



Fidelity &
Guaranty Life®

Prosperity Elite® 10

Flexible Premium Fixed Deferred Indexed Annuity
Options for your retirement planning



Prosperity Elite 10 is a flexible premium fixed deferred indexed annuity

What is that?

Flexible Premium: This means you can make multiple premium payments.

Deferred: This means the maturity date is in the future and annuitization does not begin immediately. Also, you pay no current income tax on interest earned. Taxes are deferred until you withdraw your earnings.¹

Fixed: This means that Fidelity & Guaranty Life Insurance Company declares and guarantees for one year periods a fixed rate of interest on the fixed interest rate option.

Indexed: This means that it offers indexed interest crediting options. The indexed interest crediting options earn interest that depends in part on how a market index performs. You could earn an indexed interest percentage change, limited to the declared cap or declared fixed rate, as applicable. **You could never be credited less than 0%.**

The annuity does not participate in any stock, bond or equity investments. You aren't buying shares of stock or an index. Dividends paid on the stocks on which the indices are based don't increase your annuity earnings.

Annuity: An annuity is a vehicle to provide payments to the holder at specified intervals. It is designed to be a long-term retirement tool and not to be used to meet short-term financial goals.

¹ Tax deferral offers no additional value if the annuity is used to fund a qualified plan, such as an IRA and may not be available if the owner of the annuity is not a natural person such as a corporation or certain types of trusts.

*In this document are important points to think about before you buy the **Prosperity Elite® 10** annuity from Fidelity & Guaranty Life Insurance Company. Fidelity & Guaranty Life has prepared this summary to help you understand **Prosperity Elite 10's** many options, advantages and limitations.*

Your agent will provide to you the Prosperity Elite 10 - Statement of Understanding disclosure form. Please review the Statement of Understanding then confirm your understanding by completing and signing the Applicant Acknowledgement on the last page.

Product features include:

- ✓ *Minimum guarantees that protect your principal from market decline.*
- ✓ *Upside interest potential through five indexed interest crediting options.*
- ✓ *Downside protection – any indexed interest credited is never taken away, due to market decline.*
- ✓ *A fixed interest option that provides a certain rate one year at a time.*
- ✓ *Liquidity for life's unexpected events. Surrender charges and market value adjustment charges are waived for home health care needs, diagnosis of a terminal illness or nursing home confinement. These riders (addendums to your contract) provide full access to your account value without penalty as long as certain conditions are met. (Riders may not be available in all states.)*
- ✓ *The ability to add features that help you build a product solution that meets your individual needs (Additional charges may apply.)*

Guarantees

- ✓ *The minimum guaranteed surrender value (MGSV) is the minimum you would receive if you surrender your contract. It is meant to provide a known value, a floor, and is required of products of this type. The minimum guaranteed surrender value is 87.5% of your premiums compounding at the minimum guaranteed surrender value rate. That rate is between 1% and 3%, is set at issue and fixed for the life of your contract.*

How does Prosperity Elite 10 work?¹

1. HOW WILL THE VALUE OF MY ANNUITY POTENTIALLY GROW?

Seven Interest Crediting Options That Offer Upside Potential (Subject To Cap/Spread/Declared Rate)

Six of the seven interest crediting options in your annuity will potentially earn interest based on formulas in part linked to changes in an index or price. These are subject to a limit or cap rate (please see Interest-Crediting Options 1 through 6 in the side box). You choose which Interest-Crediting Options you wish to participate in. With respect to the indexed/commodity interest crediting options, interest, if any, is credited on each crediting option's anniversary and, because indexed/commodity interest will never be less than 0%, your account value will never decrease due to a declining index or price.

The **seventh** interest crediting option is the Fixed Interest Option. The initial interest rate is GUARANTEED for one year, and the rate thereafter is declared in advance and guaranteed in one year increments. The rate is guaranteed never to be less than 1%.

2. WHAT GUARANTEES ARE INCLUDED IN MY ANNUITY?

87.5% of Your Premium Compounding at a Rate Between 1% and 3% as a Minimum Guaranteed Surrender Value (MGSV)

Your annuity contains a protective floor. The minimum guaranteed surrender value on a full surrender is 87.5% of premium, plus daily interest accruing at the MGSV accumulation interest rate. That rate is between 1% and 3%, is set at issue and fixed for the life of the contract. The MGSV is reduced by prior withdrawals.

You will be paid the greater of the vested account value, less any applicable surrender charges, market value adjustment (MVA), and rider charges, and the MGSV.

3. HOW DO I GET INCOME FROM MY ANNUITY?

There are several ways to access your account value, including transforming your account into annuity payments. If you take withdrawals and it is during the surrender charge period, you will be assessed a surrender charge and MVA if the amount withdrawn is in excess of the free amount.

Partial Free Withdrawals Each contract year (after the first contract year), you may withdraw, surrender charge free, 10% of your vested account value as of the prior contract anniversary, less any free withdrawals taken during the current contract year.

Before annuity payments begin you may take up to four withdrawals per year (\$500 minimum), or you may take regular systematic withdrawals on a monthly, quarterly, semi-annual or annual basis (\$100 minimum). During the surrender charge period, withdrawals that exceed the annual 10% partial free withdrawal amount will be subject to surrender charges and MVA. Interest will not be credited to any amounts withdrawn if taken prior to the crediting interest date for the options you have chosen and are currently in. If your annuity was issued in connection with a tax qualified plan, you may be required to take minimum distributions beginning at age 70½.

Annuity Payouts You must begin receiving annuity payments no later than the maturity date. The maturity date is fixed at contract issue and is no later than the contract anniversary following the annuitant's (or the oldest annuitant's if a second annuitant is named) 100th birthday. Annuity payments are based on the surrender value³. An annuity option may be changed any time before annuity payments begin.

