

# The Case for Model Portfolios

With Chartline and Chartline Bonus FIAs you can allocate your premium to individual index strategies or any of three Model Portfolios. Model Portfolios contain preset allocations to certain index strategies. They are thoughtfully constructed with two key goals in mind:

1. Simplify the premium allocation process
2. Create more consistent growth in the contract value

Below are the available Model Portfolios and their corresponding allocations across index strategies.

INDEX STRATEGIES	MODEL PORTFOLIO ALLOCATION WEIGHTS		
	GLOBAL DIVERSIFIED BALANCE	AMERICAN BENCHMARK COLLECTION	CAP AMPLIFIER
S&P 500 with Cap	15%	40%	50%
Nasdaq-100 with Cap	15%	30%	-
Dow Jones Industrial Average with Cap	15%	30%	-
STOXX Europe 600 with Cap	20%	-	-
S&P 500 Daily Risk Control (15%) with Participation Rate	15%	-	30%
NYSE Bonds and Commodities with Participation Rate	20%	-	20%

## GLOBAL DIVERSIFIED BALANCE

The Global Diversified Balance allocates across a range of index strategies offering broad index exposure within the product to U.S. and European equities as well as an index incorporating exposure to bonds and commodities. It is designed for clients seeking a more balanced allocation and may help minimize crediting periods with no positive returns compared to more concentrated allocations.

## AMERICAN BENCHMARK COLLECTION

The American Benchmark Collection may appeal to those interested in allocating across several widely followed U.S. indices: the S&P 500<sup>®</sup>, Nasdaq-100<sup>®</sup>, and Dow Jones Industrial Average<sup>™</sup>, commonly used to benchmark segments of the American economy. Each is offered with the same cap rate providing a consistent and straightforward strategy that is easy to understand and track.

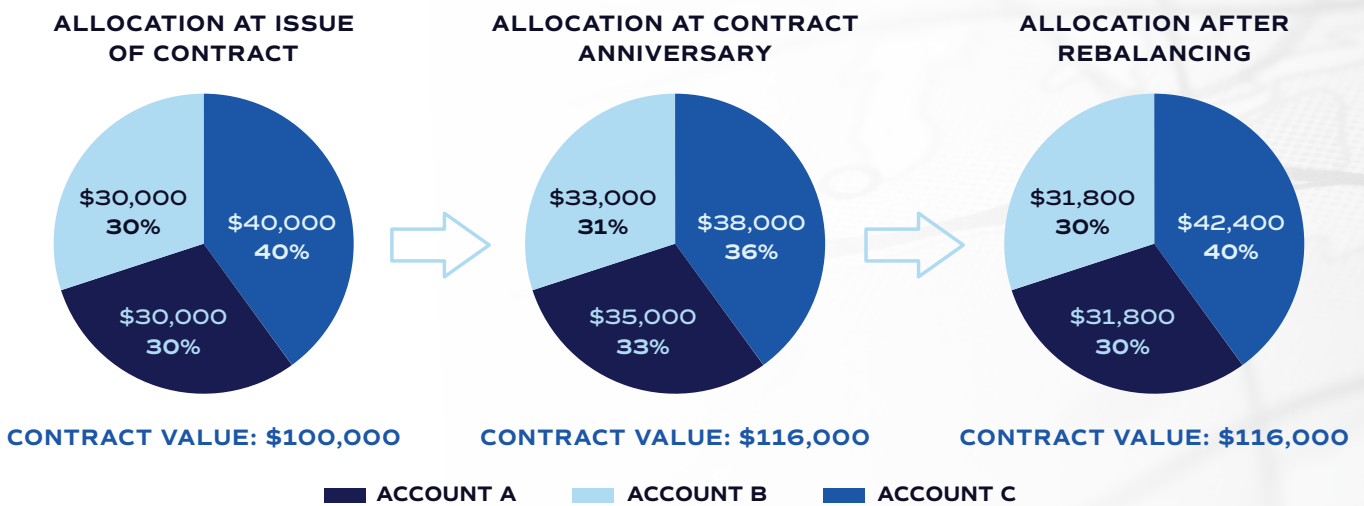
### CAP AMPLIFIER

The Cap Amplifier places greater weight on an S&P 500® crediting strategy with a competitive cap rate. This approach is supported by allocating to two uncapped index strategies with lower rates. The Cap Amplifier may appeal to clients seeking a more focused allocation centered on the S&P 500®, which is widely regarded as the “gold standard” benchmark for the U.S. equity markets.

### REBALANCING MODEL PORTFOLIOS

Model Portfolios automatically rebalance amongst index strategies after interest is credited, restoring allocations to the original proportions established at issue.

See the visual example below as explanation:

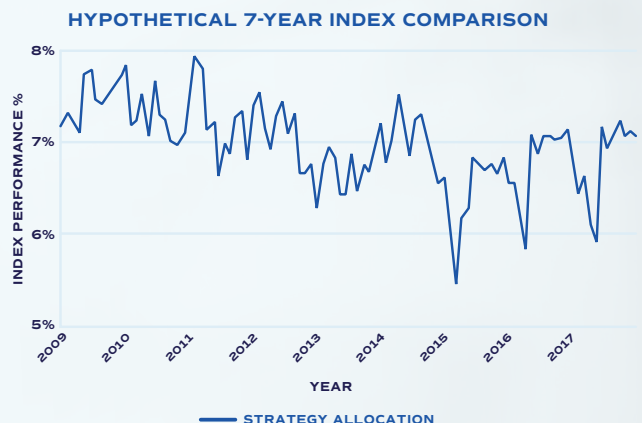


You also have the option to reallocate funds into or out of one or more Model Portfolios at the end of each crediting term, subject to availability. You maintain full control and visibility into how your funds are distributed across all index strategies and Model Portfolio options.

### INDEX VISUALIZER TOOL

If you'd like to explore different combinations of Model Portfolios and index strategies, our Index Visualizer provides an interactive way to compare various index combinations and support conversations around diversification.

Try the Index Visualizer on our website.



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## Disclosures

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