

**Information Related To Disclosure In Participant-Directed Individual Account Plans  
(Labor Regulations Section 2550.404a-5)  
For The Calendar Year Ended December 31, 2018**



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**The Commodore Independence® Variable Annuity Contract (The Commodore Independence)**

For use with contract forms G802(99)-3 and C802(99)-3 (Contract form numbers may vary by state.)

Annuity Investors Life Insurance Company® (AILIC)

Annuity Investors® Variable Account B (Variable Account B)

P.O. Box 5423, Cincinnati OH 45201 / Phone 1-800-789-6771 / Fax 513-768-5115

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**OVERVIEW**

The Employee Retirement Income Security Act of 1974 requires plan fiduciaries to act prudently and solely in the interest of the plan's participants and beneficiaries. When a plan assigns investment responsibilities to the plan's participants and beneficiaries, plan fiduciaries must take steps to ensure that participants and beneficiaries are made aware of their rights and responsibilities with respect to managing their individual plan accounts and are provided sufficient information regarding the plan to make informed decisions about the management of their individual accounts. This information should include a description of designated investment alternatives, their performance history, and related fees and expenses.

This document provides information about The Commodore Independence Variable Annuity Contract and the investment options available under the contract. The information in this document is intended to assist you in complying with your obligations. If you have any questions about this information or would like additional information, please contact us at 1-800-789-6771.

**LEGAL DISCLAIMERS**

We are providing the information in this document solely to assist you in complying with Labor Regulations Section 2550.404a-5. Annuity Investors Life Insurance Company is not a fiduciary of the plan. We are not making any representation that the information provided in this document or available at the AILIC website complies with the requirements of Labor Regulations Section 2550.404a-5. You should seek advice on how to comply with this Regulation from your legal counsel.

Annuity Investors Life Insurance Company is not an investment advisor and the information provided in this document is not investment advice. A participant or beneficiary should consult his/her investment professional for advice based on his/her personal circumstances and financial situation.

We relied on information provided by the registered investment companies (Portfolios) in which the Variable Account C subaccounts (Subaccounts) invest or on information included in the Portfolio prospectuses when we prepared the attached information and calculated the average annual total returns of the Subaccounts and the total operating expenses of the Subaccounts. We gathered the information about the benchmarks and their performance from the Portfolio prospectuses. We did not independently verify any information provided by the Portfolios or included in their prospectuses.

**ADDITIONAL INFORMATION**

**Glossary.** A sample glossary of investment-related terms is available at [www.ici.org/401k/11\\_401k\\_glos](http://www.ici.org/401k/11_401k_glos). This glossary is intended to help owners and beneficiaries better understand their options.

**Requesting Information.** For copies of any document or information listed below, contact us at 1-800-789-6771.

Portfolio Prospectuses and Statements of Additional Information  
Portfolio annual and semi-annual shareholder reports

The Commodore Independence Prospectus and Statement of Additional Information  
Financial statements of Annuity Investors Variable Account B  
Financial statements of Annuity Investors Life Insurance Company

## Part I. Performance Information: Table 1

The Commodore Independence® variable annuity contract is issued by Annuity Investors Life Insurance Company® (AILIC). The Commodore Independence offers variable investment options. The variable investment options are subaccounts of Annuity Investors® Variable Account B (Subaccounts). Each Subaccount is invested in shares of a registered investment company or a portfolio of a registered investment company (Portfolios).

Table 1 contains information about the performance of the Subaccounts. It shows how the Subaccounts have performed over time and allows a participant or beneficiary to compare them with an appropriate benchmark for the same time periods. Benchmarks do not reflect deductions for fees or expenses of the Subaccounts or Portfolios.

Past performance does not guarantee how an investment option will perform in the future. An investment in a Subaccount could lose money.

### Additional Information Available on the Great American Insurance Annuity Group Website

- Information about the Subaccounts and the fees and the expenses of The Commodore Independence is included in its prospectus. The Commodore Independence prospectus is available at [www.gaig.com/annuities/pages/variable-compliance-docs.aspx](http://www.gaig.com/annuities/pages/variable-compliance-docs.aspx).
- Information about a Portfolio, including its objectives or goals, principal strategies and principal risks, portfolio turnover rate, and fees and expenses, is included in the Portfolio's prospectus. The Portfolio prospectuses are available at [www.gaig.com/annuities/pages/variable-compliance-docs.aspx](http://www.gaig.com/annuities/pages/variable-compliance-docs.aspx).
- Performance information for the Subaccounts, updated on a monthly basis, is available by clicking "View Current Performance" at <http://gafri.com/publicsite/find/perfcenter.aspx?Type=variable>.

TABLE 1 – Variable Return Investments		Average Annual Total Returns As of December 31, 2018				Benchmarks			
Name / Type of Option, Class of Shares and Benchmarks		1 year	5 year	10 year	inception	1 year	5 year	10 year	inception
1	<b>AIM</b> Variable Insurance Funds ( <b>Invesco</b> Variable Insurance Funds) Invesco Oppenheimer <b>Capital Appreciation Fund</b> -Series I US equity large cap growth: large growth Benchmarks: (A) S&P 500 Index (B) Russell 1000 Growth Index	-11.06%	1.70%	8.44%	n/a	(A) -4.38% (B) -1.51%	(A) 8.49% (B) 10.40%	(A) 13.12% (B) 15.29%	n/a
2	<b>AIM</b> Variable Insurance Funds ( <b>Invesco</b> Variable Insurance Funds) Invesco Oppenheimer <b>Main Street Fund</b> ®-Series I US equity large cap blend: large blend Benchmark: S&P 500 Index	-13.18%	1.36%	8.06%	n/a	-4.38%	8.49%	13.12%	n/a
3	<b>AIM</b> Variable Insurance Funds ( <b>Invesco</b> Variable Insurance Funds) Invesco V.I. <b>American Value Fund</b> -Series I US equity mid cap: mid-cap value Benchmarks: (A) Russell Midcap® Value Index (B) Lipper VUF Mid-Cap Value Funds Index (C) S&P 500® Index	-17.88%	-3.46%	7.75%	n/a	(A) -12.29% (B) -13.38% (C) -4.38%	(A) 5.44% (B) 4.02% (C) 8.49%	(A) 13.03% (B) 11.71% (C) 13.12%	n/a

