

Financial strength is the core of Lincoln Financial Group® affiliates

Having comprehensive products and services is important, but it doesn't mean much without the financial strength to support them. Lincoln Financial Group and its affiliates have more than a century-long history of delivering on our promises.

Lincoln Financial Group has long been recognized for its disciplined financial and risk management. Throughout our history—and through vastly changing economic climates—this approach has served us well and has never been more critical than it is today. Because we've had a heritage of financial discipline since 1905, we're strong enough to deliver on our promises well into the future.

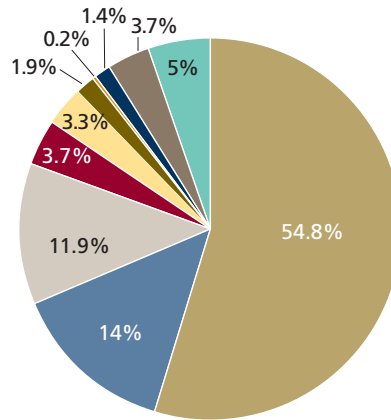
Balance sheet strength

General account assets are managed by Delaware Investments, the company's investment management group. Delaware employs a bottom-up investment style in which in-depth fundamental research is the cornerstone of the investment process.

All information as of September 30, 2008 except where noted. Lincoln National Corporation does not undertake to update this document after that date. More recent information about Lincoln Financial may be found in our SEC filings and new releases available on our website at www.LincolnFinancial.com/investor.

The Lincoln National Life Insurance Company Profile of total invested assets as of September 30, 2008

Average bond rating: "A"



- Corporate bonds² 54.8%
- RMBS³ 14.0%
- Commercial mortgages 11.9%
- CMBS 3.7%
- U.S. Treasury, agency, and municipal securities 3.3%
- Asset-backed securities and collateralized debt obligations 1.9%
- Real estate 0.2%
- Alternative investments 1.4%
- Trading securities 3.7%
- Other⁴ 5.0%

Subprime and Alt-A¹

Represents 2.6% of total invested assets
98% fixed rate, 98% first lien

Commercial mortgage-backed securities

86% rate A or better
83% 2005 or earlier vintages

Commercial mortgages

59% loan-to-value
1.5x debt services coverage

¹Alt-A loans are loans to borrowers with prime-type credit scores but no income verification. Alt-A loans fall between prime and subprime loans.

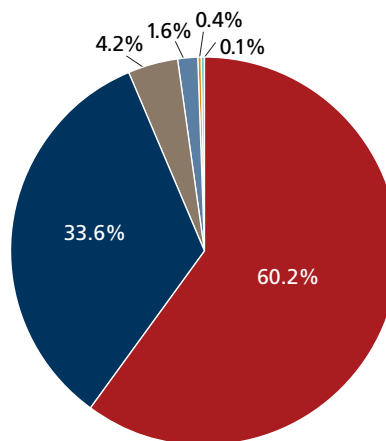
²Corporate bonds include the following industry sectors: financial services, basic industry, capital goods, communications, consumer cyclical and non-cyclical, energy, technology, transportation, industrial other, and utilities.

³RMBS (residential mortgage-backed securities) includes collateralized mortgage obligations (CMOs), mortgage pass-throughs, manufactured housing asset-backed securities, and home equity.

⁴Other includes equity securities, policy loans, derivative instruments, and other investments.

Credit rating distribution of fixed-maturity securities

(based on ratings as of September 30, 2008)



- ◆ NAIC 1 — AAA/AA/A 60.2%
- ◆ NAIC 2 — BBB 33.6%
- ◆ NAIC 3 — BB 4.2%
- ◆ NAIC 4 — B 1.6%
- ◆ NAIC 5 — CCC or lower 0.4%
- ◆ NAIC 6 — In or Near Default 0.1%

NAIC ratings are issued by the National Association of Insurance Commissioners and are similar to the rating agency designations of the Nationally Recognized Organizations for marketable bonds. NAIC ratings 1 and 2 include bonds generally considered investment grade by such ratings organizations. NAIC ratings 3 through 6 include bonds generally considered below investment grade.

September 30, 2008

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The Lincoln National Life Insurance Company

A.M. Best	A+ (2nd highest of 16)
Fitch	AA (3rd highest of 21)
Moody's	Aa3 (4th highest of 21)
Standard & Poor's	AA (3rd highest of 21)

These ratings apply only to The Lincoln National Life Insurance Company claims-paying ability as of October 27, 2008. Individual issuing companies are separately responsible for satisfying their own financial and contractual obligations. All ratings are subject to revision or withdrawal at any time by the ratings agencies, and therefore, no assurance can be given that these ratings will be maintained. For more information on ratings including "rating agency outlooks," see www.LincolnFinancial.com/investor.

Not a deposit
Not FDIC-insured
Not insured by any federal government agency
Not guaranteed by any bank or savings association
May go down in value

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Financial Group®

Hello future.®

Important disclosures. Please read.

Variable insurance company products are sold by prospectus. Investors should consider the investment objectives, risks, and charges and expenses of the investment company carefully before investing. A prospectus contains this and other important information about the investment. To request a prospectus call 877 533-0003 or obtain one from your investment representative. Clients should read it carefully before they invest or send money.

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Unless otherwise indicated, credit ratings shown in the document are based on ratings provided by the major credit rating agencies (Fitch Ratings, Moody's, and Standard & Poor's) or are based on internal ratings for those securities where external ratings are not available. For securities where the ratings assigned by the major rating agencies are not equivalent, the second highest of the three ratings assigned is used.

Financial data as of September 30, 2008, and subject to change. For more information about Lincoln Financial Group affiliates, go to www.LincolnFinancial.com.

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