

Liberty Life Freedom Series Annuities rates effective August 15, 2011

Note: We are pleased to announce that today's rate change decrease results are higher than initially expected.

Product	Base rate	"Extra Assurance" module minimum threshold ¹
Freedom Series Builder Annuity	2.00%	1.50%

For account values \$100,000 and above, a rate enhancement of base rate plus 0.15% applies. Minimum base rate guarantee is 1.00%.

1 If the declared interest rate before any rider charges are applied drops below the minimum threshold rate determined at contract issue, the owner can withdraw any or all of their account value without a withdrawal charge. Withdrawal charges will not be assessed on any withdrawal up to 60 days after the rate returns above minimum threshold.

Product	Initial guarantee period	Base rate	With first year interest rate bonus*	Old base rate
Freedom Series Balance Annuity	One year	1.20%	3.20%	1.45%
	Five year	1.00%	3.00%	1.05%
Freedom Series Foundation Annuity	One year	1.40%	1.90%	1.65%
	Five year	1.00%	1.50%	1.25%

** All first year interest rate bonuses are 1.00% higher if return of principal guarantee is waived. For account values \$100,000 and above, a rate enhancement of base rate plus 0.15% applies. Minimum base rate guarantee is 1.00%.*

Product (available only in CA)	Premium	Base rate	With first year interest rate bonus*	Old base rate
Freedom Series Single Payment Deferred Annuity (SPDA), one-year	\$0 - \$9,999	1.00%	3.00%	1.20%
	\$10,000 - \$99,999	1.25%	3.25%	1.45%
	\$100,000 and higher	1.40%	3.40%	1.60%
Freedom Series Single Payment Deferred Annuity (SPDA), five-year	\$0 - \$9,999	1.00%	3.00%	1.00%
	\$10,000 - \$99,999	1.25%	3.25%	1.25%
	\$100,000 and higher	1.40%	3.40%	1.40%

**All first year rates are 1.00% higher if return of principal guarantee is waived. For account values \$100,000 and above, a rate enhancement of base rate plus 0.15% applies. - does not apply to these products as it is already noted above. Minimum base rate guarantee is 1.00%, as of 1/3/11.*