TABLE 1 – Variable Return Investments		Average Annual Total Returns As of December 31, 2018				Benchmarks			
Name / Type of Option, Class of Shares and Benchmarks									
4	<b>AIM</b> Variable Insurance Funds ( <b>Invesco</b> Variable Insurance Funds) Invesco V.I. <b>Comstock Fund</b> -Series I US equity large cap value: large value Benchmarks: (A) Russell 1000® Value Index (B) S&P 500® Index (C) Lipper VUF Large–Cap Value Funds Index	-17.40%	-0.83%	n/a	3.06%	(A) -8.27% (B) -4.38% (C) -9.47%	(A) 5.95% (B) 8.49% (C) 5.03%	(A) 11.18% (B) 13.12% (C) 10.59%	n/a
5	<b>AIM</b> Variable Insurance Funds ( <b>Invesco</b> Variable Insurance Funds) Invesco V.I. <b>Core Equity Fund</b> -Series I US equity large cap blend: large blend Benchmarks: (A) S&P 500® Index (B) Russell 1000® Index (C) Lipper VUF Large–Cap Core Funds Index	-14.67%	-2.65%	4.71%	n/a	(A) -4.38% (B) -4.78% (C) -5.26%	(A) 8.49% (B) 8.21% (C) 7.28%	(A) 13.12% (B) 13.28% (C) 12.04%	n/a
6	<b>AIM</b> Variable Insurance Funds ( <b>Invesco</b> Variable Insurance Funds) Invesco V.I. <b>Diversified Dividend Fund</b> -Series I US equity large cap value: large value Benchmarks: (A) S&P 500® Index (B) Russell 1000® Value Index (C) Lipper VUF Large–Cap Value Funds Index	-12.88%	0.64%	n/a	3.87%	(A) -4.38% (B) -8.27% (C) -9.47%	(A) 8.49% (B) 5.95% (C) 5.03%	(A) 13.12% (B) 11.18% (C) 10.59%	n/a
7	<b>AIM</b> Variable Insurance Funds ( <b>Invesco</b> Variable Insurance Funds) Invesco V.I. <b>Health Care Fund</b> -Series I Healthcare sector equity: health Benchmarks: (A) MSCI World Index <sup>SM</sup> (Net) (B) MSCI World Health Care Index (Net) (C) Lipper VUF Health/Biotechnology Funds Classification Average	-4.52%	-0.30%	7.56%	n/a	(A) -8.71% (B) 2.51% (C) 1.45%	(A) 4.56% (B) 7.58% (C) 9.11%	(A) 9.67% (B) 11.89% (C) 15.42%	n/a
8	<b>AIM</b> Variable Insurance Funds ( <b>Invesco</b> Variable Insurance Funds) Invesco V.I. <b>Mid Cap Growth Fund</b> -Series I US equity mid cap: mid–cap growth Benchmarks: (A) Russell Midcap® Growth Index (B) S&P 500® Index (C) Lipper VUF Mid–Cap Growth Funds Index	-10.91%	-0.49%	n/a	3.63%	(A) -4.35% (B) -4.38% (C) -4.64%	(A) 7.42% (B) 8.49% (C) 6.00%	(A) 15.12% (B) 13.12% (C) 13.91%	n/a

TABLE 1 – Variable Return Investments		Average Annual Total Returns As of December 31, 2018				Benchmarks			
	Name / Type of Option, Class of Shares and Benchmarks								
9	<b>AIM</b> Variable Insurance Funds ( <b>Invesco</b> Variable Insurance Funds) Invesco V.I. <b>Small Cap Equity Fund</b> -Series I US equity small cap: small blend Benchmarks: (A) Russell 2000® Index (B) S&P 500® Index (C) Lipper VUF Small-Cap Core Funds Index	-20.28%	-4.69%	5.66%	n/a	(A) -11.01% (B) -4.38% (C) -11.83%	(A) 4.41% (B) 8.49% (C) 4.05%	(A) 11.97% (B) 13.12% (C) 11.75%	n/a
10	<b>American Century</b> Variable Portfolios, Inc. VP <b>Capital Appreciation Fund</b> -Class I US equity mid cap: mid-cap growth Benchmark: Russell Midcap® Growth Index	-10.53%	n/a	n/a	1.13%	-4.75%	7.41%	15.11%	n/a
11	<b>American Century</b> Variable Portfolios, Inc. VP <b>Large Company Value Fund</b> -Class I US equity large cap value: large value Benchmarks: (A) S&P 500® Index (B) Russell 1000® Value Index	-13.34%	-0.28%	5.77%	n/a	(A) -8.27% (B) -4.38%	(A) 5.94% (B) 8.49%	(A) 11.17% (B) 13.11%	n/a
12	<b>American Century</b> Variable Portfolios, Inc. VP <b>Mid Cap Value Fund</b> -Class I US equity mid cap: mid cap value Benchmark: Russell Midcap® Value Index	-18.06%	1.48%	8.31%	n/a	-12.29%	5.44%	13.02%	n/a
13	<b>American Century</b> Variable Portfolios, Inc. VP <b>Ultra® Fund</b> -Class I US equity large cap growth: large growth Benchmarks: (A) Russell 1000® Growth Index (B) S&P 500® Index	-4.66%	4.98%	10.88%	n/a	(A) -1.51% (B) -4.38%	(A) 10.40% (B) 8.49%	(A) 15.28% (B) 13.11%	n/a
14	<b>BNY Mellon</b> Investment Portfolios <b>MidCap Stock Portfolio</b> -Service Shares US equity mid cap: mid-cap blend Benchmark: S&P MidCap 400® Index	-20.87%	-1.24%	9.13%	n/a	-11.08%	6.03%	13.68%	n/a
15	<b>BNY Mellon</b> Investment Portfolios <b>Technology Growth Portfolio</b> -Initial Shares Technology sector equity: technology Benchmarks: (A) S&P 500® Index (B) NYSE® Technology Index	-6.38%	5.60%	13.49%	n/a	(A) -4.38% (B) -6.68%	(A) 8.49% (B) 12.93%	(A) 13.11% (B) 17.84%	n/a
16	<b>BNY Mellon Stock Index Fund</b> , Inc. - Initial Shares US equity large cap blend: large blend Benchmark: S&P 500® Index	-9.98%	3.05%	8.71%	n/a	-4.38%	8.49%	13.11%	n/a