¹ See the Prosperity Elite 10 Statement of Understanding for additional details.

² Refer to your agent for the current caps and rates.

³ For FL and TX, surrender charges are waived for annuitization. Surrender charges are assessed for full surrenders.

Barclays

- ✓ Barclays Trailblazer Sectors 5 Index Two year point to point with a spread. The Barclays Index can be found at <http://trailblazer.barclays.com>.

S&P 500®

- ✓ One-year monthly point-to-point with a cap
- ✓ One-year annual point-to-point with a cap
- ✓ One-year monthly average with a cap
- ✓ Point-to-point fixed declared rate on index gain crediting option

Gold Commodity

- ✓ One-year Gold Commodity annual point-to-point with a cap. The gold price is the USD p.m. closing price of gold as printed by The London Bullion Market Association on a specified date and can be found at: www.lbma.org.uk

Fixed Interest Option²

The interest rate your annuity is issued with is guaranteed for one year. After the first contract anniversary, we will declare, on or before each contract anniversary, a new interest rate that is guaranteed for one year.

Interest Crediting Options²:
minimum caps declared rate

Each interest crediting option has minimum caps or a minimum declared rate.

These are the lowest the rates could be set at each crediting option anniversary.

- ✓ Two-year Barclays Trailblazer Sectors 5 Index with a spread. Maximum spread: 5% over 2 years
- ✓ One-year monthly point-to-point with a cap. Minimum cap per month: 1%
- ✓ One-year annual point-to-point with a cap. Minimum cap per year: 1%
- ✓ One-year monthly average with a cap. Minimum cap per year: 1%
- ✓ One-year Gold Commodity annual point-to-point with a cap. Minimum cap per year: 1%
- ✓ Point-to-point fixed declared rate on index gain crediting option. Minimum declared rate per year: 1%

4. DO I PAY ANY FEES OR CHARGES?

Fees, Expenses & Other Charges

Your full premium is available to potentially earn interest from the effective date of your annuity (surrender charges and MVA apply for the first ten contract years on full or partial surrenders in excess of the free amount).

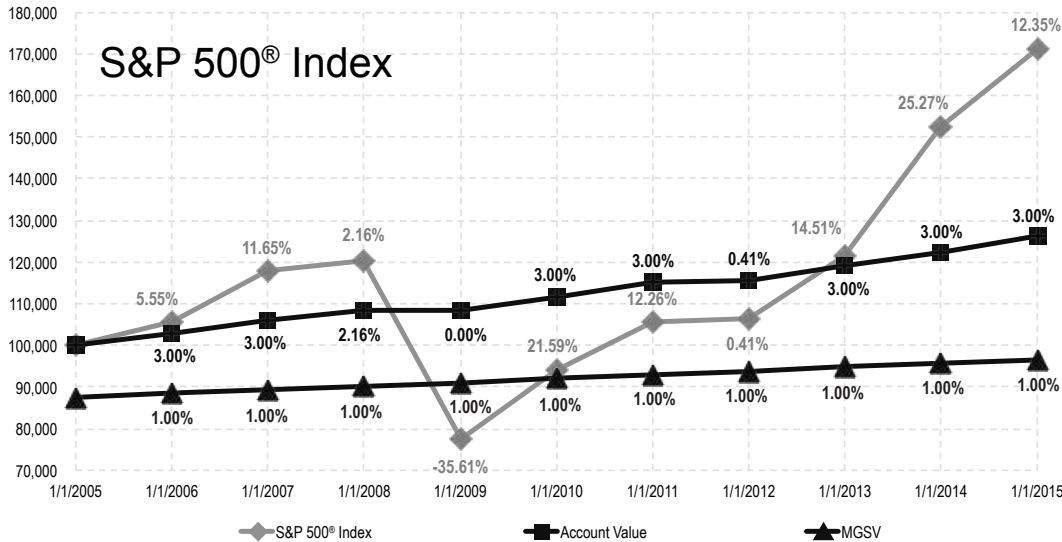
Whether you elect either the Enhancement or Protection package, there is a charge which is deducted from the contract's account value annually after the completion of the first contract year. The Enhancement Package charge is 0.50% multiplied by the death benefit; the Protection Package charge is 1.30% multiplied by the income base.

Market Value Adjustment

What is a Market Value Adjustment?

A Market Value Adjustment (MVA) is an adjustment made during the time the surrender charge schedule is in effect, to the part of the Account Value withdrawn that exceeds the free withdrawal amount. The MVA is based on a formula that takes into account changes in yields of the U.S. Treasury Constant Maturity Series between the date of issue and the date of the withdrawal. Generally, if treasury yields have risen since you purchased your annuity, the MVA will decrease your Surrender Value. If treasury yields have fallen, the MVA will increase your Surrender Value. See the Statement of Understanding for additional details.

The following hypothetical examples demonstrates how this indexed interest crediting option works, assuming an allocation of \$100,000 in premium without any additional premium payments. Keeping in mind that past performance is no guarantee of future results, let's assume no vesting bonus, no rider charges, deductions, or withdrawals are made, and no surrender charges or market value adjustments apply.



This hypothetical example assumes a new Prosperity Elite 10 contract was issued on January 1, 2005, utilizing \$100,000 in premium allocated entirely to the one-year annual point-to-point with a cap Indexed Interest Crediting Option without any reallocation to other interest crediting options. This example further assumes the non-guaranteed cap rate was 3.00% and did not change throughout the entire period shown. In reality, cap rates are subject to change, subject to certain contractual minimum guarantees. The example further assumes that during the period shown, there were no additional premiums paid, no rider charges deducted, no premium bonus applied, no surrender, no withdrawals of any type and thus no surrender charges or market value adjustments applied. Prosperity Elite 10 is not available for sale without the Enhanced Guaranteed Minimum Withdrawal Benefit Rider or Guaranteed Minimum Death Benefit Rider and rider charges will be deducted from the contract for this benefit. Although this product was not available for the time period referenced, actual historical prices of the S&P 500® Index have been used. The example is hypothetical, non-guaranteed and is not an indication of the annuity's past or future performance.

