

SELECT INDEX

500SM

From Transamerica
Occidental Life
Insurance Company

Account Options. The owner may allocate premium between the equity indexed account and the guaranteed interest account.

■ **Equity Indexed Account.** The equity indexed account offers owners the potential for increased interest earnings based on the performance of the S&P 500[®] Index each policy year. We determine the interest to be credited to the equity indexed account by comparing the index value on the current anniversary to the index value on the prior anniversary as follows:

- The index change is determined by subtracting the prior anniversary's index value from the current anniversary's index value and then dividing the difference by the prior anniversary's index value.
- If the results are a positive index change, the percentage change in growth will be used to determine index interest. If the percentage index change is greater than the current cap, the percentage interest used will equal the current cap.
- If the index change is negative, no loss is incurred and the value of the equity indexed account does not change.

Crediting Structure. Annual reset design compounds 100% of positive gains up to an annually declared cap. If the index decreases, no interest is credited. This method allows clients to lock in the interest earnings in positive years without losing interest during years with negative returns.

Cap. The cap is set at the beginning of each policy year and is guaranteed for one year. The cap is the maximum percentage that can be used to determine the interest credited in the equity indexed account for that policy year.

Cap Bailout Rate. If the company-declared cap for a policy year is less than the cap bailout rate specified at policy issue, then during the first 30 days of that policy year 1) company-imposed surrender charges will be waived on a surrender or partial withdrawal, and 2) the owner has the option of transferring funds to the guaranteed interest account. The cap bailout rate is shown in the policy.

Annuity Type	Single Premium Equity Indexed Deferred Annuity
Markets	Qualified & Non-Qualified ¹
Participation Rate (Equity Indexed Account)	100% (subject to cap)
Maximum Issue Age	80 (Owner or Annuitant)
Minimum Single Premium	\$10,000 for non-qualified and \$2,000 for qualified ¹
Maximum Single Premium Index	\$1,000,000 without prior company approval Standard & Poor's [®] 500 Composite Stock Price Index (S&P 500 [®] Index). ²

■ **Guaranteed Interest Account.** Owners may allocate premium into a guaranteed interest account. The initial interest is guaranteed for one year. Subsequent renewal rates are declared annually and are guaranteed for one year. The minimum guaranteed interest rate is 1.5 percent. Interest on any amount applied to the guaranteed interest account is compounded and credited daily with an interest rate equivalent to the effective annual interest rate then in effect.

Initial Account Allocations or Transfers Between Account Options

Options. Funds may be allocated into one or both account options at policy issue or funds may be transferred between account options on policy anniversaries. We must receive notification to transfer between account options no later than the close of business on the last day of the policy year.

Early Withdrawal Charge. In most states, withdrawals in the first 10 policy years are generally subject to a company-imposed surrender charge. The surrender charge in the first two policy years is 9% of the amount withdrawn and decreases each year thereafter (9%, 9%, 8%, 7%, 6%, 5%, 4%, 3%, 2%, 1%). After the first 10 policy years, there is no company-imposed surrender charge.³

Surrender Charge-Free Withdrawals.⁴ Company-imposed surrender charges will be waived in the following instances:

- Partial Sum. Beginning in the second policy year, withdrawals of up to 10% of the policy value as of the prior policy anniversary.
- Minimum Required Distribution. For tax-qualified plans, partial withdrawals taken to satisfy minimum distribution requirements with respect to this policy under the Internal Revenue Code.
- Nursing Care and Terminal Condition Withdrawal Option.⁵ Beginning in the second policy year, the owner or the owner's spouse (annuitant or annuitant's spouse if the owner is not a natural person) must have been: 1) confined in a hospital or nursing facility for 30 consecutive days, or 2) diagnosed as having a terminal condition. Minimum distribution is \$1,000.
- Payment as a result of death.

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Partial Withdrawals.¹ Partial withdrawals are deducted in proportion to the amount of policy value in each account unless the owner specifies otherwise. As interest is credited to the equity indexed account on the policy anniversary, funds withdrawn from the equity indexed account do not earn any interest in the year of withdrawal. Interest is credited to funds withdrawn from the guaranteed interest account up to the withdrawal date.

Guaranteed Minimum Cash Value. The owner may surrender this contract at any time and receive the minimum cash value. The cash value is guaranteed to never be less than 90% of the premium, less prior partial withdrawals and any applicable surrender charges, all accumulated at the applicable minimum nonforfeiture interest rate shown in the policy. This interest rate may vary by state and issue date but will never be less than 1% or greater than 3%.

Annuitization. On the annuity commencement date, any company-imposed surrender charges are waived if the payout option provides for lifetime income or a period of at least 60 months. The annuity commencement date may be changed by giving us 30 days notice, but in no event can it be changed during the first policy year or later than the month after the annuitant attains age 95.

60-Day Cap and Interest Rate Holds on 1035 Exchanges and Rollovers. The cap percentage applied to the equity indexed account and the interest rate credited to any funds applied to the guaranteed interest account at policy issue is the *higher* of the rates in effect on the application signed date or the rates in effect when the funds are received. Funds received over 60 days from the application date will receive the rates in effect when the funds are received. The funds received date for multiple exchanges/rollovers is the date the last payment is received.

The Annuity Policy. The annuity will be issued after we receive the single premium, and after all necessary documentation is received and approved by us.

Policies are issued on the 1st, 8th, 15th, and 22nd of each month. The policies for applications and funds received on or after one of these dates will be issued on the next issue date. Special rules apply to issue dates that fall on holidays or weekends.

Select Index 500 Marketing Materials for Consumers

■ Consumer Brochures	PSI 3134 PSI 3134 B IN & MD
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Required Forms

■ Application	TLA 89-104
■ Statement of Understanding	PSI 3148 PSI 3148 B IN & MD

For Sales and Marketing support, call your General Agent or the Fixed Annuity Resource Desk at: (800) 821-9095

¹ *There is no additional tax deferral benefit derived from placing IRA or other tax-qualified funds into an annuity. Features other than tax deferral should be considered in the purchase of a qualified annuity.*

² *“Standard & Poor’s®”, “S&P®”, “S&P 500®”, “Standard & Poor’s 500”, and “500” are trademarks of The McGraw-Hill Companies, Inc. and have been licensed for use by Transamerica Occidental Life Insurance Company. The Product is not sponsored, endorsed, sold, or promoted by Standard & Poor’s and Standard & Poor’s makes no representation regarding the advisability of purchasing the Product.*

³ *IN and MD have a 9-year surrender charge schedule: 8%, 8%, 7%, 6%, 5%, 4%, 3%, 2%, 1%.*

⁴ *Under current federal tax laws, amounts withdrawn or distributed may be subject, in whole or in part, to federal income tax. In addition, a 10% federal income tax penalty may apply if distributions are made prior to the owner reaching age 59½.*

⁵ *Not available in all jurisdictions.*

Select Index 500SM (Policy Form #AS736 107 98 803) is a single premium equity indexed deferred annuity issued by Transamerica Occidental Life Insurance Company, Cedar Rapids, IA. Policy form and number may vary, and this product may not be available in all jurisdictions. Not available in New York. This product does not purchase shares of stocks or shares of a stock index fund.

