

PIMCO VIT High Yield Admin

Benchmark

BofAML US HY Master II TR USD

Overall Morningstar Rating™

★★★

Out of 1854 High Yield Bond VA subaccounts. **A subaccount's overall Morningstar Rating, based on its risk-adjusted return, is a weighted average of its applicable 3-, 5-, and 10-year Ratings. See disclosure for more detail.**

Morningstar Return

Average

Morningstar Risk

Average

Investment Strategy from portfolio's prospectus

The investment seeks maximum total return, consistent with preservation of capital and prudent investment management.

The Portfolio invests at least 80% of assets in a diversified portfolio of junk bonds, which may be represented by forwards or derivatives such as options, futures contracts or swap agreements, rated below investment grade. It may invest up to 15% of its total assets in securities and instruments that are economically tied to emerging market countries. The Portfolio may invest up to 20% of its total assets in securities denominated in foreign currencies and may invest beyond this limit in U.S. dollar-denominated securities of foreign issuers.

Category Description: High Yield Bond

High-yield bond funds concentrate on lower-quality bonds. Because such bonds are riskier than those of higher-quality companies, they offer higher coupons to attract investors. Therefore, these funds generally offer higher yields than other types of funds—but they are also more vulnerable to economic and credit risk. While defaults have been rare lately, these funds can suffer losses from recessions and bankruptcies.

Operations

Expense Ratio	0.75% of fund assets
Subaccount Incp Date	06-02-03
Underlying Portfolio Incp Date	04-30-98
Advisor	Pacific Investment Management Co LLC
Subadvisor	—

Portfolio Manager(s)

Andrew Jessop.

Morningstar Proprietary Statistics

	3-Year	5-Year	10-Year
Morningstar Rating	★★★	★★★	★★★
Out of # of Investments	1,854	1,651	688

Past Performance is no guarantee of future results.

The ratings presented may reflect the waiver of all or a portion of the portfolio's fees. Without such a waiver, the ratings may have been lower.

Portfolio Analysis as of 12-31-12

Composition as of 12-31-12	%Net
U.S. Stocks	0.0
Non-U.S. Stocks	0.0
Bonds	89.8
Cash	6.5
Other	3.8
Total	100.0

Top 20 Holdings as of 12-31-12

	% Assets
PIMCO Short-Term Floating NAV Fund 06-01-13	10.46
Cdx Bp Hy19 5y Cme 12-20-17	1.94
Cdx Bp Hy18 5y Cme 06-20-17	1.17
Ally Finl 5.5% 02-15-17	0.80
Biomet 144A 6.5% 08-01-20	0.58
Nrg Engy 7.625% 01-15-18	0.55
Dish Dbs 5.875% 07-15-22	0.54
Rbs Global 8.5% 05-01-18	0.54
Warner Chilcott 7.75% 09-15-18	0.53
Ineos Grp Hldgs 7.875% 02-15-16	0.52
Everest Acq Llc/Finance 9.375% 05-01-20	0.51
Sprint Nextel 6% 11-15-22	0.51
Biomet 144A 6.5% 10-01-20	0.50
Cdx Hy18 5y Sp Fbf 06-20-17	0.50
Novelis 8.75% 12-15-20	0.50
Sandridge Engy 8.125% 10-15-22	0.49
Sprint Cap 6.9% 05-01-19	0.49
Hca 7.5% 02-15-22	0.46
Huntsman Intl 8.625% 03-15-21	0.46
Entpr Prods Oper FRN 08-01-66	0.45
Total Number of Stock Holdings	1
Total Number of Bond Holdings	623
Annual Turnover Ratio %	43.00
Total Fund Assets (\$mil)	1,163.60

Morningstar Fixed Income Style Box™ as of 12-31-12

Not Available	Avg Eff Duration	3.42
	Avg Eff Maturity	4.65
	Avg Wtd Coupon	7.57
	Avg Wtd Price	109.49

Morningstar Sectors as of 12-31-12

	% Fund	% Category
Government	0.00	8.62
Corporate	81.68	80.31
Securitized	0.91	2.21
Municipal	0.00	0.21
Cash & Equivalents	15.91	4.79
Other	1.50	3.86

Credit Analysis

Not Available

% Bonds

The portfolio's holdings are subject to change without notice. The mention of specific securities is not a recommendation or solicitation for any person to buy, sell, or hold any particular security. When you invest in a variable annuity, you do not invest directly in the portfolios. You invest in sub-accounts of the variable annuity separate account of the issuing insurance company, that, in turn, invest in the portfolios you've selected. Your account is then credited with variable accumulation units in that sub-account.

Before purchasing a variable annuity, you should carefully consider its investment options' objectives, and the risks, charges, and expenses associated with the annuity and its investment options. For this and other information about the Schwab Select Annuity, call Charles Schwab & Co. at 1-800-838-0650 for a free prospectus (in New York State, 1-800-838-0649). Please read the prospectus carefully before you invest or send money.

Notices which may be applicable to certain portfolios: High-yield bond portfolios are subject to a greater risk of loss of principal and interest including risk of default than other bond portfolios. Portfolios that invest in foreign stocks may be exposed to additional risks including currency fluctuations, political instability, foreign taxes and foreign regulation, and the potential for illiquid markets. Historically, small-cap stocks have been more volatile than stocks of larger more established companies.

GWFS Equities, Inc., is the principal underwriter for the Schwab Select™ Annuity (Form J434), a flexible premium variable annuity issued by Great-West Life & Annuity Insurance Company. In New York, the Schwab Select™ Annuity (Form J434 NY) is issued by First Great-West Life & Annuity Insurance Company, White Plains, New York. GWFS Equities, Inc. is a wholly owned subsidiary of Great-West Life & Annuity Insurance Company and an affiliate of First Great-West Life & Annuity Insurance Company. Charles Schwab Co., Inc., is the selling broker/dealer and insurance agency. This contract is not available in all states. Great-West Life & Annuity Insurance Company is not licensed to do business in New York.

Because a variable annuity's value will fluctuate depending on the underlying investments, an investor's units, when redeemed, may be more or less than the original amount invested. Like all investments, variable annuities carry risks and may cause investors to lose money.

For each sub-account with at least a three-year history, Morningstar calculates a Morningstar Rating™ based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a sub-account's monthly performance (including the effects of any applicable sales charges, loads and redemption fees), placing more emphasis on downward variations and rewarding consistent performance. (Each share class is counted as a fraction of one sub-account within this scale and rated separately, which may cause slight variations in the distribution percentages.) The top 10% of the sub-accounts in an investment category receive 5 stars, 22.5% receive 4 stars, 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating is a weighted average of the sub-accounts' three-, five-, and 10-year (if applicable) Morningstar rating metrics.