The use of alternate rates or assumptions would produce significantly different results.

The S&P 500® Index does not include dividends paid on the underlying stocks, and therefore does not reflect the total return of the underlying stocks; neither a market index nor any market indexed annuity is comparable to a direct investment in the financial markets. Indexed annuities do not directly participate in any stock or equity investments.

Minimum Guaranteed Surrender Value:

87.5% of premium accumulating at 1.00%

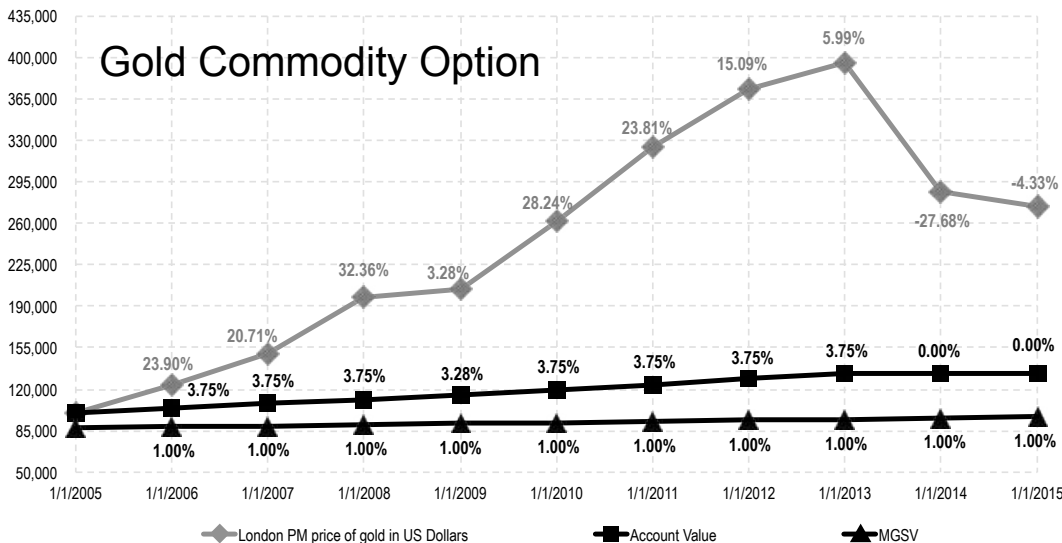
This hypothetical example assumes a new Prosperity Elite 10 contract was issued on January 1, 2005, utilizing \$100,000 in premium allocated entirely to the one-year annual point-to-point with a cap Indexed Interest Crediting Option without any reallocation to other interest crediting options. This example further assumes the non-guaranteed cap rate was 3.75% and did not change throughout the entire period shown. In reality, cap rates are subject to change, subject to certain contractual minimum guarantees. The example further assumes that during the period shown, there were no additional premiums paid, no rider charges deducted, no premium bonus applied, no surrender, no withdrawals of any type and thus no surrender charges or market value adjustments applied. Prosperity Elite 10 is not available for sale without the Enhanced Guaranteed Minimum Withdrawal Benefit Rider or Guaranteed Minimum Death Benefit Rider and rider charges will be deducted from the contract for this benefit. Although this product was not available for the time period referenced, actual historical prices of the Gold Commodity Option have been used. The example is hypothetical, non-guaranteed and is not an indication of the annuity's past or future performance.

The use of alternate rates or assumptions would produce significantly different results.

The Gold Commodity Option does not include dividends paid on the underlying stocks, and therefore does not reflect the total return of the underlying stocks; neither a market index nor any market indexed annuity is comparable to a direct investment in the financial markets. Indexed annuities do not directly participate in any stock or equity investments.

Minimum Guaranteed Surrender Value:

87.5% of premium accumulating at 1.00%



See the Statement of Understanding for detailed descriptions of the indexed interest crediting options. All of the indexed interest crediting options may not always be available for allocations. You may move your account value among the interest crediting options at the end of index crediting periods. Any premium paid between contract anniversaries is allocated to the fixed interest option until the next applicable indexed crediting period at which time your premium will be allocated to the chosen indexed interest option. Annuities are issued with an effective date of the 1st, 8th, 15th or 22nd of the month. Premiums are held without interest until the next available effective date. Special rules apply if one of these dates falls on a weekend or holiday. If you withdraw money from an indexed interest crediting option on any day other than an interest crediting option anniversary you will not earn indexed interest on the amount you withdraw. The minimum initial premium to purchase this contract is \$10,000 and the minimum allocation to any option is \$2,000.

Payment In The Event Of Death¹

Should you die before annuity payments begin, we will pay the greater of the account value or the MGSV to the beneficiary named in your annuity. We will also pay a partial interest credit, if applicable, up to the date of death.

Account Value

The annuity's account value equals 100% of premium plus interest credited to each interest crediting option, less any previous withdrawals and associated surrender charges and MVA. For an explanation of the MGSV please see prior page.

¹ Without purchased riders.

SURRENDER CHARGES

What happens if I take out some or all of the money from my annuity?

A surrender charge and MVA applies for the first ten years on full or partial surrenders in excess of the 10% annual partial free amount allowed, and in calculating the annuity payments unless they do not apply under the conditions below. Notably, there is no free amount available in the first contract year.

Annuity Contract Year:										
1	2	3	4	5	6	7	8	9	10	11+
Surrender Charge:										
12%	11%	10%	9%	8%	7%	6%	5%	4%	3%	0%

The surrender charge equals the surrender charge percentage for the applicable contract year multiplied by the amount of account value that exceeds the partial free amount available. Please review your annuity for the appropriate surrender charge schedule.¹

Is there any way to withdraw money during the surrender charge period without paying a surrender charge?

