

Transition Rules for the 1-Year Monthly Cap Index Account 10/05/07

The new account option will be issued automatically with any MarketTen Index and MarketTen Bonus Index contracts, with a 10/8/07 effective date or later.

For Contracts Issued On or After 10/8/2007:

- **A letter will be included with the contract that explains the new account option.**

- **If the client wishes to allocate funds to the 1-Year Monthly Cap Index Account, the Disclosure Statement dated 10-07 will be required.**

- **If the client does not wish to allocate funds to the 1-Year Monthly Cap Index Account:**
 - **EquiTrust will not require a new Disclosure Statement for the first 30-days following the state approval of the MarketTen products (or 30 days after the product launch, for states which have approved MarketTen products prior to 10/08/07).**

 - **When the 30-day grace period has expired, a new Disclosure Statement, dated 10-07 will be required. Faxed disclosures will be accepted in this situation.**

Additional Rules:

- **A client will not be allowed to free look their contract to purchase the 1-Year Monthly Cap Account. If a client exercises the free look provision, a new contract cannot be issued for this client.**