<b>TABLE 1 – Variable Return Investments</b>		<b>Average Annual Total Returns As of December 31, 2018</b>				<b>Benchmarks</b>			
<b>Name / Type of Option, Class of Shares and Benchmarks</b>									
17	<b>BNY Mellon Sustainable U.S. Equity Portfolio</b> , Inc.-Initial Shares US equity large cap blend: large blend Benchmark: S&P 500® Index	-9.75%	0.67%	7.96%	n/a	-4.38%	8.49%	13.11%	n/a
18	<b>BNY Mellon Variable Investment Fund Appreciation Portfolio</b> -Initial Shares US equity large cap blend: large blend Benchmark: S&P 500® Index	-12.16%	0.75%	6.45%	n/a	-4.38%	8.49%	13.11%	n/a
19	<b>BNY Mellon Variable Investment Fund Growth and Income Portfolio</b> -Initial Shares US equity large cap growth: large growth Benchmark: S&P 500® Index	-10.03%	1.74%	8.82%	n/a	-4.38%	8.49%	13.11%	n/a
20	<b>BNY Mellon Variable Investment Fund Opportunistic Small Cap Portfolio</b> -Initial Shares US equity small cap: small growth Benchmark: Russell 2000® Index	-24.22%	-2.24%	7.52%	n/a	-11.01%	4.41%	11.97%	n/a
21	<b>Davis Variable Account Fund, Inc. Davis Value Portfolio</b> -Share class: n/a (closed to new investors) US equity large cap blend: large blend Benchmark: S&P 500® Index	-18.82%	-0.32%	6.32%	n/a	-4.38%	8.49%	13.11%	n/a
22	<b>Deutsche DWS Investments VIT Funds DWS Small Cap Index VIP</b> -Class A US equity small cap: small blend Benchmark: Russell 2000® Index	-16.48%	-1.27%	7.65%	n/a	-11.01%	4.41%	11.97%	n/a
23	<b>Franklin Templeton Variable Insurance Products Trust Templeton Foreign VIP Fund</b> -Class 2 Global equity large cap: foreign large value Benchmark: MSCI All Country World ex-US Index	-20.63%	-8.85%	0.78%	n/a	-13.78%	1.14%	7.06%	n/a
24	<b>Janus Aspen Series Janus Henderson VIT Enterprise Portfolio</b> -Institutional Shares US equity mid cap: mid-cap growth Benchmark: Russell Midcap® Growth Index	-5.82%	5.65%	12.89%	n/a	-4.75%	7.42%	15.12%	n/a

TABLE 1 – Variable Return Investments		Average Annual Total Returns As of December 31, 2018				Benchmarks			
Name / Type of Option, Class of Shares and Benchmarks									
25	<b>Janus Aspen Series</b> Janus Henderson VIT <b>Forty Portfolio-</b> Institutional Shares US equity large cap growth: large growth Benchmarks: (A) Russell 1000® Growth Index (B) S&P 500® Index	-3.45%	5.43%	10.65%	n/a	(A) -1.51% (B) -4.38%	(A) 10.40% (B) 8.49%	(A) 15.29% (B) 13.12%	n/a
26	<b>Janus Aspen Series</b> Janus Henderson VIT <b>Global Research Portfolio-</b> Institutional Shares <b>(closed to new investors)</b> Global equity large cap: world large stock Benchmarks: (A) MSCI World Index SM (B) MSCI All Country World Index SM	-12.18%	-0.65%	6.14%	n/a	(A) -8.71% (B) -9.42%	(A) 4.56% (B) 4.26%	(A) 9.67% (B) 9.46%	n/a
27	<b>Janus Aspen Series</b> Janus Henderson VIT <b>Overseas Portfolio-</b> Institutional Shares Global equity large cap: foreign large blend Benchmark: MSCI All Country World ex–U.S. Index SM	-20.14%	-10.01%	0.86%	n/a	-14.20%	0.68%	6.57%	n/a
28	<b>Janus Aspen Series</b> Janus Henderson VIT <b>Research Portfolio-</b> Institutional Shares US equity large cap growth: large growth Benchmarks: (A) Russell 1000® Growth Index (B) S&P 500® Index (C) Core Growth Index	-7.95%	3.09%	8.95%	n/a	(A) -1.51% (B) -4.38% (C) -2.94%	(A) 10.40% (B) 8.49% (C) 9.46%	(A) 15.29% (B) 13.12% (C) 14.21%	n/a
29	<b>Morgan Stanley Variable Insurance Fund, Inc.</b> <b>Discovery Portfolio-</b> Class I US equity mid cap: mid–cap growth Benchmark: Russell Midcap® Growth Index	5.09%	0.11%	10.80%	n/a	-4.75%	7.42%	15.12%	n/a
30	<b>Morgan Stanley Variable Insurance Fund, Inc.</b> <b>U.S. Real Estate Portfolio-</b> Class I Real estate sector equity: real estate Benchmarks: (A) FTSE NAREIT Equity REITs Index (B) S&P 500® Index	-13.01%	1.24%	6.94%	n/a	(A) -4.62% (B) -4.38%	(A) 7.90% (B) 8.49%	(A) 12.12% (B) 13.12%	n/a

<b>TABLE 1 – Variable Return Investments</b>		<b>Average Annual Total Returns As of December 31, 2018</b>				<b>Benchmarks</b>			
<b>Name / Type of Option, Class of Shares and Benchmarks</b>									
<b>Fixed Income and Bond Subaccounts</b>		<b>1 year</b>	<b>5 year</b>	<b>10 year</b>	<b>inception</b>	<b>1 year</b>	<b>5 year</b>	<b>10 year</b>	<b>inception</b>
31	<b>AIM</b> Variable Insurance Funds ( <b>Invesco</b> Variable Insurance Funds) Invesco V.I. <b>High Yield Fund-Series I</b> US fixed income: high yield bond Benchmarks: (A) Bloomberg Barclays U.S. Aggregate Bond Index (B) Bloomberg Barclays U.S. Corporate High Yield 2% Issuer Cap Index (C) Lipper VUF High Yield Bond Funds Classification Average	-8.71%	-3.31%	5.44%	n/a	(A) 0.01% (B) -2.08% (C) -2.63%	(A) 2.52% (B) 3.84% (C) 2.87%	(A) 3.48% (B) 11.14% (C) 9.25%	n/a
32	<b>Morgan Stanley</b> Variable Insurance Fund, Inc. <b>Core Plus Fixed Income Portfolio-Class I</b> US fixed income: intermediate-term bond Benchmark: Bloomberg Barclays U.S. Aggregate Index	-6.05%	-1.80%	-0.32%	n/a	0.01%	2.52%	3.48%	n/a
33	<b>PIMCO</b> Variable Insurance Trust <b>PIMCO Real Return Portfolio-Administrative Class</b> US fixed income: inflation-protected bond Benchmark: Bloomberg Barclays U.S. TIPS Index	-7.59%	-4.39%	-0.92%	n/a	-1.26%	1.69%	3.64%	n/a
34	<b>PIMCO</b> Variable Insurance Trust <b>PIMCO Total Return Portfolio-Administrative Class</b> US fixed income: intermediate-term bond Benchmark: Bloomberg Barclays U.S. Aggregate Index	-5.94%	-3.33%	-0.84%	n/a	0.01%	2.52%	3.48%	n/a
<b>Allocation Subaccounts</b>		<b>1 year</b>	<b>5 year</b>	<b>10 year</b>	<b>inception</b>	<b>1 year</b>	<b>5 year</b>	<b>10 year</b>	<b>inception</b>
35	<b>AIM</b> Variable Insurance Funds ( <b>Invesco</b> Variable Insurance Funds) Invesco Oppenheimer <b>Conservative Balanced Fund-Series I</b> Cautious allocation: 30% to 50% equity Benchmarks: (A) Russell 3000 Index (B) Bloomberg Barclays U.S. Aggregate Bond Index (C) Custom Invesco Oppenheimer VI Conservative Balanced Index	-10.66%	-1.95%	3.08%	n/a	(A) -5.24% (B) 0.01% (C) -1.51%	(A) 7.91% (B) 2.52% (C) 4.63%	(A) 13.18% (B) 3.48% (C) 7.19%	n/a