Partial free withdrawals are available each contract year, after the first contract year, during the surrender charge period and you may withdraw up to 10% of your vested account value as of the prior contract anniversary.

Waiver of surrender charge riders listed below.

- **Home Health Care Rider²** *If the annuitant requires Home Health Care Services by a licensed Home Health Care provider as a result of being impaired in performing two out of six activities of daily living as outlined in your contract, and such care begins at least one year after the annuity's effective date, and the impairment has lasted at least 60 days and is expected to continue for at least 90 days following the request. Surrender charges and MVA will be waived on withdrawals made while the annuitant is impaired.*
- **Nursing Home Benefit Rider³** *If you are confined to a licensed nursing home for more than 60 days, and your confinement begins at least one year after the annuity's effective date, surrender charges and MVA will be waived on withdrawals made during the period of your confinement.*
- **Terminal Illness Benefit Rider** *If a licensed physician certifies that you have been diagnosed with an illness or condition that causes your life expectancy to be less than one year, and the diagnosis takes place at least one year after the annuity's effective date, surrender charges and MVA will be waived during this period of terminal illness.*

Surrender charges and MVA are not imposed if you die. If your spouse as beneficiary elects to continue the contract and subsequently surrenders, your spouse will be subject to a surrender charge and MVA if within the surrender charge period.

¹ The following states follow an alternate surrender charge schedule: CA, DE, FL (ages 65+), MA, NJ, NV, OH, OK, SC, TX and UT.

For these states, the surrender charge schedule is: 9%, 9%, 8%, 7%, 6%, 5%, 4%, 3%, 2%, 1%, 0%.

² Not available in FL, ID, MA, SD or WI.

³ Not available in MA or SD.

5. DOES THIS AFFECT MY TAXES?

How will annuity payments and withdrawals from my annuity be taxed?

The annuity is tax-deferred, which means you don't pay taxes on the interest it earns until the money is paid to you. When you take payouts or make a withdrawal, you pay ordinary income taxes on the earned interest. Withdrawals are treated as coming from earnings first and then as a return of your premium. Payments under an annuity payment plan are treated as coming partially from earnings and partially as return of premium. You may pay a federal income tax penalty on earnings you withdraw before age 59 ½.

If your state imposes a premium tax, it may be deducted from the money you receive. You may exchange one tax-deferred annuity for another without paying taxes on the earnings when you make the exchange. Before you do, compare the benefits, features, and costs of the two annuities. You may pay a surrender charge on the annuity you are exchanging. Also, you may start a new surrender charge period in the new annuity.

If your annuity was issued in connection with a tax qualified plan, you may be required to take minimum distributions beginning at age 70½.

Internal Revenue Code provides that if an annuity is held by a non-natural person and such person is not holding as an agent for a natural person, the contract shall not be treated as an annuity contract for income tax purposes.

Information provided regarding tax or estate planning should not be considered tax or legal advice. Consult your own tax professional or attorney regarding your unique situation.

Does buying an annuity in a retirement plan provide extra tax benefit?

Buying an annuity within an IRA doesn't give you any extra tax benefit. The annuity is tax-deferred, which means you generally don't pay taxes on the money until it is paid to you. Payments under an annuity payment plan are generally entirely taxable under most IRA plans.¹ Choose the annuity based on its other features and benefits as well as its risks and costs, not its tax benefits. Please consult your tax advisor regarding your unique situation.

¹ Taxation on IRA plans varies depending on the type of IRA, traditional IRA, Roth IRA, SEP IRA you own.

6. WHAT ELSE DO I NEED TO KNOW?

Other Information

- This annuity is designed for people who do not anticipate needing to access their annuity beyond the partial free amount for at least ten years.
- We may change your annuity contract from time to time to follow federal or state laws and regulations. If we do, we'll tell you about the changes in writing.
- You have a set number of days (at least 10) to look at the annuity after you buy it. If you decide during that time that you don't want it, you can return the annuity and get your premium back. Read the cover page of your annuity contract as soon as you receive it to understand how many days you have to decide if you want to keep it.
- At least once each year, we will send you a report of your current annuity values.
- We pay the agent, broker, or firm for selling the annuity to you. Compensation is not deducted from your premium. However, the compensation we pay impacts contract pricing including, surrender charges, interest rates, caps, participation rates and spread.
- Required Minimum Distributions – Certain tax qualified annuities are subject to required minimum distributions which generally require that distributions begin no later than April 1st of the year following your attainment of age 70½ and that amounts be paid to you over a period not longer than your life expectancy.
- Your annuity values are guaranteed by Fidelity & Guaranty Life Insurance Company. As a legal reserve company, Fidelity & Guaranty Life Insurance Company is required by state regulation to maintain reserves equal to or greater than guaranteed surrender values.

7. WHAT SHOULD I KNOW ABOUT FIDELITY & GUARANTY LIFE?

Incorporated in 1959, Fidelity & Guaranty Life Insurance Company has a solid commitment to serving the individuals it knows best – middle market consumers seeking the safety, protection, accumulation potential and income features of life insurance and annuity products. Fidelity & Guaranty Life offers its series of focused life insurance and annuity products through its network of independent marketing organizations. Insurance products are offered through Fidelity & Guaranty Life Insurance Company in every state, other than New York, as well as the District of Columbia. In New York, products are offered through a wholly owned subsidiary, Fidelity & Guaranty Life Insurance Company of New York. Each company is solely responsible for its contractual commitments.



Hypothetical Examples

The following examples are not intended to be representations of past or future performance of Prosperity Elite 10.

These examples use hypothetical caps and index value changes and are intended to demonstrate how the various options work under a variety of conditions.

