

Products and financial services provided by
The State Life Insurance Company
a ONEAMERICA® company
P.O. Box 406
Indianapolis, IN 46206
(317) 285-2300
www.oneamerica.com



About State Life

The company

The State Life Insurance Company has been located in Indianapolis, IN, since its founding in 1894.

After the acquisition of Golden Rule Financial Services (GRFS) Division in 2005, the company is now the exclusive wholesaler of the "Care Solutions" portfolio, including: Asset-Care® (life insurance with LTC benefits), Annuity Care® (annuity with LTC benefits), ImmediateCare® (immediate annuity for individuals currently receiving long-term care), and Legacy Care® (senior-focused deferred annuity).

The State Life & OneAmerica® relationship

Competition is the name of the game in today's financial services industry. Building relationships where it makes sense is key to remaining strong. To better meet customers' needs, State Life announced a strategic alliance with American United Life Insurance Company® (AUL) in 1994. This partnership was one of the industry's first formal relationships between mutual insurance companies and enabled AUL to contractually guarantee the liabilities of State Life. Simply speaking, AUL has agreed to guarantee the payments of State Life's policyholders obligations.

AUL has since formed a mutual insurance holding company and converted to a stock company under OneAmerica Financial Partners, Inc. In December 2004, State Life's policyholders voted to become members of the mutual insurance holding company and a OneAmerica® company.

This relationship provides the best of both worlds to State Life — the ratings and financial strength of a large company coupled with the personalized service available from a smaller company.

Financial strength

State Life has a long history of financial strength, helping the company keep its promise to clients to provide security and peace of mind. State Life's strength is evident in some of the highest ratings assigned by respected independent industry analysts.

A.M. Best

— **A (Excellent)**: Third-highest of 15 possible ratings, according to the release dated Feb. 9, 2006.

Standard & Poor's

— **AA- (Very Strong)**: Fourth-highest of 21 possible ratings, according to the ratings rationale dated August 11, 2006.

State Life's investment portfolio

As of Dec. 31, 2006, 98.0 percent of State Life's bonds were investment grade. Of State Life's invested assets as of that date, 92 percent were bonds, 4 percent were mortgages (none in default as of Dec. 31, 2006) and 4 percent were other investments, which consist of policy loans, short-term investments and other invested assets.

Financial highlights

2006 State Life¹ statutory year-end highlights in millions of dollars

Total assets	\$2,386.1
Premium and other income	\$217.2
Total surplus (including AVR ²)	\$140.1
Net investment income	\$127.5
Pre-tax net gain	\$33.8

2006 OneAmerica® GAAP year-end highlights in millions of dollars

Total assets	\$18,491.3
Total revenue	\$1,126.4
Total equity	\$1,222.7
Net investment income	\$522.6
Net income	\$67.7

1. Liabilities of The State Life Insurance Company are guaranteed by American United Life Insurance Company®. State Life's numbers are reported on a statutory basis; OneAmerica's are on a GAAP (Generally Accepted Accounting Principles) basis.

2. Asset valuation reserve