TABLE 1 – Variable Return Investments		Average Annual Total Returns As of December 31, 2018				Benchmarks			
	Name / Type of Option, Class of Shares and Benchmarks								
36	<b>ALPS Variable Investment Trust</b> <b>Morningstar Balanced ETF Asset Allocation Portfolio-Class II</b> Moderate allocation: 50% to 70% equity Benchmarks: (A) 42% Russell 3000 TR USD/ 18% MSCI ACWI Ex USA IMI NR USD/ 32% Bloomberg Barclays U.S. Universal TR USD/ 6% Citi WGBI NonUSD USD/ 2% BofAML U.S. Treasury Bill 3 Mon TR USD Index (B) 60% S&P 500 Index/ 38% Bloomberg Barclays U.S. Aggregate Bond Index/ 2% The Bank of America Merrill Lynch (BoA ML) 3 Month Treasury Bill Index	-11.55%	-2.25%	1.99%	n/a	(A) -4.85% (B) -2.31%	(A) 4.53% (B) 6.20%	(A) 8.39% (B) 9.36%	n/a
37	<b>ALPS Variable Investment Trust</b> <b>Morningstar Conservative ETF Asset Allocation Portfolio-Class II</b> Cautious allocation: 15% to 30% equity Benchmarks: (A) 14% Russell 3000 TR USD/ 6% MSCI ACWI Ex USA IMI NR USD/ 58% Bloomberg Barclays U.S. Universal TR USD/ 12% Citi WGBI NonUSD USD/ 10% BofAML U.S. Treasury Bill 3 Mon TR USD Index (B) 20% S&P 500 Index/ 73% Bloomberg Barclays U.S. Aggregate Bond Index/ 7% The Bank of America Merrill Lynch (BoA ML) 3 Month Treasury Bill Index	-7.74%	-3.77%	-2.09%	n/a	(A) -1.67% (B) -0.55%	(A) 2.94% (B) 3.67%	(A) 4.95% (B) 5.29%	n/a
38	<b>ALPS Variable Investment Trust</b> <b>Morningstar Growth ETF Asset Allocation Portfolio-Class II</b> Aggressive allocation: 70% to 85% equity Benchmarks: (A) 56% Russell 3000 TR USD/ 24% MSCI ACWI Ex USA IMI NR USD/ 15% Bloomberg Barclays U.S. Universal TR USD/ 3% Citi WGBI NonUSD USD/ 2% BofAML U.S. Treasury Bill 3 Mon TR USD Index (B) 80% S&P 500 Index/ 20% Bloomberg Barclays U.S. Aggregate Bond Index	-13.34%	-1.72%	3.48%	n/a	(A) -6.43% (B) -3.32%	(A) 5.17% (B) 7.39%	(A) 9.87% (B) 11.30%	n/a



TABLE 1 – Variable Return Investments		Average Annual Total Returns As of December 31, 2018				Benchmarks			
	Name / Type of Option, Class of Shares and Benchmarks								
39	<b>ALPS Variable Investment Trust Morningstar Income and Growth ETF Asset Allocation Portfolio-Class II</b> Cautious allocation: 30% to 50% equity Benchmarks: (A) 28% Russell 3000 TR USD/ 12% MSCI ACWI Ex USA IMI NR USD/ 46% Bloomberg Barclays U.S. Universal TR USD/ 9% Citi WGBI NonUSD USD/ 5% BofAML U.S. Treasury Bill 3 Mon TR USD Index (B) 40% S&P 500 Index/ 55% Bloomberg Barclays U.S. Aggregate Bond Index/ 5% The Bank of America Merrill Lynch (BoA ML) 3 Month Treasury Bill Index	-9.60%	-3.05%	-0.11%	n/a	(A) -3.25% (B) -1.37%	(A) 3.78% (B) 4.94%	(A) 6.74% (B) 7.33%	n/a
40	<b>Calamos® Advisors Trust Calamos® Growth and Income Portfolio</b> Share class: n/a (closed to new investors) Aggressive allocation: 70% to 85% equity Benchmarks: (A) S&P 500 Index (B) ICE BofAML All U.S. Convertibles EX Mandatory Index	-9.73%	-0.57%	5.04%	n/a	(A) -4.38% (B) 0.65%	(A) 8.49% (B) 6.70%	(A) 13.12% (B) 12.60%	n/a
41	<b>Janus Aspen Series Janus Henderson VIT Balanced Portfolio-Institutional Shares</b> Moderate allocation: 50 to 70% equity Benchmarks: (A) S&P 500® Index (B) Bloomberg Barclays U.S. Aggregate Bond Index (C) Balanced Index	-4.74%	0.94%	5.45%	n/a	(A) -4.38% (B) 0.01% (C) -2.12%	(A) 8.49% (B) 2.52% (C) 5.94%	(A) 13.12% (B) 3.48% (C) 8.88%	n/a
42	<b>The Timothy Plan Timothy Plan Conservative Growth Portfolio Variable Series-Share class: n/a (closed to new investors)</b> Cautious allocation: 30% to 50% equity Benchmark: Dow Jones Global Moderate Portfolio Index	-14.05%	-4.70%	1.04%	n/a	-5.21%	4.11%	8.22%	n/a

<b>TABLE 1 – Variable Return Investments</b>		<b>Average Annual Total Returns As of December 31, 2018</b>				<b>Benchmarks</b>			
<b>Name / Type of Option, Class of Shares and Benchmarks</b>									
43	<b>The Timothy Plan</b> Timothy Plan <b>Strategic Growth Portfolio</b> Variable Series- Share class: n/a ( <b>closed to new investors</b> ) Moderate allocation: 50% to 70% equity Benchmark: Dow Jones Global Moderately Aggressive Portfolio Index	-17.14%	-5.38%	2.30%	n/a	-7.33%	4.62%	9.90%	n/a
44	<b>Wilshire</b> Variable Insurance Trust <b>Global Allocation Fund</b> -Share class: n/a Moderate Allocation: world allocation Benchmarks: (A) MSCI ACWI Index (B) Bloomberg Barclays Global Aggregate Bond Index (Hedged) (C) Stock/Bond Composite	n/a	n/a	n/a	-7.77%	(A) -9.42% (B) 1.76% (C) -5.42%	(A) 4.26% (B) 3.44% (C) 4.12%	(A) 9.51% (B) 3.77% (C) 7.71%	n/a
<b>Money Market Subaccounts</b>		<b>1 year</b>	<b>5 year</b>	<b>10 year</b>	<b>inception</b>	<b>1 year</b>	<b>5 year</b>	<b>10 year</b>	<b>inception</b>
45	<b>BNY Mellon</b> Variable Investment Fund <b>Government Money Market Portfolio</b> -Share class: n/a US money market: money market—taxable Benchmark: n/a	-4.11%	-5.32%	-5.57%	n/a	n/a	n/a	n/a	n/a

## Notes to Table 1—Variable Return Investments

### General Note

Fund and portfolio names are as of June 30, 2019. The average annual total returns of a Subaccount reflect the performance of the corresponding underlying fund or portfolio. See the underlying fund and portfolio prospectuses for more information about benchmarks.