Steadily increasing index or Gold Price as applicable

Assume the index or Gold Price rises steadily. Prosperity Elite 10's indexed-linked formula results in the following hypothetical interest credit for the indexed interest options shown below:

MONTHLY POINT-TO-POINT WITH A CAP

Month	Index	Monthly Change in Index %	Capped Increase monthly cap rate = 1.50%
1	900.00		
2	909.30	1.03%	1.03%
3	911.20	0.21%	0.21%
4	913.30	0.23%	0.23%
5	914.40	0.12%	0.12%
6	921.30	0.75%	0.75%
7	922.80	0.16%	0.16%
8	926.20	0.37%	0.37%
9	928.10	0.21%	0.21%
10	936.70	0.93%	0.93%
11	947.30	1.13%	1.13%
12	952.90	0.59%	0.59%
13	972.10	2.01%	1.50%

Total of monthly capped changes 7.23%

Annual Interest Credit - Monthly Point to Point 7.23%

MONTHLY AVERAGE WITH A CAP

Date	Index	Change in Index %	Capped Increase annual cap rate = 2.50%
Initial	900.00		
12 Mo. Avg. Values	929.63	3.29%	2.50%

Annual Interest Credit - Monthly Average 2.50%

ANNUAL POINT-TO-POINT WITH A CAP

Date	Index	Change in Index %	Capped Increase annual cap rate = 2.00%
Initial	900.00		
1st Anniversary	972.10	8.01%	2.00%

Annual Interest Credit - Annual Point to Point 2.00%

DECLARED RATE ON INDEX GAIN

Date	Index	Change in Index %	Rate Credited declared rate = 2.00%
Initial	900.00		
1st Anniversary	972.10	8.01%	2.00%

Annual Interest Credit - Declared Rate 2.00%

GOLD - ANNUAL POINT-TO-POINT WITH A CAP

Date	Gold Price	Change in Gold Price %	Capped Increase annual cap rate = 2.00%
Initial	800.00		
1st Anniversary	850.00	6.25%	2.00%

Annual Interest Credit - Gold Annual Point-to-Point 2.00%

Sharply increasing index or Gold Price as applicable

Assume the index or Gold Price rises sharply. Prosperity Elite 10's indexed-linked formula results in the following hypothetical interest credit for the indexed interest options shown below:

MONTHLY POINT-TO-POINT WITH A CAP

Month	Index	Monthly Change in Index %	Capped Increase monthly cap rate = 1.50%
1	900.00		
2	925.65	2.85%	1.50%
3	923.61	-0.22%	-0.22%
4	939.13	1.68%	1.50%
5	1,004.96	7.01%	1.50%
6	1,008.28	0.33%	0.33%
7	1,014.43	0.61%	0.61%
8	1,032.99	1.83%	1.50%
9	1,041.15	0.79%	0.79%
10	1,040.22	-0.09%	-0.09%
11	1,116.78	7.36%	1.50%
12	1,123.37	0.59%	0.59%
13	1,126.51	0.28%	0.28%

Total of monthly capped changes 9.79%

Annual Interest Credit - Monthly Point to Point 9.79%

MONTHLY AVERAGE WITH A CAP

Date	Index	Change in Index %	Capped Increase annual cap rate = 2.50%
Initial	900.00		
12 Mo. Avg. Values	1,024.76	13.86%	2.50%

Annual Interest Credit - Monthly Average 2.50%

ANNUAL POINT-TO-POINT WITH A CAP

Date	Index	Change in Index %	Capped Increase annual cap rate = 2.00%
Initial	900.00		
1st Anniversary	1,126.51	25.17%	2.00%

Annual Interest Credit - Annual Point to Point 2.00%

DECLARED RATE ON INDEX GAIN

Date	Index	Change in Index %	Rate Credited declared rate = 2.00%
Initial	900.00		
1st Anniversary	1,126.51	25.17%	2.00%

Annual Interest Credit - Declared Rate 2.00%

GOLD - ANNUAL POINT-TO-POINT WITH A CAP

Date	Gold Price	Change in Gold Price %	Capped Increase annual cap rate = 2.00%
Initial	800.00		
1st Anniversary	950.00	18.75%	2.00%

Annual Interest Credit - Gold Annual Point-to-Point 2.00%



With the annual reset feature, any gains from previous years are locked in – your account value will never decrease due to future index declines!



Steadily increasing and a sharp drop in the index or Gold Price as applicable

Assume the index or Gold Price rises steadily, sharply drops and then sharply increases. Prosperity Elite 10's indexed-linked formula results in the following hypothetical interest credit for the indexed interest options shown below:

MONTHLY POINT-TO-POINT WITH A CAP

Month	Index	Monthly Change in Index %	Capped Increase monthly cap rate = 1.50%
1	900.00		
2	983.25	9.25%	1.50%
3	1,020.91	3.83%	1.50%
4	1,033.98	1.28%	1.28%
5	1,118.87	8.21%	1.50%
6	967.37	-13.54%	-13.54%
7	1,026.48	6.11%	1.50%
8	983.16	-4.22%	-4.22%
9	995.84	1.29%	1.29%
10	1,014.86	1.91%	1.50%
11	1,077.38	6.16%	1.50%
12	1,094.51	1.59%	1.50%
13	1,123.73	2.67%	1.50%

Total of monthly capped changes -3.19%

Annual Interest Credit - Monthly Point to Point 0.00%

MONTHLY AVERAGE WITH A CAP

Date	Index	Change in Index %	Capped Increase annual cap rate = 2.50%
Initial	900.00		
12 Mo. Avg. Values	1,036.70	15.19%	2.50%

Annual Interest Credit - Monthly Average 2.50%

ANNUAL POINT-TO-POINT WITH A CAP

Date	Index	Change in Index %	Capped Increase annual cap rate = 2.00%
Initial	900.00		
1st Anniversary	1,123.73	24.86%	2.00%

