

## Do You Have a Retirement Investment Plan?

NEA Member Benefits – April 2007

There is no single retirement investment plan that's right for everyone. Each investor has unique needs. There are different retirement timelines, different risk philosophies and different retirement income needs. The NEA Valuebuilder® Program has knowledgeable financial representatives who can help you design the right mix of investment options for your retirement savings.

The NEA Valuebuilder Program offers a diverse menu of investment programs for different needs. If you are a conservative investor, you may like the benefits of a tax-deferred<sup>1</sup> variable annuity that can provide guaranteed<sup>2</sup> income for life, while taking advantage of potential increases in market performance. Some investors prefer tax-deferred mutual funds with the potential for long-term growth through market gains without paying for the guarantees of lifetime income features.

If your school district has established the ability for employees to contribute to a 457 deferred compensation plan, NEA Valuebuilder offers one! There are advantages unique to this program, including no penalties for withdrawing your contributions prior to age 59½ if you have separated from service.<sup>3</sup>

Many investors see the tax advantages of an NEA Valuebuilder Roth retirement investment. With these after-tax contributions, you don't pay income tax when you withdraw your contributions or earnings.<sup>4</sup> There's also a traditional IRA available in the NEA Valuebuilder Program.

Some school districts even offer the NEA Valuebuilder Healthcare Reimbursement Account, which can help NEA members save for healthcare expenses in retirement.

Regardless of your life stage, an NEA Valuebuilder representative can assist you in planning your retirement savings. For more information, or to contact a representative near you, call 1-800-NEA-VALU (632-8258).

<sup>1</sup> Withdrawals are subject to ordinary income tax and if withdrawn prior to age 59½, may be subject to a 10% IRS penalty tax.

<sup>2</sup> All guarantees are based on the claims-paying ability of Security Benefit Life Insurance Company.

<sup>3</sup> The Internal Revenue Code permits plan participants to make withdrawals from their 457 account upon attaining age 70½, upon severance from employment, death or in the event of an unforeseeable financial emergency. The 10% early withdrawal penalty does not apply to 457 programs.

<sup>4</sup> Tax-free qualified withdrawals may be made if the account has been held at least five years, the account holder has either attained age 59½, death or disability. Note that distributions from the Roth 403(b) and Roth IRA are subject to taxation on the portion attributable to earnings if the distributions are made before qualified distribution provisions are satisfied.

**You should carefully consider the investment objectives, risks, and charges and expenses of the mutual funds and variable annuities available under the NEA Valuebuilder Program before investing. You may obtain a prospectus that contains this and other information about the mutual funds and variable annuities by calling our National Service Center at 1-800-NEA-VALU (632-8258). You should read the prospectus carefully before investing. Investing in variable annuities and mutual funds involves risk and there is no guarantee of investment results.**

The NEA Valuebuilder Program provides investment products (the "NEA Valuebuilder products") in connection with retirement plans sponsored by school districts and other employers of NEA members and individual retirement accounts established by NEA members. Security Distributors, Inc. and certain of its affiliates (collectively "Security Benefit") make the NEA Valuebuilder products available under this program pursuant to an agreement with NEA's wholly-owned subsidiary, NEA's Member Benefits Corporation ("MBC"). Security Benefit has the exclusive right to offer the NEA Valuebuilder products under the program, and MBC generally may not enter into arrangements with other providers of similar investment programs or otherwise promote to NEA members or their employers any investment products that compete with the NEA Valuebuilder products. MBC promotes the program to NEA members and their employers and provides certain services in connection with the program. Security Benefit pays an annual fee to MBC based in part on the average assets invested in the NEA Valuebuilder products under the agreement. You may wish to take into account this agreement and arrangement, including any fees paid, when considering and evaluating any communications relating to the NEA Valuebuilder products. NEA and MBC are

---

## Do You Have a Retirement Investment Plan?

*NEA Member Benefits – April 2007*

not affiliated with Security Benefit. Neither NEA nor MBC is a registered broker-dealer. All securities brokerage services are performed exclusively by your sales representative's broker-dealer and not by NEA or MBC.

The NEA Valuebuilder Variable Annuity TSA, Contract Form No. V6029, also includes a Fixed Account. The NEA Valuebuilder Variable Annuity TSA is distributed by Security Distributors, Inc. and is issued by Security Benefit Life Insurance Company. The NEA Valuebuilder 403(b)(7) is a Custodial Account under §403(b)(7) of the Internal Revenue Code. The NEA Valuebuilder Mutual Fund 457 is a Trust Account under §457 of the Internal Revenue Code. The NEA Valuebuilder IRA is an IRA Custodial Account under §408(a) of the Internal Revenue Code.

Security Distributors, Inc. is a subsidiary of Security Benefit Corporation ("Security Benefit").