### Notes for Equity Subaccounts

**AIM Variable Insurance Funds (Invesco Variable Insurance Funds)-Invesco Oppenheimer Capital Appreciation Fund-Series I.** The Fund has adopted the performance of the Oppenheimer Capital Appreciation Fund/VA (the predecessor fund) as the result of a reorganization of the predecessor fund into the Fund, which was consummated after the close of business on May 24, 2019. The returns shown for periods ending on or prior to May 24, 2019 are those of the Non-Service Shares of the predecessor fund, which are not offered by the Fund. The Non-Service Shares of the predecessor fund were reorganized into Series I shares of the Fund after the close of business on May 24, 2019. Series I shares' returns of the Fund will be different from the Non-Service Shares' returns of the predecessor fund as they have different expenses.

**AIM Variable Insurance Funds (Invesco Variable Insurance Funds)-Invesco Oppenheimer Main Street Fund-Series I.** The Fund has adopted the performance of the Oppenheimer Main Street Fund/VA (the predecessor fund) as the result of a reorganization of the predecessor fund into the Fund, which was consummated after the close of business on May 24, 2019. The returns shown for periods ending on or prior to May 24, 2019 are those of the Non-Service Shares of the predecessor fund, which are not offered by the Fund. The Non-Service Shares of the predecessor fund were reorganized into Series I shares of the Fund after the close of business on May 24, 2019. Series I shares' returns of the Fund will be different from the Non-Service Shares' returns of the predecessor fund as they have different expenses.

**AIM Variable Insurance Funds (Invesco Variable Insurance Funds)-Invesco V.I. American Value Fund-Series I.** The returns shown prior to June 1, 2010 are those of the Class I shares of the predecessor fund, which are not offered by the Fund. The predecessor fund was advised by Morgan Stanley Investment Management Inc. The predecessor fund was reorganized into Series I shares of the Fund on June 1, 2010. Series I shares' returns will be different from the predecessor fund as they have different expenses.

**AIM Variable Insurance Funds (Invesco Variable Insurance Funds)-Invesco V.I. Comstock Fund-Series I.** The returns shown prior to June 1, 2010 are those of the Class I shares of the predecessor fund, which are not offered by the Fund. The predecessor fund was advised by Van Kampen Asset Management. The predecessor fund was reorganized into Series I shares of the Fund on June 1, 2010. Series I shares' returns will be different from the predecessor fund as they have different expenses.

**AIM Variable Insurance Funds (Invesco Variable Insurance Funds)-Invesco V.I. Diversified Dividend Fund-Series I.** The returns shown prior to June 1, 2010 are those of the Class X shares of the predecessor fund, which are not offered by the Fund. The predecessor fund was advised by Morgan Stanley Investment Advisors Inc. The predecessor fund was reorganized into Series I shares of the Fund on June 1, 2010. Series I shares' returns will be different from the predecessor fund as they have different expenses.

**AIM Variable Insurance Funds (Invesco Variable Insurance Funds)-Invesco V.I. Mid Cap Growth Fund-Series I.** The returns shown for periods prior to June 1, 2010 are those of the Class II shares of the predecessor fund, which included 12b-1 fees of 0.35% and are not offered by the Fund. The predecessor fund was advised by Van Kampen Asset Management. The predecessor fund was reorganized into Series I shares of the Fund on June 1, 2010. Series I shares' returns will be different from the predecessor fund as they have different expenses.

**BNY Mellon Investment Portfolios-MidCap Stock Portfolio-Service Shares.** On June 3, 2019, Dreyfus Investment Portfolios was renamed BNY Mellon Investment Portfolios.

**BNY Mellon Investment Portfolios-Technology Growth Portfolio-Initial Shares.** On June 3, 2019, Dreyfus Investment Portfolios was renamed BNY Mellon Investment Portfolios.

**BNY Mellon Stock Index Fund, Inc.-Initial Shares.** On June 3, 2019, Dreyfus Stock Index Fund, Inc. was renamed BNY Mellon Stock Index Fund, Inc.

**BNY Mellon Sustainable U.S. Equity Portfolio, Inc.-Initial Shares.** On June 3, 2019, The Dreyfus Sustainable U.S. Equity Portfolio, Inc. was renamed BNY Mellon Sustainable U.S. Equity Portfolio, Inc.

The fund changed its investment objective and strategy on May 1, 2017. Prior to May 1, 2017, the fund's investment objective was to provide capital growth, with current income as a secondary goal. To pursue these goals, until May 1, 2017, the fund, under normal circumstances, invested in the common stocks of companies that, in the opinion of the fund's management, met traditional investment standards and conducted their business in a manner that contributed to the enhancement of the quality of life in America. To determine whether a company contributed to the enhancement of the quality of life in America, the fund considered the company's record in the areas of (1) protection and improvement of the environment and the proper use of natural resources, (2) occupational health and safety, (3) consumer protection and product purity, and (4) equal employment opportunity. In addition, prior to May 1, 2017, investment decisions for the fund were made by another affiliate of Dreyfus, who managed the fund as employees of Dreyfus.

**BNY Mellon Variable Investment Fund-Appreciation Portfolio-Initial Shares.** On June 3, 2019, Dreyfus Variable Investment Fund was renamed BNY Mellon Variable Investment Fund.

**BNY Mellon Variable Investment Fund-Growth and Income Portfolio-Initial Shares.** On June 3, 2019, Dreyfus Variable Investment Fund was renamed BNY Mellon Variable Investment Fund.

**BNY Mellon Variable Investment Fund-Opportunistic Small Cap Portfolio-Initial Shares.** On June 3, 2019, Dreyfus Variable Investment Fund was renamed BNY Mellon Variable Investment Fund.

**Deutsche DWS Investments VIT Funds-DWS Small Cap Index VIP-Class A.** Effective July 2, 2018, Deutsche Variable Series II was renamed Deutsche DWS Variable Series II, and Deutsche Small Cap Index VIP was renamed DWS Small Cap Index VIP.

**Janus Aspen Series-Janus Henderson VIT Global Research Portfolio-Institutional Shares (closed to new investors).** For certain periods, the Portfolio's performance reflects the effect of expense waivers. Without the effect of these expense waivers, the performance shown would have been lower.