Annual Interest Credit - Annual Point to Point 2.00%

DECLARED RATE ON INDEX GAIN

Date	Index	Change in Index %	Rate Credited declared rate = 2.00%
Initial	900.00		
1st Anniversary	1,123.73	24.86%	2.00%

Annual Interest Credit - Declared Rate 2.00%

GOLD - ANNUAL POINT-TO-POINT WITH A CAP

Date	Gold Price	Change in Gold Price %	Capped Increase annual cap rate = 2.00%
Initial	800.00		
1st Anniversary	925.00	15.63%	2.00%

Annual Interest Credit - Gold Annual Point-to-Point 2.00%

Decreasing index or Gold Price as applicable

Assume the index or Gold Price decreases throughout the year and ends with a decrease. Prosperity Elite 10's indexed-linked formula results in the following hypothetical interest credit for the indexed interest options shown below:

MONTHLY POINT-TO-POINT WITH A CAP

Month	Index	Monthly Change in Index %	Capped Increase monthly cap rate = 1.50%
1	900.00		
2	803.25	-10.75%	-10.75%
3	834.01	3.83%	1.50%
4	844.69	1.28%	1.28%
5	914.04	8.21%	1.50%
6	790.28	-13.54%	-13.54%
7	838.56	6.11%	1.50%
8	803.18	-4.22%	-4.22%
9	813.54	1.29%	1.29%
10	769.20	-5.45%	-5.45%
11	780.43	1.46%	1.46%
12	788.62	1.05%	1.05%
13	809.68	2.67%	1.50%

Total of monthly capped changes -22.88%

Annual Interest Credit - Monthly Point to Point 0.00%

MONTHLY AVERAGE WITH A CAP

Date	Index	Change in Index %	Capped Increase annual cap rate = 2.50%
Initial	900.00		
12 Mo. Avg. Values	815.79	-9.36%	-9.36%

Annual Interest Credit - Monthly Average 0.00%

ANNUAL POINT-TO-POINT WITH A CAP

Date	Index	Change in Index %	Capped Increase annual cap rate = 2.00%
Initial	900.00		
1st Anniversary	809.68	-10.04%	-10.04%

Annual Interest Credit - Annual Point to Point 0.00%

DECLARED RATE ON INDEX GAIN

Date	Index	Change in Index %	Rate Credited declared rate = 2.00%
Initial	900.00		
1st Anniversary	809.68	-10.04%	0.00%

Annual Interest Credit - Declared Rate 0.00%

GOLD - ANNUAL POINT-TO-POINT WITH A CAP

Date	Gold Price	Change in Gold Price %	Capped Increase annual cap rate = 2.00%
Initial	800.00		
1st Anniversary	725.00	-9.38%	-9.38%

Annual Interest Credit - Gold Annual Point-to-Point 0.00%

In addition to the flexible features of the Prosperity Elite 10 fixed indexed annuity, you must choose either the Prosperity Elite 10's Enhancement package or the Protection package.

These packages include a premium bonus rider, an income rider, and death benefit!

Prosperity Elite 10 – *Enhancement Package*¹ for a charge

A Vesting Bonus² on All Premium Received in the First Contract Year

Vesting Bonus – How does it work?

- This option offers a premium bonus that is calculated as 3%³ of all premium received in the first contract year for issue ages 0-75 and 1.5%³ for issue ages 76 and above.
- The bonus is credited to your account value at issue, is split proportionally to each crediting option you elect, and is eligible to earn interest based on the interest crediting options you elect.
- The bonus amount, plus any interest earned on that amount, then vests over a period of ten years. You cannot access the unvested bonus or any interest thereon. Once vested, it can be withdrawn.

The vesting schedule is as follows:

Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10 and Up
10%	20%	30%	40%	50%	60%	70%	80%	90%	100%/Fully Vested

Vested percentages shown in the vesting schedule are as of the end of the contract year for each crediting option you elect.

The vested account value available to you at any given time for partial free withdrawals, surrenders, or annuitization includes only the vested portion of the bonus amount at that time.

The account value available as a death benefit includes 100% of any bonus amounts regardless of the portion vested at that time.

Guaranteed Minimum Death Benefit Rider

At the death of the owner (or the annuitant if the owner is a non-natural person), the value of the guaranteed minimum death benefit (GMDB) is determined to be the greatest of:

- The account value, including 100% of any bonus amounts regardless of the portion vested at that time; or
- The minimum guaranteed surrender value, or
- Initial premium only, plus any premium bonus thereon, growing with 5%³ simple interest up to 10 years or until age 85, whichever comes first.

All GMDB values are reduced proportionately by withdrawals previously taken. If the contract is owned jointly, this benefit is only available upon the death of the first owner. If the contract is owned by a non-natural owner, the benefit is only available on the death of the annuitant (first annuitant if there are joint annuitants). If your spouse continues the contract after your death, this rider will terminate.

Prosperity Elite 10 – *Protection Package*⁴ for a charge

A Vesting Bonus² of All Premium Received in the First Contract Year

For issue ages 0-75 there is 6%⁵ vesting bonus of all premium received in the first contract year. For ages 76 and above a vesting bonus of 3%⁵ of all premium received in the first contract year.

See details outlined in the Enhancement Package section about how this vesting bonus works.

¹ There is a charge for the Enhancement Package. The charge is 0.50% multiplied by the highest rider guaranteed minimum death benefit amount on the contract anniversary. The charge is deducted from the account value annually after the completion of the first contract year until the earliest of surrender, annuitization or a death that triggers the benefit. In Indiana, only ages of 0-80 are eligible to purchase the Enhancement Package.

² Annuities that offer bonus interest features may have higher fees and charges, longer surrender charge periods, lower credited interest rates and/or lower cap rates than annuities that do not provide the bonus feature.

