long-term savings vehicle and, as such, may have substantial penalties for early surrenders. I understand and acknowledge that The Standard does not offer legal, financial, tax, investment or estate planning advice. I affirm that I have sought such advice from the proper sources before purchasing the annuity contract. I acknowledge and represent that the purchase of this annuity is suitable given my particular legal, financial, tax, investment, estate planning or other goals or circumstances. I further understand that annuities are not: (a) insured by the FDIC or any federal government agency; (b) deposits of or guaranteed by any bank or credit union; (c) provision or conditions of any bank or credit union activity. Some annuities are subject to investment risk and may lose value. I certify that: (a) I have read and understand the ISA product brochure, the application and this disclosure statement; (b) I have retained a copy of all solicitation materials and this disclosure used during the course of the sale; and (c) I understand that this disclosure is not part of the contract.

(Owner Signature)

(Owner Printed Name)

Date:

Signed at City, State:

Email Address:

(Joint Owner Signature, if any)

(Joint Owner Printed Name, if any)

Date:

Signed at City, State:

Email Address:

(Annuitant Signature, if other than Owner)

(Annuitant Printed Name, if other than Owner)

Date:

Signed at City, State:

Email Address:

(Joint Annuitant Signature, if any)

(Joint Annuitant Printed Name, if any)

Date:

Signed at City, State:

Email Address:

BROKER ACKNOWLEDGEMENT

I certify that I have read and fully understand the Index Select Annuity Broker Sales Guide and all consumer materials for The Standard's Index Select Annuity. I have provided the applicant(s) with the consumer materials used during the course of the sales presentation, the application and the ISA disclosure document. I have informed the applicant(s) of the various features of the Index Select Annuity and believe the applicant(s) has been reasonably informed of those features. I further certify that I have made no statements, representations or promises about product features and future rate performance that are in any way inconsistent with those materials.

(Insurance Broker Signature)

(Insurance Broker Printed Name)

Date:

Signed at City, State:

Email Address:

Return the signed original of this disclosure together with the application and leave a copy with the applicant.

Keep a copy for your records.