**Janus Aspen Series-Janus Henderson VIT Research Portfolio-Institutional Shares.** The Core Growth Index is an internally-calculated, hypothetical combination of unmanaged indices that combines total returns from the Russell 1000® Growth Index (50%) and the S&P 500® Index (50%).

**Morgan Stanley Variable Insurance Fund, Inc.-Discovery Portfolio-Class I.** Effective April 30, 2019, Mid Cap Growth Portfolio was renamed Discovery Portfolio.

### ***Notes for Fixed Income and Bond Subaccounts***

**PIMCO Variable Insurance Trust-PIMCO Real Return Portfolio-Administrative Class.** The Portfolio's performance information reflects applicable fee waivers and/or expense limitations in effect during the periods presented. Absent such fee waivers and/or expense limitations, if any, performance would have been lower.

**PIMCO Variable Insurance Trust-PIMCO Total Return Portfolio-Administrative Class.** The Portfolio's performance information reflects applicable fee waivers and/or expense limitations in effect during the periods presented. Absent such fee waivers and/or expense limitations, if any, performance would have been lower.

### ***Notes for Allocation Subaccounts***

**AIM Variable Insurance Funds (Invesco Variable Insurance Funds)-Invesco Oppenheimer Conservative Balanced Fund-Series I.** The Fund has adopted the performance of the Oppenheimer Conservative Balanced Fund/VA (the predecessor fund) as the result of a reorganization of the predecessor fund into the Fund, which was consummated after the close of business on May 24, 2019. The returns shown for periods ending on or prior to May 24, 2019 are those of the Non-Service Shares of the predecessor fund, which are not offered by the Fund. The Non-Service Shares of the predecessor fund were reorganized into Series I shares of the Fund after the close of business on May 24, 2019. Series I shares' returns of the Fund will be different from the Non-Service Shares' returns of the predecessor fund as they have different expenses.

The Fund's Custom Invesco Oppenheimer VI Conservative Balanced Index is a customized weighted index currently comprised of the following underlying broad-based security indices: 65% of the Bloomberg Barclays U.S. Aggregate Bond Index and 35% of the Russell 3000 Index.

**Janus Aspen Series-Janus Henderson VIT Balanced Portfolio-Institutional Shares.** The Balanced Index is an internally-calculated, hypothetical combination of unmanaged indices that combines total returns from the S&P 500® Index (55%) and the Bloomberg Barclays U.S. Aggregate Bond Index (45%).

**Wilshire Variable Insurance Trust-Global Allocation Fund-Share class: n/a.** Effective December 7, 2018, each of Wilshire 2015 Fund, Wilshire 2025 Fund and Wilshire 2035 Fund were merged into Wilshire Global Allocation Fund.

During 2014, the Global Allocation Fund's strategy was changed. Consequently, prior period performance may have been different if the new investment strategy had been in effect during those periods.

The Stock/Bond Composite consists of 65% MSCI ACWI Index and 35% Bloomberg Barclays Global Aggregate Index (Hedged).

### ***Notes for Money Market Subaccounts***

**BNY Mellon Variable Investment Fund-Government Money Market Portfolio-Share class: n/a.** On June 3, 2019, Dreyfus Variable Investment Fund was renamed BNY Mellon Variable Investment Fund.

## Part I. Performance Information: Table 2

The Commodore Independence® variable annuity contract is issued by Annuity Investors Life Insurance Company® (AILIC). The Commodore Independence does not offer fixed investment options. Therefore Table 2—Fixed Return Investments has not been included in this document.

## Part II. Fee and Expense Information: Table 3

Table 3 shows fee and expense information related to The Commodore Independence.

Table 3 shows the total annual operating expenses for the Subaccounts listed in Table 1. The total annual operating expenses of a Subaccount are expenses that reduce its rate of return. Total annual operating expenses of each Subaccount include: (1) the total annual operating expenses of the underlying Portfolio; (2) a mortality and expense risk charge of **1.25%**; and (3) an administration charge of **0.15%**.

Information about shareholder-type fees related to The Commodore Independence is set out below Table 3. These fees are in addition to the total annual operating expenses of the Subaccounts. The Subaccounts and the Portfolios do not charge any shareholder-type fees.

A summary of restrictions and limitations that apply to purchase payments, allocations, transfers, withdrawals, and active trading is also set out below Table 3.

The cumulative effect of fees and expenses can substantially reduce the growth of retirement savings. Visit the Department of Labor's Web site for an example showing the long-term effect of fees and expenses at <https://www.dol.gov/sites/default/files/ebsa/about-ebsa/our-activities/resource-center/publications/a-look-at-401k-plan-fees.pdf>. Fees and expenses are only one of many factors to consider when deciding to invest in an option. Participants and beneficiaries may also want to think about whether an investment in a particular option, along with their other investments, will help them to achieve their financial goals.

### Additional Information Available on the Great American Insurance Annuity Group Website

- Information about a Portfolio's fees and expenses and restrictions related to active trading are included in the Portfolio's prospectus. The Portfolio prospectuses are available at [www.gaig.com/annuities/pages/variable-compliance-docs.aspx](http://www.gaig.com/annuities/pages/variable-compliance-docs.aspx).
- Information about the fees and the expenses of The Commodore Independence and restrictions and limitations related to purchases, allocations, transfers, withdrawals and active trading is included in its prospectus. The Commodore Independence prospectus is available at [www.gaig.com/annuities/pages/variable-compliance-docs.aspx](http://www.gaig.com/annuities/pages/variable-compliance-docs.aspx).