³ Subject to change. For the following states, the vesting bonus rates differ: California, Delaware, Florida (issue ages 65 and older), Massachusetts, New Jersey, Nevada, Ohio, Oklahoma, South Carolina, Texas and Utah. With the Enhancement Package for these states, the premium bonus is 2% (for issue ages 0-75) or 1% (for issue ages 76+).

⁴ Once this package is elected it cannot voluntarily be terminated until the end of the surrender charge schedule. This limitation may vary by state. There is a charge for the Protection Package, which includes two riders

each with their own separate charge. Both riders are required when purchasing the Protection Package. The Enhanced Guaranteed Minimum Withdrawal Benefit (EGMWB) Rider charge is 0.80% multiplied by the income base at each contract anniversary. The Enhanced Guaranteed Minimum Death Benefit (EGMDB) Rider charge is 0.50% multiplied by the highest rider guaranteed minimum death benefit amount on each contract anniversary. These charges are deducted from the account value each contract anniversary until the earliest of surrender, annuitization or a death that triggers the benefits and in the case of the EGMWB rider only transfer of ownership during the withdrawal period or the date you request the rider be terminated. In Indiana, only ages of 0-80 are eligible to purchase the Protection Package.

⁵ Subject to change. For the following states, the vesting bonus rates differ: California, Delaware, Florida (issue ages 65 and older), Massachusetts, New Jersey, Nevada, Ohio, Oklahoma, South Carolina, Texas and Utah. With the Protection Package for these states, the premium bonus is 5% (for issue ages 0-75) or 2.5% (for issue ages 76+).

Prosperity Elite 10 – Protection Package for a charge, cont'd

Protection for Longevity: Enhanced Guaranteed Minimum Withdrawal Benefit (EGMWB) Rider

The EGMWB Rider is designed to provide you with a guaranteed income amount for life.¹ The longer you wait to take withdrawal payments, the greater each withdrawal payment may be. After guaranteed withdrawal payments begin, if the account value is subsequently reduced to \$0, this rider guarantees that you will have an income for life¹ as long as excess withdrawals have not been taken. If the account value is \$0, any withdrawal payments may be taxable. You should seek the advice of a tax professional to be certain.

The guaranteed withdrawal payment amount is calculated when you elect to begin guaranteed withdrawal payments. The amount of the guaranteed withdrawal payment is a percentage of the income base, an amount tracked separately from the account value. The income base at the time we calculate guaranteed withdrawal payments is the greatest of:

- Your initial premium, plus 18%² bonus, thereon. Additional premium will not be counted,
- Your initial premium³ growing at the current EGMWB annual roll-up rate⁴ compounded for no more than 10 years (except in the case of “restart” explained in the Accumulation Period section below),
- Your Vested Account Value, or
- The minimum guaranteed surrender value.

Any previous withdrawals reduce the income base proportionately. The income base is not a value that can be surrendered or withdrawn. It is used solely for determining the amount of guaranteed withdrawal payments. Any growth in the income base stops when the withdrawal period begins.

The GMWB is made up of two different periods:

Accumulation Period: During the accumulation period the income base can grow as defined above, adjusted proportionately for any withdrawals you may take prior to beginning the guaranteed withdrawal payments. If the income base grows, your guaranteed withdrawal payment will also grow.⁵

During the accumulation period, you may elect to “restart” a new 10-year roll-up period. Restarting a new 10-year period extends the accumulation period and continues the growth of the income base at the annual roll-up rate until guaranteed withdrawal payments begin.⁶

Restart must be elected on a contract anniversary and can only occur between the start of the 6th contract year and prior to the end of the 10th contract year. The income base is increased to the vested account value, if greater, at the time of restart, which may cause the cost of rider charge to increase (up to a maximum of 1.00%). Only one restart is permitted. If no restart is elected during the first 10-year period, the roll-up ends.

Withdrawal Period: You may begin taking payments through a series of withdrawals annually, semi-annually, quarterly or monthly at any time after the first contract year (subject to MVA and surrender charges, if any), and after having reached age 50. You may take up to the guaranteed withdrawal payment amount which is the maximum amount that can be withdrawn each contract year without negatively affecting your income base. In any year if you do not exceed this guaranteed amount this is the amount guaranteed to be paid for your lifetime¹, even if your account value falls to zero. If you take an excess withdrawal your guaranteed withdrawal payments will be reduced and in some instances will terminate.

Your guaranteed withdrawal payment amount is calculated by multiplying your income base by your guaranteed withdrawal percentage and is based on your age at the time you begin receiving guaranteed payments.

Joint Payout: Income under this rider can be based on the lives of two people as long as they are joint annuitants and legal spouses. In the case of joint annuitants, the guaranteed withdrawal percentage is determined by the age of the younger of the two annuitants at the time guaranteed withdrawal payments are elected. The guaranteed withdrawal payment is guaranteed to be paid until the death of the second annuitant.⁷

Termination: At contract maturity (age 100⁸), should you select a payment option of income for life with no guaranteed period, then the annuity payment amount is the greater of the annuity payment amount provided under the base contract for that payout option and the guaranteed withdrawal payment. Should you choose another payment option available under the contract, the annuity payment amount will be based on the annuity payment amount provided under the base contract and could be less. You may request to terminate this rider after the 10th contract year.

Spousal Continuation: If the rider is in the accumulation period on the date of the first owner's death, this rider will continue if your spouse continues the contract after the first owner's death. The guaranteed withdrawal percentage will be based on your spouse's age, single annuitant, at the time guaranteed withdrawal payments begin. If the rider is in the withdrawal period, and provided joint annuitants, guaranteed withdrawal payments will continue based on the same annuitant's age as it was at the time of owner's death.