TABLE 3 – Fees and Expenses		Total Annual Operating Expenses For Year Ended December 31, 2018	
Name / Type of Option			
Equity Subaccounts		Expenses as a %	Expenses per \$1,000
1	AIM Variable Insurance Funds (Invesco Variable Insurance Funds)-Invesco <b>Oppenheimer Capital Appreciation Fund-Series I</b>	2.27%	\$22.70
2	AIM Variable Insurance Funds (Invesco Variable Insurance Funds)-Invesco <b>Oppenheimer Main Street Fund-Series I</b>	2.22%	\$22.20
3	AIM Variable Insurance Funds (Invesco Variable Insurance Funds)-Invesco V.I. <b>American Value Fund-Series I</b>	2.33%	\$23.30
4	AIM Variable Insurance Funds (Invesco Variable Insurance Funds)-Invesco V.I. <b>Comstock Fund-Series I</b>	2.16%	\$21.60
5	AIM Variable Insurance Funds (Invesco Variable Insurance Funds)-Invesco V.I. <b>Core Equity Fund-Series I</b>	2.21%	\$22.10
6	AIM Variable Insurance Funds (Invesco Variable Insurance Funds)-Invesco V.I. <b>Diversified Dividend Fund-Series I</b>	2.06%	\$20.60
7	AIM Variable Insurance Funds (Invesco Variable Insurance Funds)-Invesco V.I. <b>Health Care Fund-Series I</b>	2.40%	\$24.00
8	AIM Variable Insurance Funds (Invesco Variable Insurance Funds)-Invesco V.I. <b>Mid Cap Growth Fund-Series I</b>	2.40%	\$24.00
9	AIM Variable Insurance Funds (Invesco Variable Insurance Funds)-Invesco V.I. <b>Small Cap Equity Fund-Series I</b>	2.36%	\$23.60
10	<b>American Century</b> Variable Portfolios, Inc.-VP <b>Capital Appreciation Fund-Class I</b>	2.40%	\$24.00
11	<b>American Century</b> Variable Portfolios, Inc.-VP <b>Large Company Value Fund-Class I</b>	2.31%	\$23.10
12	<b>American Century</b> Variable Portfolios, Inc.-VP <b>Mid Cap Value Fund-Class I</b>	2.41%	\$24.10
13	<b>American Century</b> Variable Portfolios, Inc.-VP <b>Ultra® Fund-Class I</b>	2.41%	\$24.10
14	<b>BNY Mellon</b> Investment Portfolios- <b>MidCap Stock Portfolio-Service Shares</b>	2.51%	\$25.10
15	<b>BNY Mellon</b> Investment Portfolios- <b>Technology Growth Portfolio-Initial Shares</b>	2.19%	\$21.90
16	<b>BNY Mellon</b> <b>Stock Index Fund, Inc.-Initial Shares</b>	1.67%	\$16.70

<b>TABLE 3 – Fees and Expenses</b>		<b>Total Annual Operating Expenses For Year Ended December 31, 2018</b>	
	<b>Name / Type of Option</b>		
17	<b>BNY Mellon Sustainable U.S. Equity Portfolio</b> , Inc.-Initial Shares	2.14%	\$21.40
18	<b>BNY Mellon Variable Investment Fund-Appreciation Portfolio</b> -Initial Shares	2.21%	\$22.10
19	<b>BNY Mellon Variable Investment Fund-Growth and Income Portfolio</b> -Initial Shares	2.33%	\$23.30
20	<b>BNY Mellon Variable Investment Fund-Opportunistic Small Cap Portfolio</b> -Initial Shares	2.24%	\$22.40
21	<b>Davis Variable Account Fund, Inc.-Davis Value Portfolio</b> -Share class: n/a (closed to new investors)	2.04%	\$20.40
22	<b>Deutsche DWS Investments VIT Funds-DWS Small Cap Index VIP</b> -Class A	1.91%	\$19.10
23	<b>Franklin Templeton Variable Insurance Products Trust-Templeton Foreign VIP Fund</b> -Class 2	2.50%	\$25.00
24	<b>Janus Aspen Series-Janus Henderson VIT Enterprise Portfolio</b> -Institutional Shares	2.12%	\$21.20
25	<b>Janus Aspen Series-Janus Henderson VIT Forty Portfolio</b> -Institutional Shares	2.11%	\$21.10
26	<b>Janus Aspen Series-Janus Henderson VIT Global Research Portfolio</b> -Institutional Shares (closed to new investors)	2.00%	\$20.00
27	<b>Janus Aspen Series-Janus Henderson VIT Overseas Portfolio</b> -Institutional Shares	2.00%	\$20.00
28	<b>Janus Aspen Series-Janus Henderson VIT Research Portfolio</b> -Institutional Shares	1.98%	\$19.80
29	<b>Morgan Stanley Variable Insurance Fund, Inc.-Discovery Portfolio</b> -Class I	2.55%	\$25.50
30	<b>Morgan Stanley Variable Insurance Fund, Inc.-U.S. Real Estate Portfolio</b> -Class I	2.38%	\$23.80
	<b>Fixed Income and Bond Subaccounts</b>	<b>Expenses as a %</b>	<b>Expenses per \$1,000</b>
31	<b>AIM Variable Insurance Funds (Invesco Variable Insurance Funds)-Invesco V.I. High Yield Fund</b> -Series I	2.58%	\$25.80
32	<b>Morgan Stanley Variable Insurance Fund, Inc.-Core Plus Fixed Income Portfolio</b> -Class I	2.16%	\$21.60
33	<b>PIMCO Variable Insurance Trust-PIMCO Real Return Portfolio</b> -Administrative Class	2.82%	\$28.20
34	<b>PIMCO Variable Insurance Trust-PIMCO Total Return Portfolio</b> -Administrative Class	2.31%	\$23.10
	<b>Allocation Subaccounts</b>	<b>Expenses as a %</b>	<b>Expenses per \$1,000</b>
35	<b>AIM Variable Insurance Funds (Invesco Variable Insurance Funds)-Invesco Oppenheimer Conservative Balanced Fund</b> -Series I	2.38%	\$23.80
36	<b>ALPS Variable Investment Trust-Morningstar Balanced ETF Asset Allocation Portfolio</b> -Class II	2.32%	\$23.20
37	<b>ALPS Variable Investment Trust-Morningstar Conservative ETF Asset Allocation Portfolio</b> -Class II	2.40%	\$24.00
38	<b>ALPS Variable Investment Trust-Morningstar Growth ETF Asset Allocation Portfolio</b> -Class II	2.31%	\$23.10
39	<b>ALPS Variable Investment Trust-Morningstar Income and Growth ETF Asset Allocation Portfolio</b> -Class II	2.34%	\$23.40
40	<b>Calamos® Advisors Trust-Calamos® Growth and Income Portfolio</b> -Share class: n/a (closed to new investors)	2.76%	\$27.60
41	<b>Janus Aspen Series-Janus Henderson VIT Balanced Portfolio</b> -Institutional Shares	2.03%	\$20.30
42	<b>The Timothy Plan-Timothy Plan Conservative Growth Portfolio</b> Variable Series-Share class: n/a (closed to new investors)	3.20%	\$32.00
43	<b>The Timothy Plan-Timothy Plan Strategic Growth Portfolio</b> Variable Series- Share class: n/a (closed to new investors)	3.39%	\$33.90
44	<b>Wilshire Variable Insurance Trust-Global Allocation Fund</b> -Share class: n/a	2.79%	\$27.90
	<b>Money Market Subaccounts</b>	<b>Expenses as a %</b>	<b>Expenses per \$1,000</b>
45	<b>BNY Mellon Variable Investment Fund-Government Money Market Portfolio</b> -Share class: n/a	1.98%	\$19.80