¹ If you annuitize under your contract, you must select a lifetime only payment option as defined in the contract in order to receive payments for life. Annuitization amount may be different than guaranteed withdrawal amount.

² Subject to change.

³ For VT, all premiums (initial and additional, if any) are considered.

⁴ Please refer to your agent for the current GMWB annual roll-up rate.

⁵ If you begin taking withdrawals the Accumulation Period will end, starting the Withdrawal Period.

⁶ Fidelity & Guaranty Life reserves the right to change the GMWB roll-up rate upon restart. The roll-up rate is not to be less than the guaranteed rate of 3%. Restart is not available in all states.

Please refer to your representative for state availability.

⁷ In order for payments to continue until the death of the second annuitant, the second annuitant must select spousal continuation of the contract and, at contract maturity must annuitize as defined in the rider.

⁸ May vary by state.

Prosperity Elite 10 – Protection Package for a charge, cont'd

Excess Withdrawal: An excess withdrawal is a withdrawal that causes the total withdrawals for the contract year to exceed the guaranteed withdrawal payment amount. The income base will be reduced in proportion to the reduction in the account value. The guaranteed withdrawal payment amount will be recalculated following an excess withdrawal. Depending on the amount of the withdrawal, MVA, surrender charges and other penalties may apply.

Guaranteed Withdrawal Percentages:

Annuitant's Age	50	51	52	53	54	55	60	65	70	75	77+
Single Annuitant	3.30%	3.40%	3.50%	3.60%	3.70%	3.80%	4.30%	4.80%	5.30%	5.80%	6.00%

Payout percentages may vary for age. While only certain ages are represented in the chart above, payout percentages increase by 0.10% each year to age 77.

Annuitant's Age	50	51	52	53	54	55	60	65	70	75	80	82+
Joint Annuitant	2.80%	2.90%	3.00%	3.10%	3.20%	3.30%	3.80%	4.30%	4.80%	5.30%	5.80%	6.00%

Payout percentages may vary for age. While only certain ages are represented in the chart above, payout percentages increase by 0.10% each year to age 82.

Protection against Impairment

EGMWB includes a valuable feature that guarantees a higher guaranteed income stream while impaired and the account value is more than zero. If you are a single annuitant, the enhanced guaranteed withdrawal payment will be 2 times the guaranteed withdrawal payment. If you are joint annuitants, the enhanced guaranteed withdrawal payment will be 1.5 times the guaranteed withdrawal payment.

In order to receive the enhanced guaranteed withdrawal payments you must be certified by a physician as impaired and expected to be permanently unable to perform at least two out of six activities of daily living (ADLs). ADLs include eating, bathing, dressing, transferring, toileting, and continence. Care for the related impairment must be received by a licensed caregiver and cannot be an immediate member of your family.

To qualify for this benefit all of the following conditions must apply:

- The contract must be in force for a minimum of three years with no premiums paid for at least three years prior to the request for the benefit; (This benefit will not be available until the completion of at least three contract years.) and;
- The annuitant is age 60 or older and;
- The annuitant must be a U.S. resident on the approval date and;
- Must meet ADL guidelines listed above and the impairment under those guidelines must begin at least 1 year after the contract date of issue. If impairment conditions cease, the owner can continue GMWB payments at the original level of 100%, even if the account value has been reduced to \$0. If the account value is depleted while receiving this benefit, the guaranteed withdrawal payment amount will revert to the original amount. You may not receive this benefit after the point at which the account value is depleted.

Protection at Death: Enhanced Guaranteed Minimum Death Benefit Rider

At the death of the owner, the beneficiary can choose to receive either:

Payouts taken over at least 5³ years (10 years if the contract was issued at age 71 or older) is the greater of:

- The initial premium, plus any applicable bonus, or
- The initial premium only growing with 6.00% compound interest up to the earliest of 10 years, age 85, or the beginning of the withdrawal period, whichever comes first.

All payments of the EGMDB will be made in compliance with Internal Revenue Code Section 72(s), which may result in a longer or shorter payment period depending on the life expectancy of the beneficiary

or:

A lump sum guaranteed minimum death benefit that will be the greatest of:

- The annuity's account value, or
- The minimum guaranteed surrender value, or
- Only initial premium plus the premium bonus growing thereon at 5%² simple interest up to the earliest of 10 years, age 85, or death.

All EGMDB values are reduced proportionately by withdrawals previously taken including guaranteed withdrawal payments. If the contract is owned jointly, this benefit is only available upon the death of the first owner. If the contract is owned by a non-natural owner, the benefit is only available on the death of the annuitant (first annuitant if there are joint annuitants). If your spouse continues the contract after your death, this rider will terminate.

¹ The 5 or 10 year payout is determined by the issue age of the owner or the oldest owner if the contract has joint owners. In all states except ID, NC, and VT, the death benefit payout option cannot be invoked prior to the end of the fifth contract year. For ID, NC, and VT, this option is available at issue.

² Subject to change.

³ For ID, NC, and VT, all premiums are considered and the age 85 limit does not apply.

Contracts issued by Fidelity & Guaranty Life Insurance Company, Des Moines, IA.

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Form numbers: API-1018 (06-11), ACI-1018(06-11), ARI-1056 (06-13), ARI-1054 (02-13), ARI-1045 (11-12), ARI-1049 (11-12), ARI-1050(11-12), ARI-1046 (11-12), ARI-1066(12-13), ARI-1011(02-11), ARI-1068 (03-14), ARI-1065(11-13), ARI-1040 (11-12), et al.

Provisions and riders have limitations, restrictions and additional charges.

Subject to state availability. Certain restrictions may apply.

This product is offered on a group or individual basis as determined by state approval.

For group contracts, terms and conditions are set forth in the group certificate and master contract and are subject to the laws of the state in which they were issued.

This document is not a legal contract. For the exact terms and conditions, please refer to the annuity contract.

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