<b>Shareholder-Type Fees (Fees Charged Directly Against Participant's or Beneficiary's Investment)</b>		
<b>Annual Contract Maintenance Fee.</b> An annual certificate maintenance fee of \$40 applies. Contract maintenance fees may be waived under certain circumstances.	<b>Transfer Fee.</b> A transfer fee applies to each transfer in excess of 12 in any certificate year. The current transfer fee is \$25. Transfer fees may be waived under certain circumstances.	<b>Interest on Loans.</b> If loans are available under the contract and the participant borrows money under the loan provisions, AILIC will charge interest on the loan. AILIC currently charges 6% interest on loans. AILIC will charge a higher interest rate if the plan administrator directs AILIC to do so.
<b>Restrictions and Limitations</b>		
Purchase Payments	Minimum: \$20,000 Minimum additional payment: \$50 Maximum: As allowed by IRS regulations Purchase payments are subject to tax law and applicable employer plan restrictions.	
Minimum Allocation or Transfer <b>to</b> Investment Options	To any Subaccount: \$10	
Minimum Transfer <b>from</b> Investments Options	From any Subaccount: \$500 or balance if less than \$1,000	
Withdrawals	Minimum: \$500 After a withdrawal, the remaining surrender value in a participant's account must be at least \$500. Withdrawals and full surrenders are subject to tax law or employer plan restrictions on withdrawals or surrenders.	
Active Trading Restrictions	If a participant's transfer events exceed 12 in one certificate year, AILIC will automatically require the participant to submit transfer requests via regular first-class U.S. mail and will not accept transfer requests from the participant that are sent by any other means. In addition, a Portfolio may impose restrictions on a participant account under policies designed to deter excessive trading, short-term market timing transactions, and other abusive trading practices. Additional information about these restrictions is set out in the Portfolio prospectuses.	



### Part III. Annuity Information: Table 4

Table 4 focuses on The Commodore Independence annuity contract. Annuities are insurance contracts that allow the participant or beneficiary to receive a guaranteed stream of payment at regular intervals, usually beginning when the participant retires and lasting for his/her entire life or a fixed period he/she selects. Annuities are issued by insurance companies. Guarantees of an insurance company are subject to its long-term financial strength and claims-paying ability.

Additional Information Available on the Great American Insurance Annuity Group Website

The Commodore Independence prospectus includes information about: (1) its objectives or goals; (2) fees that will reduce account values; (3) guaranteed income payments, including any limitations on the right of participants or beneficiaries to receive such payments; (4) costs and / or factors taken into account in determining the price of benefits under the guaranteed income payments; and (5) contract limitations on the ability of participants or beneficiaries to withdraw or transfer amounts and fees or charges applicable to such withdrawals or transfer. The Commodore Independence prospectus is available at [www.gaig.com/annuities/pages/variable-compliance-docs.aspx](http://www.gaig.com/annuities/pages/variable-compliance-docs.aspx).

<b>TABLE 4</b>	<b>Annuity Options</b>
<b>Name</b>	The Commodore Independence Variable Annuity Contract (The Commodore Independence) The interests of individual participants under a contract are evidenced by certificates of participation. In this table, “you” and “your” refer to an individual participant or beneficiary.
<b>Issuer</b>	Annuity Investors Life Insurance Company (AILIC)
<b>Objective/Goal</b>	The contract is a group deferred variable annuity. The contract is designed to be a long-term investment, to meet retirement and other long-range goals.
<b>Benefits</b>	<p><b>Annuity Benefit.</b> The contract will provide a guaranteed stream of annuity benefit payments to you at some future date. These payments will be based on your account value, which will depend on the performance of the investment options that you choose. The annuity benefit amount will be reduced by any fees and charges under the contract, any applicable premium tax or other tax not previously deducted, and by the outstanding balance of any loans.</p> <p><b>Death Benefit.</b> The contract includes a death benefit payable to your beneficiary if you die before the annuity commencement date and before you surrender your certificate. The death benefit will be based on the greater of (1) your account value on the death benefit valuation date; and (2) 100% of the purchase payments received by AILIC, less amounts returned to you. The death benefit amount will be reduced by any fees and charges under the contract, any applicable premium tax or other tax not previously deducted, and by the outstanding balance of any loans.</p> <p><b>Settlement Options.</b> AILIC will make periodic payments in any form of settlement option acceptable to it at the time of an election. The standard forms of settlement options are (1) payments for a fixed period you select; (2) payments for as long as you live and, if you select a fixed period and you die during the fixed period, payments for the rest of the period; (3) payments for as long as you live and, if the secondary annuitant you designate survives you, 50% of the payment amount for as long as the secondary annuitant lives; and (4) payments for as long as you live. Periodic payments under a settlement option are affected by various factors, including length of the payment period, life expectancy of the annuitant, frequency of the payment interval, and the payment form selected. Benefit payments may be calculated and paid as a variable dollar benefit, as a fixed dollar benefit, or as a combination of both.</p>
<b>Pricing Factors</b>	The cost of your right to receive annuity benefit payments and the cost of the death benefit are included in mortality and expense risk charge of 1.25% and the administration charge of 0.15%. The mortality and expense risk charge compensates AILIC for the mortality risks it assumes because of its obligation to make annuity benefit payments and death benefit payments, and for expense risks that AILIC assumes because its actual expenses in administering the Independence contracts and Variable Account B could exceed the amount AILIC receives through other contract fees. The administration charge offsets expenses incurred in administering the contracts and the variable account. The rates shown are annual rates. The 1983 Group Annuity Table with interest at 3% per year, compounded annually, is used to compute all guaranteed settlement option factors, values, and benefits under your certificate.
<b>Fees</b>	An annual certificate maintenance fee of \$40 applies. It is deducted from amounts allocated to the variable investment options. A transfer fee applies to each transfer in excess of 12 in any certificate year. The current transfer fee is \$25. These charges and fees may be waived under certain circumstances. If loans are available under your certificate and you borrow money under the loan provisions, AILIC will charge interest on the loan. AILIC currently charges 6% interest on loans. AILIC will charge a higher interest rate if the plan administrator directs AILIC to do so.
<b>Limitations</b>	<p><b>Limitations on Annuity Benefit Payments.</b> If the amount of any regular payment under the form of settlement option elected would be less than \$50, an alternative form of settlement option will have to be elected. Unless AILIC agrees otherwise, the annuity commencement date cannot be later than the certificate anniversary following your 85th birthday, or five years after your certificate effective date, whichever is later. A fixed period of less than five years is available only as a death benefit settlement option.</p> <p><b>Other Contract Limitations.</b> Restrictions and limitations on purchase payments, allocations, transfers, withdrawals and active trading are summarized in the chart below Table 3.</p>
<b>Additional Information</b>	This table contains a summary of certain features of The Commodore Independence. For more information about these features, see the contract prospectus and supplements, which are available at <a href="http://www.gaig.com/annuities/pages/variable-compliance-docs.aspx">www.gaig.com/annuities/pages/variable-compliance-docs.aspx</a> . <b>Guarantees related to The Commodore Independence are subject to AILIC’s long-term financial strength and claims-paying ability.</b>